

## CHAPTER 6

---

**HUMAN SERVICES - SOCIAL SERVICES**


---

**SENATE BILL 03-196**

BY SENATOR(S) Teck, Owen, and Reeves;  
also REPRESENTATIVE(S) Witwer, Plant, Young, Frangas, and Garcia.

**AN ACT**

**CONCERNING THE UTILIZATION OF THE CASH SYSTEM OF ACCOUNTING FOR THE FINANCIAL ADMINISTRATION OF SPECIFIED MEDICAL SERVICES PROVIDED UNDER THE "COLORADO MEDICAL ASSISTANCE ACT", AND, IN CONNECTION THEREWITH, CREATING AN EXCEPTION TO THE REQUIREMENT THAT THE DETERMINATION OF THE GENERAL FUND SURPLUS BE BASED UPON THE ACCRUAL SYSTEM OF ACCOUNTING FOR CERTAIN REIMBURSEMENTS MADE IN ACCORDANCE WITH SAID ACT.**

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

**SECTION 1.** The introductory portion to 24-30-202 (12), Colorado Revised Statutes, is amended to read:

**24-30-202. Procedures - vouchers and warrants - rules - penalties.** (12) The controller shall prescribe and cause to be installed a unified and integrated system of accounts for the state. Except as otherwise provided in ~~section 24-75-201 (2)~~ SECTIONS 24-75-201 (2) AND 26-4-110.7, C.R.S., such system shall be based upon the accrual system of accounting, as enunciated by the governmental accounting standards board, which shall include:

**SECTION 2.** 24-75-201 (2) (a), Colorado Revised Statutes, is amended to read:

**24-75-201. General fund - general fund surplus.** (2) (a) The general fund surplus shall be determined based upon the accrual system of accounting, as enunciated by the governmental accounting standards board; except that:

(I) Any general fund revenues that are designated as state revenues in excess of the constitutional limitation on state fiscal year spending shall be included as unrestricted revenues in the general fund surplus for the fiscal year in which such excess revenues were accrued. Such excess revenues shall be restricted in the next fiscal year to

---

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

preserve their availability for refund unless voters have authorized the state to retain such excess revenues.

(II) GENERAL FUND REVENUES SHALL BE RESTRICTED ONLY UPON THE ISSUANCE OF A COMMITMENT VOUCHER TO THE STATE CONTROLLER BY THE DEPARTMENT OF HEALTH CARE POLICY AND FINANCING FOR THE PAYMENT OF A SUFFICIENT CLAIM THAT WARRANTS REIMBURSEMENT IN ACCORDANCE WITH THE "COLORADO MEDICAL ASSISTANCE ACT", ARTICLE 4 OF TITLE 26, C.R.S., FROM GENERAL FUND REVENUES APPROPRIATED FOR:

(A) MEDICAL SERVICES PREMIUMS; OR

(B) MEDICAL SERVICES PROVIDED THROUGH PROGRAMS UNDER SAID ACT THAT ARE ADMINISTERED BY THE DEPARTMENT OF HUMAN SERVICES, EXCEPT FOR EXPENDITURES FOR COSTS INCURRED IN THE ADMINISTRATION OF SUCH PROGRAMS.

**SECTION 3.** Part 1 of article 4 of title 26, Colorado Revised Statutes, is amended BY THE ADDITION OF A NEW SECTION to read:

**26-4-110.7. Cash system of accounting - financial administration of medical services premiums - medical programs administered by department of human services.** (1) THE STATE DEPARTMENT SHALL UTILIZE THE CASH SYSTEM OF ACCOUNTING, AS ENUNCIATED BY THE GOVERNMENTAL ACCOUNTING STANDARDS BOARD, REGARDLESS OF THE SOURCE OF REVENUES INVOLVED, FOR ALL ACTIVITIES OF THE STATE DEPARTMENT RELATING TO THE FINANCIAL ADMINISTRATION OF:

(a) MEDICAL SERVICES PREMIUMS; AND

(b) MEDICAL PROGRAMS UNDER THIS ARTICLE ADMINISTERED BY THE DEPARTMENT OF HUMAN SERVICES, EXCEPT FOR EXPENDITURES FOR COSTS INCURRED IN THE ADMINISTRATION OF SUCH PROGRAMS.

