

Department of Public Health and Environment  
 Summary of Additional Budget Reduction Proposals  
 FY 2009-10  
 August 24, 2009

Number	Yes or No	Enter One	Division	Title	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE	List
	Corresponding FY 2010-11 Impact - Yes or No?	One Time or Base/Ongoing?									Other Department(s) Affected
1	yes	ongoing	Prevention Services Division	Reduce Tony Grampas Youth Services Grants	(\$1,000,000)	(\$1,000,000)	\$0	\$0	\$0	0.0	n
3	yes	ongoing	Prevention Services Division	Reduce the Dental Care Act Funding	(\$520,131)	(\$520,131)	\$0	\$0	\$0	0.0	n
NP-ES 1	yes	ongoing	Administration and Support	Risk Management Reduction of Liability, Property and Workers' Compensation Volatility	(\$24,340)	\$0	\$0	(\$24,340)	\$0	0.0	DPA
NP-ES 2	yes	ongoing	Administration and Support	Risk Management Contract Review and Reduction	(\$4,898)	\$0	\$0	(\$4,898)	\$0	0.0	DPA
NP-ES 3	yes	one time	Center for Health and Environmental Information	FY 2009-10 OIT Management and Administration One-time Adjustment	(\$16,649)	\$0	\$0	(\$16,649)	\$0	0.0	DPA
NP-ES 4	yes	one time	Administration and Support	State Fleet Rebates - One-Time Refinance	(\$44,718)	(\$177)	(\$32,763)	(\$8,631)	(\$3,147)	0.0	DPA
NP-ES 5	no	one time	Prevention Services Division	Cash Fund Financing- Tobacco Education Program Fund 18M	(\$7,000,000)	\$0	(\$7,000,000)	\$0	\$0	0.0	Health Care Policy and Financing
NP-ES 6	no	one time	Prevention Services Division	Cash Fund Financing- Prevention, Detection and Treatment Fund 18N	(\$7,000,000)	\$0	(\$7,000,000)	\$0	\$0	0.0	Health Care Policy and Financing
NP-ES 7	no	one time	Administration and Support	Cash Fund Financing- Health Disparities Grant Program Fund 19F	(\$1,000,000)	\$0	\$0	(\$1,000,000)	\$0	0.0	Health Care Policy and Financing
14					\$0						
15					\$0						
16					\$0						
17					\$0						
18					\$0						
<b>Total - Reductions</b>					<b>(\$16,610,736)</b>	<b>(\$1,520,308)</b>	<b>(\$14,032,763)</b>	<b>(\$1,054,518)</b>	<b>(\$3,147)</b>	<b>0.0</b>	

Department of Public Health and Environment  
 Summary of Annualizations of Additional Budget Reduction Proposals  
 As Compared to FY 2010-11 Base Request before Annualizations

FY 2010-11  
 August 24, 2009

Number	Yes or No	Enter One	Division	Title	Total Funds	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FTE	List
	Corresponding FY 2009-10 Impact -- Yes or No?	One Time or Base/Ongoing?									Other Department(s) Affected
1	yes	ongoing	Prevention Services Division	Reduce Tony Grampsas Youth Services Grants	(\$1,000,000)	(\$1,000,000)	\$0	\$0	\$0	0.0	n
3	yes	ongoing	Prevention Services Division	Reduce the Dental Care Act Funding	(\$520,131)	(\$520,131)	\$0	\$0	\$0	0.0	n
NP-ES 1	yes	ongoing	Administration and Support	Risk Management Reduction of Liability, Property and Workers' Compensation Volatility	(\$24,340)	\$0	\$0	(\$24,340)	\$0	0.0	DPA
NP-ES 2	yes	ongoing	Administration and Support	Risk Management Contract Review and Reduction	(\$4,898)	\$0	\$0	(\$4,898)	\$0	0.0	DPA
11					\$0						
12					\$0						
13					\$0						
14					\$0						
15					\$0						
16					\$0						
17					\$0						
18					\$0						
<b>Total - Reductions</b>					<b>(\$1,549,369)</b>	<b>(\$1,520,131)</b>	<b>\$0</b>	<b>(\$29,238)</b>	<b>\$0</b>	<b>0.0</b>	

**Schedule 13  
Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

Request Title: Reduce Tony Grampas Youth Services Grants  
 Department: Department of Public Health and Environment  
 Priority Number: NP # 1  
 Dept. Approval by: *[Signature]*  
 OSPB Approval: *[Signature]*  
 Date: August 7, 2009  
 Date: 8-13-09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/ Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	5,073,334	4,992,530	(1,000,000)	3,992,530	0	0	0	0	0	0
	FTE	2.8	3.0	0.0	3.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	999,301	1,000,000	(1,000,000)	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	4,074,033	3,992,530	0	3,992,530	0	0	0	0	0	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
<b>(10) Prevention Services Division, (D) Prevention Partnerships, (2) Tony Grampas Youth Services Program, Prevention Services Programs</b>	<b>Total</b>	5,073,334	4,992,530	(1,000,000)	3,992,530	0	0	0	0	0	0
	FTE	2.8	3.0	0.0	3.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	999,301	1,000,000	(1,000,000)	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	4,074,033	3,992,530	0	3,992,530	0	0	0	0	0	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0

Non-Line Item Request: None  
 Letternote Revised Text: None  
 Cash or Federal Fund Name and COFRS Fund Number: Fund 100, General Fund, Fund 100, Tobacco Master Settlement  
 Reappropriated Funds Source, by Department and Line Item Name: N/A  
 Approval by OIT? Yes:  No:  N/A:   
 Schedule 13s from Affected Departments: N/A



# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

James B. Martin  
Executive Director

*Budget Reduction Proposal  
August 24, 2009*

## *Reduce Tony Grampsas Youth Services Grants*

### **Proposal:**

The Department of Public Health and Environment proposes to eliminate the \$1.0 million in General Fund for the Tony Grampsas Youth Services Program (TGYS) in FY 2009-10. TGYS will have \$3,992,530 in cash spending authority remaining from the Tobacco Master Settlement Agreement (MSA) funding. This proposal also reduces \$1.0 million General Fund in FY 2010-11.

