

CHAPTER 381

APPROPRIATIONS

HOUSE BILL 02-1425

BY REPRESENTATIVE(S) Young, Berry, Saliman, Coleman, and Tapia;
also SENATOR(S) Reeves, Tate, and Owen.

AN ACT

**CONCERNING A SUPPLEMENTAL APPROPRIATION TO THE DEPARTMENT OF HEALTH CARE POLICY
AND FINANCING.**

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. Part V (1), (2), (3), (6), and the affected totals of section 2 of chapter 363, Session Laws of Colorado 2001, as amended by House Bill 02-1370, enacted at the Second Regular Session of the Sixty-third General Assembly, are amended to read:

Section 2. **Appropriation.**

Capital letters indicate new material added to existing statutes; dashes through words indicate deletions from existing statutes and such material not part of act.

Appropriations

APPROPRIATION FROM

| ITEM & SUBTOTAL | TOTAL | APPROPRIATION FROM | | | | |
|--|------------------------------|------------------------------------|---------------------------|---------------------|--|------------------------------|
| | | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | CASH FUNDS EXEMPT | FEDERAL FUNDS |
| \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| PART V | | | | | | |
| DEPARTMENT OF HEALTH CARE POLICY AND FINANCING | | | | | | |
| (1) EXECUTIVE DIRECTOR'S OFFICE^{40, 41} | | | | | | |
| Personal Services (31.1 FTE) | 1,966,658 | 510,200(M) | | | 29,281 ^a | 1,427,177 |
| Colorado Benefits Management System (CBMS) ^{42, 43, 43a} (6.0 FTE) | 382,059 | 191,030(M) | | | | 191,029 |
| Health, Life, and Dental | 309,932 | 147,324(M) | | | 1,779 ^a | 160,829 |
| Short-term Disability | 6,033 | 3,007(M) | | | 18 ^a | 3,008 |
| Salary Survey and Senior Executive Service | 488,165 | 242,900(M) | | | 1,383 ^a | 243,882 |
| Anniversary Increases | 152,208 | 78,136(M) | | | 858 ^a | 73,214 |
| Workers' Compensation | 59,842 | 29,921(M) | | | | 29,921 |
| Operating Expenses | 212,846 89,135 | 110,593(M) 46,314(M) | | | 944^a 395 ^a | 101,309 42,426 |
| Legal Services and Third Party Recovery Legal Services for 12,758 hours | 745,459 | 304,358(M) ^d | | 63,513 ^b | 209 ^a | 377,379 |

| | | | | |
|--|------------------|--|------------|---------|
| DEFENSE OF HMO | | | | |
| LITIGATION COSTS | 385,000 | | 192,500(M) | 192,500 |
| Administrative Law Judge Services for 3,143 hours | 333,667 | | 166,834(M) | 166,833 |
| Computer Systems Costs | 398,995 | | 167,027(M) | 199,497 |
| Payment to Risk Management and Property Funds | 19,720 | | 9,860(M) | 9,860 |
| Capitol Complex Leased Space | 308,050 | | 154,025(M) | 154,025 |
| Transfer to the Department of Human Services for Related Administration | 275,220 | | 137,611(M) | 137,609 |
| | <u>5,658,854</u> | | | |
| | 5,920,143 | | | |

^a These amounts shall be from the Children's Basic Health Plan Trust created in Section 26-19-105, C.R.S.

^b This amount shall be from third party recoveries.

^c This amount shall be from the Old Age Pension Fund.

^d Of this amount, \$2,351 is exempt from the statutory limit on state General Fund appropriations pursuant to Section 24-75-201.1 (1) (a) (III) (B), C.R.S.