**SECTION 4.** Part V (2), (3), (6) (A), (6) (B), (6) (D), (6) (E), (6) (I), (6) (J), and (6) (K) and the affected totals of section 2 of chapter 399, Session Laws of Colorado 2002, are amended to read:

Section 2. **Appropriation.**

---

 APPROPRIATION FROM
 

---

ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$

## PART V

## DEPARTMENT OF HEALTH CARE POLICY AND FINANCING

**(2) MEDICAL PROGRAMS ADMINISTRATION<sup>43, 44</sup>**

Personal Services	9,260,099 (147.7 FTE)	4,239,323(M)			71,913 <sup>a</sup>	4,948,863
Operating Expenses	684,213	330,671(M)			250 <sup>b</sup>	353,292
S.B. 01-78 Nursing Home Quality of Care Contract Costs	68,524	34,262(M)				34,262
Alternative Care Facility Cost Reporting System Consulting Services	16,667	8,334(M)				8,333
Medicaid Management Information System Contract	18,324,459	4,418,380(M)			147,191 <sup>c</sup>	13,758,888

Health Insurance Portability and Accountability Act of 1996 (HIPAA) Implementation Staffing Costs	298,576 (5.0 FTE)	70,180(M) <sup>d</sup>	6,250 <sup>e</sup>	222,146
Health Insurance Portability and Accountability Act of 1996 (HIPAA) Implementation Contract Costs <sup>45</sup>	11,530,545	2,753,374(M) <sup>d</sup>	180,967 <sup>e</sup>	8,596,204
Health Insurance Portability and Accountability Act of 1996 (HIPAA) Implementation Central State Appropriations	2,214,057	520,407(M) <sup>d</sup>	46,351 <sup>e</sup>	1,647,299
Medicaid Authorization Cards	1,323,100	661,550(M)		661,550
Department of Public Health and Environment Facility Survey and Certification	4,081,464	1,124,860(M)		2,956,604
Other Case-Mix Administrative Costs	42,000	12,000(M)		30,000
Contractual Utilization Review	4,557,179	1,157,499(M)	1,093 <sup>b</sup>	3,398,587

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
Early and Periodic Screening, Diagnosis, and Treatment Program	3,058,718	1,529,359(M)				1,529,359
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	1,240,534	310,134(M)				930,400
Nurse Aide Certification	310,330	142,321(M)			12,844(T) <sup>f</sup>	155,165
Nursing Home Quality Assessments	26,955	6,739(M)				20,216
Estate Recovery	700,000			350,000 <sup>#</sup>		350,000
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	324,513	81,128(M)				243,385
S.B. 97-05 Enrollment Broker	1,073,258	536,629(M)				536,629

Primary Care Physician Credentialing	116,788	58,394(M)	58,394
H.B. 01-1271 Medicaid Buy-in	327,427		327,427
MEDICAID CASH ACCOUNTING IMPLEMENTATION	<u>500,000</u>	250,000 <sup>h</sup>	250,000 <sup>h</sup>
	<del>61,311,295</del>		
	61,811,295		

<sup>a</sup> Of this amount, \$24,907 shall be from the Breast and Cervical Cancer Prevention and Treatment Fund created in Section 26-4-532 (7), C.R.S., and \$47,006 shall be from the Children's Basic Health Plan Trust created in Section 26-19-105, C.R.S.

<sup>b</sup> This amount shall be from the Breast and Cervical Cancer Prevention and Treatment Fund created in Section 26-4-532 (7), C.R.S.

<sup>c</sup> Of this amount, \$146,867(T) shall be from the Old Age Pension Health and Medical Care Fund appropriated in the Department of Human Services and \$324 shall be from the Breast and Cervical Cancer Prevention and Treatment Fund created in Section 26-4-532 (7), C.R.S.

<sup>d</sup> Of these amounts, \$3,333,893 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.

<sup>e</sup> This amount shall be from the Children's Basic Health Plan Trust created in Section 26-19-105, C.R.S.

<sup>f</sup> This amount shall be from the Department of Regulatory Agencies.

<sup>g</sup> This amount shall be from estate recoveries.

<sup>h</sup> THIS AMOUNT SHALL BE FOR ALL ADMINISTRATIVE COSTS ASSOCIATED WITH THE TRANSITION FROM AN ACCRUAL BASIS OF ACCOUNTING TO A CASH BASIS OF ACCOUNTING FOR MEDICAL SERVICES PREMIUMS. ANY FUNDS NOT EXPENDED PRIOR TO JULY 1, 2003, SHALL BE ROLLED FORWARD AND SHALL REMAIN AVAILABLE FOR EXPENDITURE IN FY 2003-04.

**(3) MEDICAL SERVICES PREMIUMS<sup>46, 47, 48, 49, 50, 51, 52, 53, 54, 54a</sup>**

APPROPRIATION FROM

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
Services for 35,230 Old Age Pensioners (OAP-A) at an average cost of <del>\$16,895.22</del> \$15,440.52	595,218,541 543,969,658					
Services for 5,430 Old Age Pensioners (OAP-B) at an average cost of <del>\$12,504.16</del> \$11,439.25	67,897,616 62,115,146					
Services for 4,046 Old Age Pension State Medical Program clients at an average cost of \$2,435.28	9,853,133					