### **Summary of Request:**

- Recipients of TGYS grants are organizations that provide services to youth with a variety of different approaches and programs including early childhood education, violence prevention, mentoring, student dropout prevention and restorative justice programs.
- Evaluations of recipient programs have found that the programs spend the grant funds as intended, and on programs that appear to be valued in the different settings and communities where implemented. However, the Department does not have evidence that the program has produced an associated statewide decrease in the targeted negative outcomes such as school drop-out or recidivism or an increase in positive targets such as school readiness.
- There is no evidence to support that eliminating the General Fund will have a direct negative impact on the intended targeted outcomes.
- The following is a summary of the funding history of the TGYS Program:
  - FY 2002-2003 - Governor Owens vetoed the program's only funding source, \$7.6 million in General Fund, in order to cover budget losses after the 2002 recession.
  - FY 2003-2004 - There was no state funding allocated for the TGYS Program.
  - FY 2004-2005 - A one-time award of \$4 million in federal job growth dollars in addition to \$2.3 million in Master Settlement Agreement funding was appropriated but no General Fund was restored at that time.
  - FY 2005-2006 - \$3.5 million in Master Settlement Agreement funding was appropriated but no General Fund was allocated to the program this year.
  - FY 2006-2007 - A one-time award of \$4.0 million in General Fund in addition to \$3.2 million in MSA funding was allocated to the program this year.
  - FY 2007-2008 - \$3.3 million in Master Settlement Agreement funding was allocated to the program this year.
  - FY 2008-2009 - The General Assembly allocated \$1 million in General Fund along with \$4.1 million in Master Settlement Agreement funding to the program.
- To achieve the \$1 million reduction, the TGYS Board likely will implement the following strategies: eliminate training and technical assistance for grantees, limit program evaluation and reduce grants. Grant reductions likely will be achieved through an overall reduction to all grantees (93 contracts) of 18% or by eliminating grants to organizations that received the lowest scores on their original grant applications.

### **Assumptions and Tables to Show Calculations:**

General Fund appropriation is currently \$1 million (FY 2009-10).

Summary of Proposal FY 2009-10	Total Funds	General Fund
Total Proposal	(\$1,000,000)	(\$1,000,000)
(10) Prevention Services Division, (D) Prevention Partnerships, (2) Tony Grampsas Youth Services Program, Prevention Services Programs	(\$1,000,000)	(\$1,000,000)

Summary of Proposal FY 2010-11	Total Funds	General Fund
Total Proposal	(\$1,000,000)	(\$1,000,000)
(10) Prevention Services Division, (D) Prevention Partnerships, (2) Tony Grampsas Youth Services Program, Prevention Services Programs	(\$1,000,000)	(\$1,000,000)

**Current Statutory Authority or Needed Statutory Change:**

There is no statutory change required to eliminate the state support for this program. The appropriation for this program will be restricted under the existing authority of the Executive Director. However, the appropriation will require revision to reflect the reduction as noted in this requested budget action.

25-20.5-200 et seq. C.R.S. (2009) Tony Grampsas youth services program - creation - standards - applications.

*(1) (a) The youth crime prevention and intervention program created in part 28 of article 32 of title 24, C.R.S., as it existed prior to August 1, 2000, is hereby transferred to the division and is renamed the Tony Grampsas youth services program. All program grants in existence as of July 1, 2000, shall continue to be valid through July 31, 2001. Persons appointed to the youth crime prevention and intervention program board, hereby renamed the Tony Grampsas youth services board, shall continue serving until completion of their terms and may be reappointed as provided in section 25-20.5-202.*

*(b) The Tony Grampsas youth services program is established to provide state funding for community-based programs that target youth and their families for intervention services in an effort to reduce incidents of youth crime and violence. In addition, the Tony Grampsas youth services program shall promote prevention and education programs that are designed to reduce the occurrence and reoccurrence of child abuse and neglect and to reduce the need for state intervention in child abuse and neglect prevention and education.*

*(2) (a) The Tony Grampsas youth services program shall be administered through the division. Subject to the designation in paragraph (b) of this subsection (2), the Tony Grampsas youth services board created in section 25-20.5-202 shall choose those entities that will receive grants through the Tony Grampsas youth services program and the amount of each grant. In addition, the division shall monitor the effectiveness of programs that receive funds through the Tony Grampsas youth services program.*

*(b) Any grant awarded through the Tony Grampsas youth services program shall be paid from moneys appropriated pursuant to paragraph (c) of this subsection (2) or out of the general fund for such program. Each year, no less than twenty percent of the appropriation shall be designated and used exclusively for programs designed for children younger than nine years of age. The board, in accordance with the timelines adopted pursuant to section 25-20.5-202 (3), shall submit a list of the entities chosen to receive grants to the governor for approval. The governor shall either approve or disapprove the entire list of entities by responding to the board within twenty days. If the governor has not responded to the board*