(2) MEDICAL PROGRAMS ADMINISTRATION⁴⁴

| | | | | |
|-------------------|----------------------|--|-------------------------|----------------------|
| Personal Services | 8,370,624 | | 3,904,837(M) | 4,465,787 |
| | 8,300,997 | | 3,870,023(M) | 4,430,974 |
| | (135.8 FTE) | | | |

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| | ITEM & SUBTOTAL | TOTAL | APPROPRIATION FROM | | | | |
|---|--------------------|-------|-------------------------|---------------------------|----------------------|-------------------------|--------------------|
| | | | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | CASH FUNDS EXEMPT | FEDERAL FUNDS |
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Operating Expenses | 754,298 | | 366,797(M) | | | | 387,501 |
| | 626,359 | | 304,583(M) | | | | 321,776 |
| Alternative Care Facility Cost Reporting System Consulting Services | 21,667 | | 10,833(M) | | | | 10,834 |
| Medicaid Management Information System Contract | 17,166,491 | | 4,184,382(M) | | 146,867 ^a | | 12,835,242 |
| Health Insurance Portability and Accountability Act of 1996 (HIPAA) Feasibility Study Contract | 1,122,187 | | 108,590(M) ^b | | | 12,696 ^c | 1,000,901 |
| Health Insurance Portability and Accountability Act of 1996 (HIPAA) Implementation | 42,835 | | 10,068(M) ^b | | | 896 ^c | 31,871 |
| Medicaid Authorization Cards | 1,188,142 | | 594,071(M) | | | | 594,071 |

| | | | | |
|---|------------------------------|-----------------------------------|------------------------|-----------------------------|
| Department of Public Health and Environment Facility Survey and Certification | 3,974,671 | 1,072,732(M) | | 2,901,939 |
| Other Case-Mix Administrative Costs | 42,000 | 12,000(M) | | 30,000 |
| Hospital Rate Setting Study | 100,000 46,000 | 50,000(M) 23,000(M) | | 50,000 23,000 |
| Contractual Utilization Review | 4,451,674 | 1,113,860(M) | | 3,337,814 |
| Early and Periodic Screening, Diagnosis, and Treatment Program | 3,078,818 | 1,539,409(M) | | 1,539,409 |
| Nursing Facility Audits | 880,650 | 440,325(M) | | 440,325 |
| Hospital and Federally Qualified Health Clinic Audits | 250,000 | 125,000(M) | | 125,000 |
| Nursing Home Preadmission and Resident Assessments | 1,162,705 | 290,676(M) | | 872,029 |
| Nurse Aide Certification | 277,330 | 125,821(M) | 12,844(T) ^e | 138,665 |
| Nursing Home Quality Assessments | 26,955 | 6,739(M) | | 20,216 |
| Nursing Facility Appraisals | 272,992 | 136,496(M) | | 136,496 |
| Estate Recovery | 700,000 | | 350,000 ^d | 350,000 |

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APPROPRIATION FROM

| | ITEM & SUBTOTAL | TOTAL | APPROPRIATION FROM | | | | FEDERAL FUNDS |
|--------------------------------|--------------------|-----------------------|--------------------|---------------------------|---------------|-------------------------|------------------|
| | | | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | CASH FUNDS EXEMPT | |
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Single Entry Point | | | | | | | |
| Administration | 65,900 | | 32,950(M) | | | | 32,950 |
| Single Entry Point Audits | 35,339 | | 17,669(M) | | | | 17,670 |
| Phone Triage/Advice | 321,300 | | 80,325(M) | | | | 240,975 |
| S.B. 97-05 Enrollment | | | | | | | |
| Broker | 1,073,258 | | 536,629(M) | | | | 536,629 |
| Dental Incentive ⁴⁵ | 2,000,000 | | | | | 2,000,000 ^e | |
| Primary Care Physician | | | | | | | |
| Credentialing | 115,700 | | 57,850(M) | | | | 57,850 |
| | | 47,495,536 | | | | | |
| | | 47,243,970 | | | | | |

^a This amount shall be from the Old Age Pension Health and Medical Care Fund pursuant to Section 26-2-117, C.R.S.

^b These amounts are exempt from the statutory limit on state General Fund appropriations pursuant to Section 24-75-201.1 (1) (a) (III) (B), C.R.S.

^c This amount shall be from the Department of Regulatory Agencies.

^d This amount shall be from estate recoveries.

^e These amounts shall be from the Children's Basic Health Plan Trust created in Section 26-19-105, C.R.S.