Services for 49,669 Non-Elderly Disabled Recipients of Supplemental Security Income at an average cost of <del>\$10,450.73</del> \$9,563.67	<del>519,077,445</del> 475,018,021
Services for 38,349 Categorically Eligible Low-income Adults at an average cost of <del>\$3,273.42</del> \$3,047.92	<del>125,532,402</del> 116,884,609
Services for 158,488 Categorically Eligible Low-income Children and Baby Care Program Children at an average cost of <del>\$1,750.40</del> \$1,626.16	<del>277,418,122</del> 257,726,306
Services for 13,877 Foster Children at an average cost of <del>\$2,652.07</del> \$2,428.71	<del>36,802,812</del> 33,703,192



APPROPRIATION FROM

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
Services for 5,983 Baby Care Program Adults at an average cost of <del>\$5,564.49</del> \$5,054.15	<del>33,292,341</del> 30,238,960					
Services for 9,492 Qualified Medicare Beneficiaries (QMBs) and Special Low-Income Medicare Beneficiaries (SLIMBs) at an average cost of <del>\$1,071.80</del> \$989.64	<del>10,173,529</del> 9,393,618					
Services for 5,414 Non-Citizens at an Average Cost of <del>\$9,876.00</del> \$9,204.27	<del>53,468,640</del> 49,831,938					

Services for 71 S.B.  
 01S2-12 Breast and  
 Cervical Cancer  
 Treatment Clients at an  
 Average Cost of  
 \$22,501.62

1,597,615				
<u>1,597,615</u>	<del>1,730,332,196</del>	838,728,143(M)	<del>34,565,803<sup>a</sup></del>	<del>857,038,250</del>
	1,590,332,196	768,728,143(M) <sup>b</sup>	34,565,803 <sup>ab</sup>	787,038,250 <sup>b</sup>

<sup>a</sup> Of this amount, \$9,853,133(T) shall be from the Old Age Pension Health and Medical Care Fund appropriated in the Department of Human Services, \$559,165 shall be from the Breast and Cervical Cancer Prevention and Treatment Fund created in Section 26-4-532 (7), C.R.S., and \$24,153,505 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.

<sup>b</sup> THESE AMOUNTS SHALL BE SUBJECT TO CASH ACCOUNTING STANDARDS PURSUANT TO SECTION 26-4-110.7 (1) (a), C.R.S. FOR THESE AMOUNTS, ANY FUNDS NOT EXPENDED PRIOR TO JULY 1, 2003, SHALL BE ROLLED FORWARD AND SHALL REMAIN AVAILABLE FOR EXPENDITURE IN FY 2003-04 TO AID IN THE TRANSITION FROM AN ACCRUAL BASIS OF ACCOUNTING TO A CASH BASIS OF ACCOUNTING.

**(6) DEPARTMENT OF HUMAN SERVICES MEDICAID-FUNDED PROGRAMS<sup>62, 63, 64</sup>**

**(A) Executive**

**Director's Office -**

<b>Medicaid Funding</b>	<del>9,792,810</del>	<del>4,896,405(M)</del>	<del>4,896,405</del>
	10,292,810	5,146,405(M)	5,146,405

**(D) Office of  
 Behavioral Health and  
 Housing - Medicaid  
 Funding**

Administration	835,306	417,653(M)	417,653
----------------	---------	------------	---------

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
Mental Health Community Programs, Mental Health Capitation and Performance Incentive Awards	<del>148,707,702</del> 144,503,979	<del>74,353,851(M)</del> 72,251,989(M) <sup>b</sup>				<del>74,353,851</del> 72,251,990 <sup>b</sup>
Mental Health Community Programs, Medicaid Mental Health Fee for Service Payments	<del>3,618,529</del> 3,515,336	<del>1,809,265(M)</del> 1,757,668(M) <sup>b</sup>				<del>1,809,264</del> 1,757,668 <sup>b</sup>
Mental Health Community Programs, Medicaid Mental Health Services for Breast and Cervical Cancer Patients	71,175				24,911 <sup>a</sup>	<del>46,264</del> 46,264 <sup>b</sup>

Mental Health Community Programs, Medicaid Anti-psychotic Pharmaceuticals	<del>24,589,830</del> 23,893,876	<del>12,294,915(M)</del> 11,946,938(M) <sup>b</sup>	<del>12,294,915</del> 11,946,938 <sup>b</sup>
Mental Health Institutes	<del>3,984,829</del> 3,852,684	<del>1,992,415(M)</del> 1,926,342(M) <sup>b</sup>	<del>1,992,414</del> 1,926,342 <sup>b</sup>
Alcohol and Drug Abuse Division, High Risk Pregnant Women Program	<del>349,656</del> 339,646	<del>174,828(M)</del> 169,823(M) <sup>b</sup>	<del>174,828</del> 169,823 <sup>b</sup>
	<u>182,157,027</u> 177,012,002		

<sup>a</sup> This amount shall be from the Breast and Cervical Cancer Prevention and Treatment Fund created in Section 26-4-532 (7), ~~C.R.S.~~ C.R.S., AND IS SUBJECT TO CASH ACCOUNTING STANDARDS PURSUANT TO 26-4-110.7 (1) (b), C.R.S.