*within twenty days after receipt of the list, the list shall be deemed approved. No grants shall be awarded through the Tony Grampsas youth services program without the prior approval of the governor.(c) Pursuant to section 24-75-1104.5 (1) (I), C.R.S., beginning in the 2004-05 fiscal year, and for each fiscal year thereafter so long as the state receives moneys pursuant to the master settlement agreement, the general assembly shall appropriate to the division for the Tony Grampsas youth services program four percent of the amount of moneys transmitted to the state treasurer in accordance with the master settlement agreement, other than attorney fees and costs, for the preceding fiscal year; except that the amount so appropriated to the division in any fiscal year shall not exceed five million dollars. The general assembly shall appropriate the amount specified in this paragraph (c) from moneys credited to the tobacco litigation settlement cash fund created in section 24-22-115, C.R.S.*

**Schedule 13  
Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

Request Title: Reduce the Dental Care Act Funding  
 Department: Department of Public Health and Environment  
 Priority Number: NP # 3  
 Dept. Approval: *[Signature]*  
 OSPB Approval: *[Signature]*  
 Date: August 12, 2009  
 Date: 8-13-09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	1,094,004	1,117,339	(520,131)	597,208	0	0	0	0	0	0
	FTE	3.3	3.0	0.0	3.0	0	0	0	0	0	0
	GF	382,008	579,356	(520,131)	59,225	0.0	0.0	0.0	0.0	0.0	0.0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	246,130	200,000	0	200,000	0	0	0	0	0	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	465,866	337,983	0	337,983	0	0	0	0	0	0
<b>(10) Prevention Services Division, (C) Rural - Primary Care, Dental Programs</b>	<b>Total</b>	1,094,004	1,117,339	(520,131)	597,208	0	0	0	0	0	0
	FTE	3.3	3.0	0.0	3.0	0	0	0	0	0	0
	GF	382,008	579,356	(520,131)	59,225	0.0	0.0	0.0	0.0	0.0	0.0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	246,130	200,000	0	200,000	0	0	0	0	0	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	465,866	337,983	0	337,983	0	0	0	0	0	0

Non-Line Item Request: None  
 Letternote Revised Text: None  
 Cash or Federal Fund Name and COFRS Fund Number: Fund 100, General Fund, Federal Fund - Fund 100 - Oral Health Workforce. Fund 434 State Dental Loan Repayment Fund  
 Reappropriated Funds Source, by Department and Line Item Name: N/A  
 Approval by OIT? Yes:  No:  N/A:   
 Schedule 13s from Affected Departments: N/A:



# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

*Budget Reduction Proposal  
August 24, 2009*

*James B. Martin  
Executive Director*

## *Reduce the Dental Care Act Funding*

### **Proposal:**

The Department of Public Health and Environment proposes to eliminate \$520,131 General Fund from the Dental Assistance Program for Seniors in FY 2009-10. This General Fund appropriation reimburses costs for dental care provided to eligible seniors. Although this program has no other source of funding and will no longer be able to provide dental services for seniors, historic underfunding has only allowed the program to serve 2.3% of the eligible population (25,000 seniors). This proposal reduces \$520,131 General Fund in FY 2010-11.

### **Summary of Request:**

- The Dental Assistance Program for Seniors provides reimbursement for dental procedures and appliances for seniors who qualify under the Old Age Pension Program and who see a participating dental care provider. This financial assistance is given to dental providers for services they provide to the eligible seniors.
- The statewide need/eligible population for senior services of this type is 25,000 but the program has served only 580 seniors a year<sup>1</sup>. Based on the national utilization rate for these services, it is estimated that 60% of eligible seniors (15,000 people) would seek services. In order to serve 15,000 seniors, the program would need a total of \$8,324,550.
- Elimination of General Fund for this program will remove financial assistance for seniors who qualify under the Old Age Pension Program.
- Retaining the \$59,225 General Fund in Personal Services costs in this line item will allow the Department to retain the federal funds/grant related to provider loan repayment services due to a federal match requirement. These funds provide approximately 3-6 providers with school loan repayment assistance. Of the federal grant, \$225,000 is used for student loan repayment services and the remaining \$90,000 in federal funding is used for additional workforce development such as provider training etc.

<sup>1</sup>For FY 2008-09 the Dental Assistance Program served approximately 580 seniors. Historically, the program serves approximately 800 seniors. This service reduction in FY 2008-09 was due to contractor non-compliance issues for which the Department did not provide payment. Of the General Fund withheld from the contract provider in FY 2008-09, \$192,896 was reverted for FY 2008-09.

### **Assumptions and Tables to Show Calculations:**

General Fund Appropriation \$579,356 (FY 2009-10).

Retain Program Personal services costs \$59,225

Reduction (\$579,356 appropriation-\$59,225 in Personal Services costs to be retained) = \$520,131 General Fund



580 seniors served in FY 2008-09/25,000 estimated eligible population in need of services = 2.3 %  
 580 seniors served in FY 2008-09/15,000 at estimated utilization rate = 3.8%  
 The Department estimates that the average cost for treatment is \$554.97 per person  
 The cost for 15,000 seniors seeking service X \$554.97 = \$8,324,550

Summary of Proposal FY 2009-10	Total Funds	General Fund	FTE
Total Proposal	(\$520,131)	(\$520,131)	(0.0)
(10) Prevention Services Division, (C) Rural - Primary Care, Dental Programs	(\$520,131)	(\$520,131)	(0.0)

Summary of Proposal FY 2010-11	Total Funds	General Fund	FTE
Total Proposal	(\$520,131)	(\$520,131)	(0.0)
(10) Prevention Services Division, (C) Rural - Primary Care, Dental Programs	(\$520,131)	(\$520,131)	(0.0)

**Current Statutory Authority or Needed Statutory Change:**

Statutes dictate that this program be executed subject to available appropriations. As a result, an Executive Order is required to stop the program until the appropriation can be changed as a result of this budget action request. No statutory change is currently required.