(3) MEDICAL SERVICES PREMIUMS^{46, 47, 48, 50, 51, 52, 53, 53a}

| | |
|---|---------------------------------------|
| Services for 35,286 34,937 Old Age Pensioners (OAP-A) at an average cost of \$16,020.55 \$15,974.14 | 565,301,223 558,088,469 |
| Services for 5,621 5,385 Old Age Pensioners (OAP-B) at an average cost of \$13,272.01 \$11,732.14 | 74,601,956 63,177,582 |
| Services for 3,395 3,900 Old Age Pension State Medical Program clients at an average cost of \$2,902.25 \$2,526.44 | 9,853,133 |
| Services for 49,797 49,431 Non-Elderly Disabled Recipients of Supplemental Security Income at an average cost of \$9,884.09 \$9,767.01 | 492,197,983 482,793,226 |
| Services for 29,809 34,976 Categorically Eligible Low-income Adults at an average cost of \$3,204.99 \$3,141.81 | 95,537,536 |

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APPROPRIATION FROM

| ITEM & SUBTOTAL | TOTAL | APPROPRIATION FROM | | | | |
|--|---------------------------------------|--------------------|---------------------------|---------------|-------------------------|------------------|
| | | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | CASH FUNDS EXEMPT | FEDERAL FUNDS |
| \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| | 109,888,040 | | | | | |
| Services for 134,222 151,136 Categorically Eligible Low-income Children and Baby Care Program Children at an average cost of \$1,600.58 \$1,627.77 | 214,832,506 246,014,874 | | | | | |
| Services for 13,816 13,384 Foster Children at an average cost of \$2,475.04 \$2,581.94 | 34,195,085 34,556,623 | | | | | |
| Services for 5,876 5,860 Baby Care Program Adults at an average cost of \$6,294.81 \$5,605.54 | 36,988,306 32,848,470 | | | | | |

Services for ~~8,696~~ 8,841
 Qualified Medicare
 Beneficiaries (QMBs)
 and Special Low-Income
 Medicare Beneficiaries
 (SLIMBs) at an average
 cost of ~~\$1,042.18~~
 \$997.08

~~9,062,760~~
 8,815,205

Services for ~~17,990~~ 5,079
 Non-Citizens at an
 Average Cost of
~~\$2,640.54~~ \$9,161.55

~~47,503,268~~
46,531,494

| | | | | |
|--------------------------|---------------------------|------------------------|-----------------------------------|------------------------|
| 1,580,073,756 | 761,695,090(M) | 9,853,133 ^a | 25,631,731^b | 782,893,802 |
| 1,592,567,116 | 764,457,962(M) | | 26,620,243 ^b | 791,635,778 |

^a This amount shall be from the Old Age Pension Health and Medical Care Fund pursuant to Section 26-2-117, C.R.S.

^b This amount represents public funds certified as representing expenditures incurred by public nursing homes and hospitals that are eligible for federal financial participation under the Medicaid Program.

(6) DEPARTMENT OF HUMAN SERVICES MEDICAID-FUNDED PROGRAMS^{61, 62, 63, 64,}
⁶⁵

(A) Executive

**Director's Office -
 Medicaid Funding**

~~9,367,004~~
 9,310,604

~~4,683,502(M)~~
 4,655,302(M)

~~4,683,502~~
 4,655,302

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| ITEM & SUBTOTAL | TOTAL | APPROPRIATION FROM | | | | |
|---|-------|--------------------------|---------------------------|----------------------|-------------------------|-----------------------|
| | | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | CASH FUNDS EXEMPT | FEDERAL FUNDS |
| \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| (B) Office of Information Technology Services - Medicaid Funding | | | | | | |
| 5,114,976 | | 2,186,896(M) | | 471,824 ^a | | 2,456,256 |
| 5,115,592 | | 2,187,204(M) | | | | 2,456,564 |
| (C) Office of Operations - Medicaid Funding | | | | | | |
| 5,464,323 | | 2,732,161(M) | | | | 2,732,162 |
| (D) Office of Adult Health and Rehabilitation - Medicaid Funding | | | | | | |
| Administration of Mental Health and Developmental Disability Services | | | | | | |
| 2,591,473 | | 1,295,737(M) | | | | 1,295,736 |
| 2,588,527 | | 1,294,264(M) | | | | 1,294,263 |
| Mental Health Community Programs, Mental Health Capitation | | | | | | |
| 137,929,339 | | 68,964,670(M) | | | | 68,964,669 |
| 147,230,977 | | 73,615,489(M) | | | | 73,615,488 |