<sup>b</sup> THESE AMOUNTS SHALL BE SUBJECT TO CASH ACCOUNTING STANDARDS PURSUANT TO 26-4-110.7 (1) (b), C.R.S. ANY FUNDS NOT EXPENDED PRIOR TO JULY 1, 2003, SHALL BE ROLLED FORWARD AND SHALL REMAIN AVAILABLE FOR EXPENDITURE IN FY 2003-04 TO AID IN THE TRANSITION FROM AN ACCRUAL BASIS OF ACCOUNTING TO A CASH BASIS OF ACCOUNTING.

**(E) Office of  
Rehabilitation and  
Disability Services -  
Medicaid Funding**

Administration	2,045,642	1,022,821(M)	1,022,821
----------------	-----------	--------------	-----------

---

 APPROPRIATION FROM
 

---

ITEM & SUBTOTAL	TOTAL	GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
Community Services for Persons with Developmental Disabilities	<del>218,480,211</del> 212,303,612	<del>109,240,106(M)</del> 106,151,806(M) <sup>a</sup>				<del>109,240,105</del> 106,151,806 <sup>a</sup>
Institutional Programs for Persons with Developmental Disabilities	<del>37,934,411</del> 36,854,479	<del>18,967,206(M)</del> 18,427,240(M) <sup>a</sup>				<del>18,967,205</del> 18,427,239 <sup>a</sup>
	<del>258,460,264</del> 251,203,733					

<sup>a</sup> THESE AMOUNTS SHALL BE SUBJECT TO CASH ACCOUNTING STANDARDS PURSUANT TO 26-4-110.7 (1) (b), C.R.S. ANY FUNDS NOT EXPENDED PRIOR TO JULY 1, 2003, SHALL BE ROLLED FORWARD AND SHALL REMAIN AVAILABLE FOR EXPENDITURE IN FY 2003-04 TO AID IN THE TRANSITION FROM AN ACCRUAL BASIS OF ACCOUNTING TO A CASH BASIS OF ACCOUNTING.

**(I) Division of Child  
Welfare - Medicaid  
Funding**

	<del>76,408,265</del>	<del>38,204,133(M)</del>				<del>38,204,132</del>
	74,230,258	37,115,130(M) <sup>a</sup>				37,115,128 <sup>a</sup>

<sup>a</sup> OF THESE AMOUNTS, \$74,171,068 SHALL BE SUBJECT TO CASH ACCOUNTING STANDARDS PURSUANT TO 26-4-110.7 (1) (b), C.R.S. ANY FUNDS NOT EXPENDED PRIOR TO JULY 1, 2003, SHALL BE ROLLED FORWARD AND SHALL REMAIN AVAILABLE FOR EXPENDITURE IN FY 2003-04 TO AID IN THE TRANSITION FROM AN ACCRUAL BASIS OF ACCOUNTING TO A CASH BASIS OF ACCOUNTING.

**(J) Division of Youth**

**Corrections - Medicaid**

<b>Funding</b>	<del>10,340,532</del>	<del>5,170,266(M)</del>	<del>5,170,266</del>
	10,045,598	5,022,799(M) <sup>a</sup>	5,022,799 <sup>a</sup>

<sup>a</sup> THESE AMOUNTS SHALL BE SUBJECT TO CASH ACCOUNTING STANDARDS PURSUANT TO 26-4-110.7 (1) (b), C.R.S. ANY FUNDS NOT EXPENDED PRIOR TO JULY 1, 2003, SHALL BE ROLLED FORWARD AND SHALL REMAIN AVAILABLE FOR EXPENDITURE IN FY 2003-04 TO AID IN THE TRANSITION FROM AN ACCRUAL BASIS OF ACCOUNTING TO A CASH BASIS OF ACCOUNTING.

**(K) Division of  
Children's Health and  
Rehabilitation -  
Medicaid Funding**

Administration	106,709	53,355(M)	53,354
Services for Children with Developmental Disabilities	<del>3,801,038</del>	<del>1,900,519(M)</del>	<del>1,900,519</del>
	3,693,586	1,846,793(M) <sup>a</sup>	1,846,793 <sup>a</sup>
Children's Mental Health Services, Residential Treatment for Youth (H.B. 99-1116)	<del>626,615</del>	<del>313,308(M)</del>	<del>313,307</del>

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
	608,566		304,284(M) <sup>a</sup>			304,282 <sup>a</sup>
	<del>4,534,362</del>					
	4,408,861					

<sup>a</sup> THESE AMOUNTS SHALL BE SUBJECT TO CASH ACCOUNTING STANDARDS PURSUANT TO 26-4-110.7 (1) (b), C.R.S. ANY FUNDS NOT EXPENDED PRIOR TO JULY 1, 2003, SHALL BE ROLLED FORWARD AND SHALL REMAIN AVAILABLE FOR EXPENDITURE IN FY 2003-04 TO AID IN THE TRANSITION FROM AN ACCRUAL BASIS OF ACCOUNTING TO A CASH BASIS OF ACCOUNTING.