Article 21 (2009) Dental Care  
 25-21-102. Legislative declaration.

*(1) It is the purpose of this article to promote the public health and welfare of the people of Colorado by providing an alternative to the present Medicaid system which will furnish necessary dental appliances and services to individuals sixty years of age or older whose income and resources are insufficient to meet the costs of such appliances and services, thereby enabling individuals and families to attain or retain their capabilities for independence and self-care. (2) The objectives of this article shall be implemented through various executive departments, agencies, and political subdivisions of the state in cooperation with private individuals and organizations.*

25-21-104. Dental assistance program for seniors.

*Dental assistance program for seniors. (1) Subject to available appropriations, the department shall award service grants to qualified grantees for the purpose of providing dental and oral health services, including relief for pain and infection, oral cancer screening, dentures, denture maintenance and repair, and related dental services to eligible seniors in Colorado. In awarding service grants, the department shall consider the recommendations and advice of the advisory committee. If the department decides not to accept the recommendations of the advisory committee, the department shall state, in writing, the reasons for not accepting the recommendations. (2) The department shall: (a) Develop rules, procedures, and application forms to govern how service grants shall be awarded. Such rules shall include: (I) Outreach requirements; (II) Coordination with area agencies on aging. (b) Accept grant applications from grantees to provide dental and oral health services as described in subsection (1) of this section; (c) Contract with qualified grantees that are awarded a service grant to provide dental and oral health services to eligible seniors or*

to administer funds for the provision of such services through sub-grants, awards, or reimbursement processes that comply with the federal "Health Insurance Portability and Accountability Act of 1996", 42 U.S.C. sec. 1320d to 1320d-8; (d) Develop a monitoring procedure to assure that service grants are used to provide dental and oral health services to eligible seniors and that grantees are verifying the eligibility of the seniors served in the program for the old age pension program; (e) In awarding grants, give priority to grantees who can demonstrate the ability to leverage additional resources. (3) The department may seek alternatives for program administration and funding, including applying for federal waivers.

25-21-105. Copayments – fees- rules

(1) Nothing in this article shall preclude a grantee from charging an eligible senior a co-payment, but any co-payment assessed shall not exceed twenty percent of the cost of the services provided. (2) to (4) (Deleted by amendment, L. 2003, p. 2042, § 3, effective July 1, 2003.) (5) (Deleted by amendment, L. 2008, p. 353, § 1, effective August 5, 2008.) (6) The state board of health created in section 25-1-103 shall promulgate rules regarding allowable procedures and fees pursuant to this article based upon recommendations of the dental advisory committee created in section 25-21-107.5. The allowable procedures for which fees may be set shall include, but not be limited to, oral examination (diagnosis and treatment planning); emergency treatment (palliative); X rays - full mouth (periapical or panorex); X rays - bite wing; prophylaxis; full dentures, upper and lower, including adjustments; single, full, or acrylic partial dentures, including adjustments; repair of fractured dentures; replacement or repair of broken teeth; addition of teeth to a partial denture to replace a natural tooth; replacement of clasp, clasp intact; replacement of clasp, new clasp; removal of permanent teeth; surgical removal; reline (chairside); reline (laboratory processed); jump rebase (laboratory processed); partial dentures (chrome base cast); amalgam fillings (per surface); composite (per surface); periodontal treatment; and soft tissue treatment (surgical).

25-21-107.7. Program funding.

The general assembly shall make annual appropriations to the department for service grants and for the payment of administrative costs of the dental assistance program. A grantee's administrative costs shall not exceed ten percent of the grant amount awarded.

**Schedule 13**  
**Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

**Request Title:** Risk Management Reduction of Liability, Property, and Workers' Compensation Volatility  
**Department:** Department of Public Health and Environment  
**Priority Number:** "NP-ES 1"  
**Dept. Approval by:** *[Signature]*  
**OSPb Approval:** *[Signature]*  
**Date:** August 18, 2009  
**Date:** 8/19/09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/ Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	428,810	506,435	(24,340)	482,095	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	6,904	9,069	0	9,069	0	0	0	0	0	0
	CFE/RF	421,906	497,366	(24,340)	473,026	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
<b>(1) Administration and Support, (A)</b>	<b>Total</b>	273,205	345,036	(14,380)	330,656	0	0	0	0	0	0
Administration, Worker's Compensation	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	273,205	345,036	(14,380)	330,656	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
<b>(1) Administration and Support, (A)</b>	<b>Total</b>	155,605	161,399	(9,960)	151,439	0	0	0	0	0	0
Administration, Payment to Risk Management and Property Funds	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	6,904	9,069	0	9,069	0	0	0	0	0	0
	CFE/RF	148,701	152,330	(9,960)	142,370	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0

**Non-Line Item Request:** None  
**Letternote Revised Text:** b Of these amounts, \$45,472,400 \$15,147,760 shall be from indirect cost recoveries, \$25,000 shall be from tobacco-settlement moneys received from tobacco-settlement-supported programs in this and other departments pursuant to Section 25-1-108.5 (5) C.R.S., \$15,475 shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing, and \$82,903 shall be from various sources of reappropriated funds.  
**Cash or Federal Fund Name and COFRS Fund Number:** Fund 100, Indirect Cost Recoveries  
**Reappropriated Funds Source, by Department and Line Item Name:** Indirect Recoveries come from multiple lines based on a cost allocation model.  
**Approval by OIT?** Yes:  No:  N/A:   
**Schedule 13s from Affected Departments:** Department of Personnel and Administration.