| | | | |
|--|--|---|-------------------------------------|
| Mental Health Community Programs, Medicaid Anti-psychotic Pharmaceuticals | 19,663,698 19,641,077 | 9,831,849(M) 9,820,538(M) | 9,831,849 9,820,539 |
| Community Services for Persons With Developmental Disabilities | 202,160,645 | 101,080,323(M) | 101,080,322 |
| Alcohol and Drug Abuse Division - High Risk Pregnant Women Program | 213,208 347,524 | 106,604(M) 173,762(M) | 106,604 173,762 |
| | <u>362,558,363</u> 371,968,750 | | |
| (E) Office of Direct Services - Medicaid Funding | | | |
| Administration | 145,521 | 72,761(M) | 72,760 |
| Mental Health Institutes | 2,452,228 3,495,344 | 1,226,114(M) 1,747,672(M) | 1,226,114 1,747,672 |
| Institutional Programs for Persons With Developmental Disabilities | 35,891,849 <u>35,931,958</u> | 17,945,925(M) 17,965,980(M) | 17,945,924 17,965,978 |
| | 38,489,598 | | |

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|---|-------------------------------------|---|---------------------------|---------------|-------------------------|-------------------------------|
| | | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | CASH FUNDS EXEMPT | FEDERAL FUNDS |
| \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| | 39,572,823 | | | | | |
| (F) County Administration - Medicaid Funding | 8,988,276 | 3,370,604(M) | | | | 5,617,672 |
| (G) Office of Self Sufficiency, Disability Determination Services - Medicaid Funding | 1,241,659 1,212,761 | 620,830(M) 606,381(M) | | | | 620,829 606,380 |
| (H) Division of Child Welfare - Medicaid Funding | 73,321,276 73,321,275 | 36,660,639(M) 36,660,638(M) | | | | 36,660,637 |
| (I) Division of Youth Corrections - Medicaid Funding | 11,850,990 | 5,925,495(M) | | | | 5,925,495 |
| (J) Division of Children's Health and Rehabilitation - Medicaid Funding Administration | 109,404 | 54,702(M) | | | | 54,702 |

| | | | |
|--|---------------------------------------|------------------------------------|------------------------------|
| Services for Children with Developmental Disabilities | 3,499,051 | 1,749,526(M) | 1,749,525 |
| Children's Mental Health Services, Residential Treatment for Youth (H.B. 99-1116) | 101,665 595,776 | 50,833(M) 297,889(M) | 50,832 297,887 |
| | <u>3,710,120</u> 4,204,231 | | |
| | 520,106,585 531,009,625 | | |

^a This amount shall be from the Old Age Pension Fund.

**TOTALS PART V
(HEALTH CARE
POLICY AND
FINANCING)^{4, 5}**

| | | | | | |
|--|------------------------|------------------------------------|---------------------------------|---|------------------------|
| | <u>\$2,496,841,066</u> | <u>\$1,072,671,440^a</u> | <u>\$11,203,053^b</u> | <u>\$179,595,265^c</u> | <u>\$1,233,371,308</u> |
| | <u>\$2,520,247,189</u> | <u>\$1,080,890,025^a</u> | | <u>\$180,583,228^c</u> | <u>\$1,247,570,883</u> |

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| ITEM & SUBTOTAL | TOTAL | APPROPRIATION FROM | | | | |
|--------------------|-------|--------------------|---------------------------|---------------|-------------------------|------------------|
| | | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | CASH FUNDS EXEMPT | FEDERAL FUNDS |
| \$ | \$ | \$ | \$ | \$ | \$ | \$ |

^a Of this amount, \$121,009 is exempt from the statutory limit on state General Fund appropriations pursuant to Section 24-75-201.1 (1) (a) (III) (B), C.R.S.

^b Of this amount, \$10,000,000 is included as information for purposes of complying with the limitation on state fiscal year spending imposed by Article X, Section 20 of the State Constitution. As this amount is continuously appropriated by a constitutional provision, it is not subject to the limitation of General Fund appropriations as set forth in Section 24-75-201.1, C.R.S.

^c Of this amount, \$781,748 contains an (L) notation, and \$12,844 contains a (T) notation.

SECTION 2. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

Approved: May 28, 2002