~~562,692,270~~  
548,192,270

**TOTALS PART V  
(HEALTH CARE  
POLICY AND  
FINANCING)<sup>5,6</sup>**

<del>\$2,714,652,157</del>	<del>\$1,180,936,543<sup>a</sup></del>		\$751,563	\$186,737,806 <sup>b</sup>	<del>\$1,346,226,245</del>
<u>\$2,560,652,157</u>	<u>\$1,103,936,543<sup>a</sup></u>				<u>\$1,269,226,245</u>

<sup>a</sup> Of this amount, \$3,355,821 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.

<sup>b</sup> Of this amount, \$781,748 contains an (L) notation, and \$10,068,871 contains a (T) notation.

**SECTION 5.** Part VII (1) (B), (4) (B), (4) (C), (4) (D) (2) (b), (5) (B), (5) (C), (9), (11) (C), and (12) (B) and the affected totals of section 2 of chapter 399, Session Laws of Colorado 2002, are amended to read:

Section 2. **Appropriation.**

**PART VII  
DEPARTMENT OF HUMAN SERVICES**

**(1) EXECUTIVE DIRECTOR'S  
OFFICE<sup>77</sup>**

**(B) Special Purpose**

Administrative Review Unit	2,237,448	1,789,958(M)		447,490 <sup>a</sup>
	(31.0 FTE)			
Child Welfare Staff				
Training	1,172,873	738,648(M)	37,230(L) <sup>b</sup>	396,995 <sup>c</sup>
Juvenile Parole Board	202,914	202,914		
	(2.8 FTE)			
Developmental Disabilities				
Council	826,931	25,000		801,931 <sup>d</sup>
	(6.0 FTE)			
MEDICAID CASH				
ACCOUNTING				
IMPLEMENTATION			500,000(T) <sup>b</sup>	
Health Insurance Portability				
and Accountability Act of				
1996	333,412	162,400 <sup>e</sup>	34,800 <sup>f</sup>	136,212(T) <sup>g</sup>
				(1.0 FTE)
	<u>4,773,578</u>			



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

5,273,578

<sup>a</sup> This amount shall be from Title IV-E of the Social Security Act.

<sup>b</sup> This amount shall be from local funds.

<sup>c</sup> Of this amount, \$255,716 shall be from the Title XX Social Services Block Grant and \$141,279 shall be from Title IV-E of the Social Security Act.

<sup>d</sup> This amount shall be from Title I of the Developmental Disabilities Assistance and Bill of Rights Act 2000.

<sup>e</sup> This amount is exempt from the statutory limit on state General Fund appropriations pursuant to Section 24-75-201.1 (1) (a) (III) (A), C.R.S.

<sup>f</sup> This amount is estimated to be cash funds from the U.S. Department of Veterans Affairs.

<sup>g</sup> This amount shall be from transfers from other areas of the Department of Human Services.

<sup>h</sup> THIS AMOUNT SHALL BE FROM MEDICAID FUNDS APPROPRIATED IN THE DEPARTMENT OF HEALTH CARE POLICY AND FINANCING AND IS FOR ALL ADMINISTRATIVE COSTS ASSOCIATED WITH THE TRANSITION FROM AN ACCRUAL BASIS OF ACCOUNTING TO A CASH BASIS OF ACCOUNTING FOR DEPARTMENT OF HUMAN SERVICES-MEDICAID FUNDED PROGRAMS; ANY UNEXPENDED BALANCE ON JUNE 30, 2003 IS INTENDED TO ROLL FORWARD AND REMAIN AVAILABLE FOR EXPENDITURE IN FY 2003-04.

~~48,701,613~~

49,201,613

**(4) OFFICE OF BEHAVIORAL HEALTH AND HOUSING**

**(B) Mental Health Community Programs<sup>59, 84</sup>**

Mental Health Capitation<sup>54</sup>.