**Schedule 13  
Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

Request Title: Risk Management Contract Review and Reduction  
 Department: Department of Public Health and Environment  
 Priority Number: "NP-ES 2"  
 Dept. Approval by: *[Signature]*  
 OSPB Approval: *[Signature]*  
 Date: August 18, 2009  
 Date: 8/19/09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	273,205	345,036	(4,898)	340,138	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0.0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	273,205	345,036	(4,898)	340,138	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
<b>(1) Administration and Support, (A)</b>	<b>Total</b>	273,205	345,036	(4,898)	340,138	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0.0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	273,205	345,036	(4,898)	340,138	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0

Non-Line Item Request: None  
 Letternote Revised Text: b Of these amounts, \$45,172,400 \$15,167,202 shall be from indirect cost recoveries, \$25,000 shall be from tobacco-settlement moneys received from tobacco-settlement-supported programs in this and other departments pursuant to Section 25-1-108.5 (5) C.R.S., \$15,475 shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing, and \$82,903 shall be from various sources of reappropriated funds.

Cash or Federal Fund Name and COFRS Fund Number: Fund 100, Indirect Cost Recoveries  
 Reappropriated Funds Source, by Department and Line Item Name: Indirect Recoveries come from multiple lines based on a cost allocation model.  
 Approval by OIT? Yes:  No:  N/A:   
 Schedule 13s from Affected Departments: Department of Personnel and Administration.

**Schedule 13  
Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

**Request Title:** FY 2009-10 OIT Management and Administration One-time Adjustment  
**Department:** Colorado Department of Public Health and Environment  
**Priority Number:** "NP-ES 3"  
**Dept. Approval by:** *Amber G. Far* **Date:** *August 19, 2009*  
**OSPb Approval:** *Jana Roche* **Date:** *8/19/09*

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/ Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	111,907	117,448	(16,649)	100,799	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	111,907	117,448	(16,649)	100,799	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
<b>(2) Center for Health and Environmental Information, (B) Information Technology Services, Management and Administration of OIT</b>	<b>Total</b>	111,907	117,448	(16,649)	100,799	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	111,907	117,448	(16,649)	100,799	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0

**Non-Line Item Request:** None  
**Letternote Revised Text:** b Of these amounts, ~~\$2,048,884~~ \$2,932,235 shall be from indirect cost recoveries and \$15,145 shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing.

**Cash or Federal Fund Name and COFRS Fund Number:** Fund 100, Indirect Cost Recoveries  
**Reappropriated Funds Source, by Department and Line Item Name:** Indirect Recoveries come from multiple lines based on a cost allocation model.  
**Approval by OIT?** Yes:  No:  N/A:   
**Schedule 13s from Affected Departments:** Office of Information Technology

**Schedule 13  
Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

Request Title: State Fleet Rebates - One-Time Refinance  
 Department: Department of Public Health and Environment  
 Priority Number: "NP-ES 4"  
 Dept. Approval by: *[Signature]*  
 OSPB Approval: *[Signature]*  
 Date: August 19, 2009  
 Date: 8/19/09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	230,735	272,609	(44,718)	227,891	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	1,081	(177)	904	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	161,634	199,729	(32,763)	166,966	0	0	0	0	0	0
	CFE/RF	36,127	52,619	(8,631)	43,988	0	0	0	0	0	0
	FF	28,179	19,180	(3,147)	16,033	0	0	0	0	0	0
	MCF	14,983	15,475	0	15,475	0	0	0	0	0	0
	MGF	4,795	4,952	0	4,952	0	0	0	0	0	0
<b>(1) Administration and Support; (A) Administration, Vehicle Lease Payments</b>	<b>Total</b>	225,940	272,609	(44,718)	227,891	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	1,081	(177)	904	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	161,634	199,729	(32,763)	166,966	0	0	0	0	0	0
	CFE/RF	36,127	52,619	(8,631)	43,988	0	0	0	0	0	0
	FF	28,179	19,180	(3,147)	16,033	0	0	0	0	0	0
	MCF	14,983	15,475	0	15,475	0	0	0	0	0	0
	MGF	4,795	4,952	0	4,952	0	0	0	0	0	0

**Non-Line Item Request:** None  
**Letternote Revised Text:** a Of these amounts, \$689,814 shall be from the Department of Public Health and Environment subaccount of the Automobile Inspection and Readjustment Account of the Highway Users Tax Fund established in Section 42-3-304 (18) (c), C.R.S., \$87,783 shall be from the Stationary Sources Control Fund created in Section 25-7-114.7 (2) (b) (I), C.R.S., and ~~\$3,064,470~~ \$3,018,707 shall be from various sources of cash funds.  
 b Of these amounts, \$15,172,100 shall be from indirect cost recoveries, \$25,000 shall be from tobacco-settlement moneys received from tobacco-settlement-supported programs in this and other departments pursuant to Section 25-1-108.5 (5) C.R.S., \$15,475 shall be from Medicaid funds appropriated to the Department of Health Care Policy and Financing, and ~~\$82,903~~ \$74,272 shall be from various sources of reappropriated funds.  
**Cash or Federal Fund Name and COFRS Fund Number:** Cash funds could be from a variety of cash funds in the department. See list below.  
**Reappropriated Funds Source, by Department and Line-Item Name:** Medicaid Funding from HCPF Facility Survey and Certification  
**Approval by OIT?** Yes:  No:  N/A:   
**Schedule 13s from Affected Departments:** Department of Personnel and Administration.