<sup>62</sup>

~~146,127,702~~

~~146,127,702(T)<sup>5</sup>~~

	141,923,979		141,923,979(T) <sup>a</sup>	
Capitation Performance				
Incentive Awards <sup>63</sup>	2,580,000		2,580,000(T) <sup>a</sup>	
Medicaid Mental Health Fee for Service Payments	<del>3,618,529</del> 3,515,336		<del>3,618,529(T)<sup>a</sup></del> 3,515,336(T) <sup>a</sup>	
Medicaid Mental Health Services for Breast and Cervical Cancer Patients	71,175		71,175(T) <sup>a</sup>	
Medicaid Mental Health Child Placement Agency Program	7,152,728		7,152,728(T) <sup>b</sup>	
Medicaid Anti-Psychotic Pharmaceuticals <sup>64</sup>	<del>24,589,830</del> 23,893,876		<del>24,589,830(T)<sup>a</sup></del> 23,893,876(T) <sup>a</sup>	
Services for Target Clients <sup>65</sup>	27,399,346	20,164,969	2,235,259 <sup>c</sup>	4,999,118 <sup>d</sup>
Services for Non-Target Clients	703,762	703,762		
Goebel Lawsuit Settlement <sup>86, 87</sup>	18,313,230	9,316,678 (2.0 FTE)	8,996,552(T) <sup>e</sup>	
Assertive Community Treatment Programs	1,225,736	612,868	612,868(L) <sup>f</sup>	
Alternatives to Inpatient Hospitalization for Not Less than Twenty-four Full-time Placements for Six Months <sup>88</sup>	<u>877,500</u> <del>232,659,538</del>	877,500		

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
	227,656,668					

<sup>a</sup> These amounts shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing.

<sup>b</sup> This amount is shown for informational purposes only and reflects total estimated expenditures which originate as 50 percent General Fund appropriated to the Division of Child Welfare in the Department of Human Services and 50 percent federal funds transferred from the Department of Health Care Policy and Financing.

<sup>c</sup> Of this amount, \$1,688,201(T) shall be from the Division of Vocational Rehabilitation and \$547,058(L) shall be from local matching funds to provide a 33 percent match for General Fund appropriations for purchase of pharmaceuticals.

<sup>d</sup> Of this amount, it is estimated that \$4,577,373 shall be from the Mental Health Services Block Grant and \$421,745 shall be from the Homeless Prevention Block Grant.

<sup>e</sup> Of this amount, \$161,909 shall be from the Division of Vocational Rehabilitation and \$8,834,643 is shown for informational purposes only and reflects the portion of the Mental Health Capitation line item estimated to be used for services to the Goebel plaintiff class.

<sup>f</sup> This amount shall be from local matching funds.

**(C) Mental Health Institutes<sup>89, 90, 91</sup>**

Personal Services	<del>75,656,797</del>
	75,524,652
	(1,321.5 FTE)
Operating Expenses	8,903,864
General Hospital Personal Services	2,665,114

	(36.0 FTE)			
General Hospital Operating Expenses	334,654			
Educational Programs	694,335			
	(17.0 FTE)			
Indirect Cost Assessment	214,279			
	<u>88,469,043</u>	68,179,647 <sup>a</sup>	3,249,111 <sup>b</sup>	<del>17,040,285</del> <sup>c</sup>
	88,336,898			16,908,140 <sup>c</sup>

<sup>a</sup> Of this amount, \$248,351 is appropriated pursuant to a new requirement of federal law that increases the required level of service for an existing program. This amount is exempt from the statutory limit on state General Fund appropriations pursuant to Section 24-75-201.1 (1) (a) (III) (A), C.R.S.

<sup>b</sup> Of this amount, \$2,765,543 shall be from patient revenues and \$483,568 shall be from school districts and counties for the operation of residential treatment centers.

<sup>c</sup> Of this amount, \$14,532,215 shall be from patient revenues, \$2,178,915(T) shall be from the Department of Corrections, \$317,155(T) shall be from the Department of Education, and \$12,000(T) shall be from Institutional Programs for Persons with Developmental Disabilities. For informational purposes only, of the patient revenues, \$6,913,330(T) is estimated to be from revenue earned from Mental Health Community Capitation, \$2,686,453 is estimated to be from federal and other sources of patient revenues, \$947,603(T) is estimated to be from the Division of Youth Corrections and the Department of Health Care Policy and Financing for the operation of Residential Treatment Centers, and ~~\$3,984,829(T)~~ \$3,852,684(T) is estimated to be from Medicaid funds appropriated to the Department of Health Care Policy and Financing.

**(D) Alcohol and Drug Abuse Division<sup>7,8</sup>**

(2) Community Programs

(b) Other Community Programs

High Risk Pregnant Women Program	<del>349,656</del>			<del>349,656(T)</del> <sup>c</sup>
	339,646			339,646(T) <sup>a</sup>
Prevention Contracts	3,972,054	123,824	22,000 <sup>b</sup>	3,826,230 <sup>c</sup>

APPROPRIATION FROM

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
Persistent Drunk Driver Programs	342,050			342,050 <sup>d</sup>		
Law Enforcement Assistance Fund Contracts	335,828			315,000 <sup>e</sup>	20,828 <sup>f</sup>	
Federal Grants	<u>3,200,000</u>					3,200,000 <sup>g</sup>
	<del>8,199,588</del>					
	8,189,578					

<sup>a</sup> This amount shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing.

<sup>b</sup> This amount shall be from the Tobacco Use Prevention Fund, pursuant to Section 24-35-507, C.R.S.

<sup>c</sup> It is anticipated that this amount shall be from the Substance Abuse Prevention and Treatment Block Grant.

<sup>d</sup> This amount shall be from the Persistent Drunk Driver Cash Fund, pursuant to Section 42-3-130.5, C.R.S.

<sup>e</sup> This amount shall be from the Law Enforcement Assistance Fund, pursuant to Section 43-4-402 (2), C.R.S. If cash revenues from this source are insufficient to cover this appropriation, up to \$22,000 in reserves in the Law Enforcement Assistance Fund may be used to cover the balance of the appropriation.

<sup>f</sup> This amount shall be from reserves in the Law Enforcement Assistance Fund.

<sup>g</sup> This amount includes estimated receipts for various federal substance abuse prevention and treatment grants.

~~367,210,736~~

362,065,711

**(5) OFFICE OF REHABILITATION AND DISABILITY SERVICES**

**(B) Community Services for Persons with Developmental Disabilities**

Adult Community

Programs <sup>94, 95, 96</sup>	<del>260,350,354</del>	12,705,147	<del>247,645,207</del> <sup>a</sup>
	254,173,755		241,468,608 <sup>a</sup>

Preventive Dental

Hygiene <sup>98</sup>	<u>70,568</u>	67,040	3,528(L) <sup>b</sup>
-----------------------	---------------	--------	-----------------------

~~260,420,922~~

254,244,323

<sup>a</sup> Of this amount, ~~\$218,480,211(T)~~ \$212,303,612(T) shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing, \$21,618,192 shall be from client cash sources, \$7,055,490(L) shall be from local matching funds, and \$491,314(T) shall be from the Division of Vocational Rehabilitation.

<sup>b</sup> This amount shall be from local funds.

**(C) Institutional Programs for Persons with Developmental Disabilities**

Personal Services

~~37,417,521~~

36,337,589

(902.3 FTE)

Operating Expenses

2,137,437

Capital Outlay - Patient

Needs

80,249

Leased Space

255,228

Resident Incentive

Allowance

138,176

Purchase of Services

262,112

~~40,290,723~~

39,210,791

2,356,312<sup>a</sup>

~~37,934,411(T)~~<sup>b</sup>

36,854,479(T)<sup>b</sup>

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
	339,484,181 <del>+</del>					
	332,227,650					
<b>(9) DIVISION OF CHILD WELFARE<sup>112, 113</sup></b>						
Administration <sup>114</sup>	2,215,697 (29.0 FTE)	1,693,282(M)			59,190(T) <sup>a</sup>	463,225 <sup>b</sup>
Child Welfare Services <sup>115, 116</sup>	<del>293,377,461</del> 291,199,454	107,998,796			<del>120,995,600</del> 118,817,593 <sup>c</sup>	64,383,065 <sup>d</sup>
Family and Children's Programs	42,124,032 (3.0 FTE)	34,442,699			3,739,365(L) <sup>e</sup>	3,941,968 <sup>b</sup>
Independent Living Program	1,419,900					1,419,900 <sup>b</sup>
Promoting Safe and Stable Families Program	4,189,086 (2.0 FTE)	50,025(M)			997,246(L) <sup>e</sup>	3,141,815 <sup>f</sup>

<sup>a</sup> This amount shall be from client cash revenues.

<sup>b</sup> This amount shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing.

Expedited Permanency Planning Project	2,927,791	2,927,791		
Evaluation of Performance Agreement Pilot Projects	400,000	200,000(M)		200,000 <sup>b</sup>
Child Abuse Grant	269,455			269,455 <sup>e</sup> (3.0 FTE)
Central Registry of Child Protection	384,515		285,997 <sup>b</sup> (3.0 FTE)	98,518 <sup>d</sup>
Domestic Abuse Program Fund	676,776	676,776		
Domestic Abuse Program	1,209,776			1,209,776 <sup>f</sup> (2.0 FTE)
Adoptive Family Resource Registry	<u>56,205</u>			56,205 <sup>g</sup>
		<del>349,250,694</del>		
		347,072,687		

<sup>a</sup> This amount shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing.

<sup>b</sup> These amounts shall be from Title IV-E of the Social Security Act.

<sup>c</sup> Of this amount, ~~\$76,349,075(T)~~ \$74,171,068(T) shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing and \$44,646,525(L) shall be from local funds.

<sup>d</sup> Of this amount, \$36,422,532 shall be from Title IV-E of the Social Security Act, \$24,089,332 shall be from the Title XX Social Services Block Grant, and \$3,871,201 shall be from various sources of federal funds.

<sup>e</sup> These amounts shall be from local funds.

<sup>f</sup> This amount shall be from Title IV-B of the Social Security Act.