**Schedule 13**  
**Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11 <input type="checkbox"/>	Base Reduction Item FY 2010-11 <input type="checkbox"/>	Supplemental FY 2009-10 <input checked="" type="checkbox"/>	Budget Amendment FY 2010-11 <input type="checkbox"/>
<b>Request Title:</b> State Fleet Rebates - One-Time Refinance	<b>Dept. Approval by:</b>		<b>Date:</b>
<b>Department:</b> Department of Public Health and Environment	<b>OSPB Approval:</b>		<b>Date:</b>
<b>Priority Number:</b> "NP-ES 4"			

Fund	Fund Name	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
114	STREPTOCOCCUS TEST				126						
115	DONATIONS				127						
116	HAZARDOUS SUBSTANCES RESPONSE				128						
117	SOLID WASTE MGMNT RESERVE				224						
119	STATIONARY SOURCES				229						
120	WATER QUALITY				246						
121	NEWBORN GENETICS				249						
122	LAW ENFORCEMENT-DUI				265						
123	RADIATION CONTROL				266						
124	VITAL RECORDS				275						
13L	FIXED & ROTARY-WING AMBULANCES				276						
13M	NURSE HOME VISITOR PROGRAM				277						
13V	TOBACCO PROGRAM FUND				279						
14R	ADVANCE TECHNOLOGY FUND				280						
14V	MEDICAL MARIJUANA CASH FUND				297						
14W	CF&I SETTLEMENT FUND				406						
14X	HAZARDOUS SUBSTANCE SETTLEMENT				409						
15A	CATHODE RAY TUBE RECYCLING				434						
15L	STROKE PREVENTION & TREATMENT				11S						
16K	DRINKING WATER CASH FUND				12A						
16L	WHOLS FOOD MANF & STRGE PROTEC				12R						
17B	CORONER TRAINING FUND				13K						
18M	TOBACCO EDUCATION PROGRAMS				19S						
18N	PREVENTION DETECTION TREATMENT				19T						
19F	HEALTH DISPARITIES GRANTS FUND				20L						
19R	COMMERCIAL SWINE FEEDING OPERS				20M						
21L	STUDENT BEFORE/AFTER SCHOOL				20Q						
21S	ASSTD LIVING RESID IMPROVEMENT				20Y						
22K	COMP PUBLIC HEALTH PLAN				22R						

**Schedule 13  
Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

**Request Title:** Cash Fund Financing - Tobacco Education Program Fund 18M  
**Department:** Department of Public Health and Environment **Dept. Approval by:** *[Signature]* **Date:** August 19, 2009  
**Priority Number:** NP-ES 5 **OSP/B Approval:** *[Signature]* **Date:** 8-20-09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/ Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	26,885,441	26,283,727	(7,000,000)	19,283,727	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	26,885,441	26,283,727	(7,000,000)	19,283,727	0	0	0	0	0	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
<b>(10) Prevention Services Division, (5) Tobacco Education, Prevention, and Cessation, Tobacco Education, Prevention, and Cessation Grants</b>	<b>Total</b>	26,885,441	26,283,727	(7,000,000)	19,283,727	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	26,885,441	26,283,727	(7,000,000)	19,283,727	0	0	0	0	0	0
	CFE/RF	0	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0

**Non-Line Item Request:** N/A  
**Letternote Revised Text:** N/A  
**Cash or Federal Fund Name and COFRS Fund Number:** Tobacco Education Programs Fund, Fund 18M  
**Reappropriated Funds Source, by Department and Line Item Name:** N/A  
**Approval by OIT?** Yes:  No:  N/A:   
**Schedule 13s from Affected Departments:** Health Care Policy and Financing