<sup>g</sup> This amount shall be from the National Center for Child Abuse.



---

 APPROPRIATION FROM
 

---

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
<b>(11) DIVISION OF YOUTH CORRECTIONS<sup>7, 8, 12</sup></b>						
<b>(C) Community Programs</b>						
Personal Services	6,853,863	6,805,135		48,728 <sup>a</sup>		
		(124.4 FTE)		(1.0 FTE)		
Operating Expenses	355,421	352,973		2,448 <sup>a</sup>		
Purchase of Contract Placements	<del>49,211,627</del> 48,916,693	39,113,495			<del>10,098,132(T)<sup>b</sup></del> 9,803,198(T) <sup>b</sup>	
Managed Care Pilot Project City and County of Denver Case Management	1,482,986 242,735	1,240,586 242,735			242,400(T) <sup>b</sup>	
Community Accountability Program	3,203,760	3,203,760				
S.B. 91-94 Programs <sup>120, 121</sup>	12,255,883	12,255,883				

<sup>a</sup> This amount shall be from the Central Registry Fund established pursuant to Section 19-3-313 (14), C.R.S.

<sup>i</sup> This amount shall be from reserves in the Central Registry Fund established pursuant to Section 19-3-313 (14), C.R.S.

<sup>j</sup> This amount shall be from donations to the Colorado Domestic Abuse Program and from reserves in the Colorado Domestic Abuse Program Fund, established pursuant to Section 39-22-802, C.R.S.

<sup>k</sup> This amount shall be from gifts, grants or donations.

Parole Program Services <sup>122</sup>	4,112,441	3,128,877	983,564 <sup>c</sup>
	<u>77,718,716</u>		
	77,423,782		

<sup>a</sup> These amounts shall be from the contractor for the Ridge View facility pursuant to Section 19-2-411.5 (2) (e), C.R.S.

<sup>b</sup> These amounts shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing.

<sup>c</sup> This amount shall be from Title IV-E of the Social Security Act.

~~+26,137,850~~  
125,842,916

**(12) DIVISION OF CHILDREN'S HEALTH AND REHABILITATION**

**(B) Services for Children with Developmental Disabilities**

Programs for Children with			
Developmental Disabilities	<del>17,875,906</del>	13,196,574	<del>4,679,332<sup>a</sup></del>
	17,768,454		4,571,880 <sup>a</sup>
Family Support Pilot <sup>123</sup>	<u>94,162</u>	94,162	
	<del>17,970,068</del>		
	17,862,616		

<sup>a</sup> Of this amount, ~~\$3,801,038(T)~~ \$3,693,586(T) shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing and \$878,294(L) shall be from local funds.

**(C) Children's Mental Health Services**

Enhanced Mental Health		
Pilot Services for Detained		
Youth	450,162	450,162

APPROPRIATION FROM

ITEM & SUBTOTAL	TOTAL	APPROPRIATION FROM				
		GENERAL FUND	GENERAL FUND EXEMPT	CASH FUNDS	CASH FUNDS EXEMPT	FEDERAL FUNDS
\$	\$	\$	\$	\$	\$	\$
Mental Health Early Intervention Program	390,213	351,192			39,021(L) <sup>a</sup>	
Juvenile Mental Health Pilot (H.B. 00-1034)	360,000	180,000			180,000(L) <sup>a</sup>	
Residential Treatment for Youth (H.B. 99-1116) <sup>124</sup>	<del>831,160</del> 813,111	204,545			<del>626,615(T)</del> <sup>b</sup> 608,566(T) <sup>b</sup>	
Early Childhood Mental Health Services <sup>125</sup>	469,000	398,650				70,350 <sup>c</sup>
Alternatives to Inpatient Hospitalization for Youth <sup>91</sup>	246,282	246,282				
	<u>2,746,817</u>					
	2,728,768					

<sup>a</sup> These amounts shall be from local matching funds.

<sup>b</sup> This amount shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing.

<sup>c</sup> This amount shall be from Child Care Development Funds.

~~21,002,316~~

20,876,815

**TOTALS PART VII,**

<b>(HUMAN SERVICES)</b> <sup>5, 6, 126, 127, 128, 129, 130</sup>	<del>\$1,894,987,436</del>	\$551,358,333 <sup>a</sup>	\$85,414,768	<del>\$776,015,115<sup>b</sup></del>	\$482,199,220
	<u>\$1,880,487,436</u>			<u>\$761,515,115<sup>b</sup></u>	

<sup>a</sup> Of this amount, \$410,751 is exempt from the statutory limit on state General Fund appropriations pursuant to Section 24-75-201.1 (1) (a) (III) (A), C.R.S.

<sup>b</sup> Of this amount, ~~\$616,140,764~~ \$601,640,764 contains a (T) notation, and \$ 105,838,701 contains an (L) notation."

**SECTION 6. 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: March 5, 2003