STATE OF COLORADO FY 2010-11 BUDGET REQUEST CYCLE: DEPARTMENT OF HEALTH CARE POLICY AND FINANCING

Schedule 13											
Change Request for FY 2010-11 Budget Request Cycle											
Decision Item FY 2010-11	Base Reduction Item FY 2010-11				Supplemental FY 2009-10	Budget Amendment FY 2010-11					
<b>Request Title:</b>	DPHE - Cash Fund Financing- Tobacco Education Program Fund 18M										
<b>Department:</b>	Health Care Policy and Financing				<b>Dept. Approval by:</b>	John Bartholomew <i>JTB</i>		<b>Date:</b>	August 24, 2009 <i>8/19/09</i>		
<b>Priority Number:</b>	NP-ES16 (DPHE NP-ES5)				<b>OSPB Approval:</b>	<i>John H. [Signature]</i>		<b>Date:</b>	<i>8-20-09</i>		
	1	2	3	4	5	6	7	8	9	10	
	Prior-Year		Supplemental	Total	Base	Decision/	November 1	Budget	Total	Change	
	Actual	Appropriation	Request	Revised	Request	Base	Request	Amendment	Revised	from Base	
	Fund	FY 2008-09	FY 2009-10	FY 2009-10	FY 2009-10	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	2,526,991,443	2,572,042,638	0	2,572,042,638	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	928,490,751	1,112,661,142	(7,000,000)	1,105,661,142	0	0	0	0	0	0
	GFE	39,251,792	0	0	0	0	0	0	0	0	0
	CF	109,633,539	167,097,000	7,000,000	174,097,000	0	0	0	0	0	0
	CFE/RF	2,631,068	2,746,329	0	2,746,329	0	0	0	0	0	0
	FF	1,446,984,293	1,289,538,167	0	1,289,538,167	0	0	0	0	0	0
<b>(2) Medical Services Premiums</b>	<b>Total</b>	2,526,991,443	2,572,042,638	0	2,572,042,638	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	928,490,751	1,112,661,142	(7,000,000)	1,105,661,142	0	0	0	0	0	0
	GFE	39,251,792	0	0	0	0	0	0	0	0	0
	CF	109,633,539	167,097,000	7,000,000	174,097,000	0	0	0	0	0	0
	CFE/RF	2,631,068	2,746,329	0	2,746,329	0	0	0	0	0	0
	FF	1,446,984,293	1,289,538,167	0	1,289,538,167	0	0	0	0	0	0
<b>Non-Line Item Request:</b>	None.										
<b>Letternote Revised Text:</b>	Of this amount, \$84,016,715(H) shall be from the Health Care Expansion Fund created in Section 24-22-117 (2) (a) (I), C.R.S., \$22,418,342 (H) shall be from the Nursing Facility Cash Fund created in Section 25.5-6-203 (2) (a), C.R.S., \$22,107,094 represents public funds certified as expenditures incurred by public hospitals and agencies that are eligible for federal financial participation under the Medicaid program, \$874,603 shall be from the Breast and Cervical Cancer Prevention and Treatment Fund created in section 25.5-5-308 (B) (a), C.R.S., \$784,875 (H) shall be from the Colorado Autism Treatment Fund created in Section 25.5-6-805, C.R.S., \$250,000 (H) shall be from the Coordinated Care for People with Disabilities Fund created in Section 25.5-6-111 (4), C.R.S., and \$7,000,000 shall be from the Tobacco Education Programs Fund administered by the Department of Public Health and Environment.										
<b>Cash or Federal Fund Name and COFRS Fund Number:</b>	FF: Title XIX										
<b>Reappropriated Funds Source, by Department and Line Item Name:</b>	None.										
<b>Approval by OIT?</b>	Yes: <input type="checkbox"/>	No: <input type="checkbox"/>	N/A: <input checked="" type="checkbox"/>								
<b>Schedule 13s from Affected Departments:</b>	Department of Public Health and Environment.										

# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT



James B. Martin  
Executive Director

*Proposed Cash Fund Financing*

*August 24, 2009*

**Name of Fund:** Tobacco Education Program Fund (18M)

**Purpose of Fund:** This Fund is used to reduce the initiation of tobacco use by children, promote cessation and reduce exposure to second hand smoke. The funds are to be used for evidence based grant programs only. This Fund is Amendment 35 protected and 16% of the annual Amendment 35 tobacco tax revenue is currently deposited into this fund.

**Projected End-of-Year Balance:**

	<b>FY 08-09</b>	<b>FY 09-10</b>
Projected End of Year Balance with No Action	\$2.5 million	
Current Balance YTD FY 2008-09		\$2.5 million
July 1 Projected Balance Out Years		
Plus Projected Revenue		\$26.5 million
Less Projected Mandatory Expenditures/diversion due to SB 09-271 and other Department contracts/personal services obligations		(\$14.8 million)
Less Transfer Pursuant to SB09-208 or SB09-279		\$0
Equals Proposed Projected End of Year Balance		\$14.2 million
<b>Recommended Transfer</b>		<b>\$7 million</b>
<b>Projected End of Year Balance with Transfer</b>		<b>\$7.2 million</b>
*Mandatory Expenditures only includes expenditures mandated by statute, recent legislation or required Long Bill line item transfer.		

**Impact of Recommended Reduction:**

Diverting funds from the Tobacco Education Programs Cash Fund will limit the funds available for the Department of Public Health and Environment to distribute to local health providers for contract services. These contract services include tobacco cessation and general tobacco education programs.

**Assumptions:**

The current balance in the Tobacco Education Cash Fund is approximately \$2.5 million. This entire amount can be utilized for a refinance since all FY 2008-09 required transfers have already occurred. Additionally, in FY 2009-10, revenue is anticipated to be approximately \$26.5 million. There is an \$8 million diversion already accounted for in Senate Bill 09-271 and another \$6.8 million obligated for other purposes (Department of Health Care Policy Financing and other contracts and personal services obligation) which would leave approximately \$14.2 million in the fund for FY 2009-10. The entire \$14.2 million anticipated for an ending balance in FY 2009-10 could be diverted or utilized for refinance purposes. However, the Department and the Office of State Planning and Budgeting request to utilize \$7 million from the fund in order to refinance General Fund Medicaid costs within the Department of Health Care Policy and Financing.

Under Amendment 35, tobacco tax funds can be used to offset General Fund which is appropriated for health-related purposes upon declaration of a fiscal emergency as deemed by a two thirds (2/3) vote of the General Assembly. Senate Joint Resolution 09-035 passed by a two thirds (2/3) vote and declared the fiscal emergency for FY 2009-10. This refinance will operate under this fiscal emergency as well. As criteria, under Senate Bill 09-271, Amendment 35 funds were used for Medicaid expenses to offset General Fund and are again being requested for the same purpose.

It is anticipated that Amendment-35 brings in approximately \$180 Million annually with 46% going to the Health Care Policy and Financing Health Care Expansion Fund, 19% to the Health Care Policy and Financing Primary Care Fund, 16% to Department of Public Health and Environment Tobacco Education, and 16% to Department of Public Health and Environment Prevention, Early Detection, and Treatment Fund, and 3% to the General Fund for health-related purposes.

<b>Summary of Proposal FY 2009-10</b>	<b>Total Funds</b>	<b>General Fund</b>	<b>Cash Fund</b>	<b>FTE</b>
Total Proposal	(\$7,000,000)	(\$7,000,000)	(\$0)	(0.0)
CDPHE- (10) Prevention Services Division, (5) Tobacco Education, Prevention, and Cessation, Tobacco Education, Prevention, and Cessation Grants.	(\$7,000,000)	(\$0)	(\$7,000,000)	(0.0)
HCPF- (2) Medical Services Premiums	(\$0)	(\$7,000,000)	\$7,000,000	(0.0)

<b>Summary of Proposal FY 2010-11</b>	<b>Total Funds</b>	<b>General Fund</b>	<b>Cash Fund</b>	<b>FTE</b>
Total Proposal	(\$0)	(\$0)	(\$0)	(0.0)
(10) Prevention Services Division, (5) Tobacco Education, Prevention, and Cessation, Tobacco Education, Prevention, and Cessation Grants.	(\$0)	(\$0)	(\$0)	(0.0)
HCPF- (2) Medical Services Premiums	(\$0)	(\$0)	(\$0)	(0.0)

The entire \$7 million cash balance amount identified in this request has already been issued in grants to local providers. As a result of this request and corresponding budget action, the Department will have to rescind those grant awards. For the grants that will be rescinded, the Department will make recommendations to the respective review committees and they will make final decisions. Once those decisions are made, modified contracts/purchase orders will be issued to the affected grantees.

**Current Statutory Authority or Needed Statutory Change:**

These funds are for evidence based grant programs only and are constitutionally protected through Amendment 35 language. Any excess funds need to be diverted to refinance another health related state cost and could not simply be transferred to the General Fund. Statutes will need to be adjusted by a bill to reflect the new funding diverted from the fund in FY 2009-10.

The Governor will limit the funds for the tobacco education programs through an executive order and a restriction on the appropriation. The appropriation to the various programs which receive funds from the Tobacco Education cash fund will need to be revised based on this budget request as noted in the Schedule 13 for the related long bill line item.

Section 24-22-117, C.R.S. (2008);

(c) (I) The tobacco education programs fund to be administered by the department of public health and environment. The state treasurer and the controller shall transfer an amount equal to sixteen percent of the moneys deposited into the cash fund, plus sixteen percent of the interest earned on those moneys, to the tobacco education programs fund. All interest derived from the deposit and investment of moneys in the tobacco education programs fund shall be credited to the tobacco education programs fund. Any unexpended and unencumbered moneys remaining in the tobacco education programs fund at the end of a fiscal year shall remain in the fund and shall not be credited or transferred to the general fund or any other fund.

(II) The interest derived from the deposit and investment of moneys in the tobacco education programs fund may be used to give credit to a wholesaler or distributor for taxes paid on cigarettes or other tobacco products that are bad debts pursuant to sections 39-28-104 and 39-28.5-107, C.R.S.; except that the interest earned on the tobacco education programs fund shall be used only for that portion of the bad debt attributable to the taxes imposed pursuant to section 21 of article X of the state constitution.

(III) For fiscal year 2005-06 and each fiscal year thereafter, moneys in the tobacco education programs fund shall be annually appropriated by the general assembly as follows:

(A) To the prevention services division of the department of public health and environment for the tobacco education, prevention, and cessation programs specified in part 8 of article 3.5 of title 25, C.R.S.; and

(B) Up to three hundred fifty thousand dollars to the division of liquor enforcement in the department of revenue for the purpose of enforcing laws relating to the sale of tobacco to minors.

25-3.5-804- C.R.S.;

(1) There is hereby created the tobacco education, prevention, and cessation grant program to provide funding for community-based and statewide tobacco education programs designed to reduce initiation of tobacco use by children and youth, promote cessation of tobacco use among youth and adults, and reduce exposure to secondhand smoke. Any such tobacco programs may be presented in combination with other substance abuse programs. The program shall be administered by the emergency medical services and prevention division within the department and coordinated with efforts pursuant to part 5 of article 35 of title 24, C.R.S. The state board shall award grants to selected entities from moneys appropriated to the department from the tobacco education programs fund created in section 24-22-117, C.R.S.

**Schedule 13  
Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

Request Title: Cash Fund Financing - Prevention, Early Detection and Treatment Fund 18N  
 Department: Department of Public Health and Environment Dept. Approval by: *Amberlynn Far* Date: August 19, 2009  
 Priority Number: NP-ES 6 OSPB Approval: *JM* Date: 8-20-09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/ Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	23,305,114	24,271,382	(7,000,000)	17,271,382	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	24,271,382	(7,000,000)	17,271,382	0	0	0	0	0	0
	CFE/RF	23,305,114	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
<b>(10) Prevention Services Division, (1) Programs and Administration, Cancer, Cardiovascular Disease, and Pulmonary Disease Grants</b>	<b>Total</b>	23,305,114	24,271,382	(7,000,000)	17,271,382	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	24,271,382	(7,000,000)	17,271,382	0	0	0	0	0	0
	CFE/RF	23,305,114	0	0	0	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0

Non-Line Item Request: N/A  
 Letternote Revised Text: N/A  
 Cash or Federal Fund Name and COFRS Fund Number: Prevention, Early Detection, and Treatment Fund, Fund 18N  
 Reappropriated Funds Source, by Department and Line Item Name: N/A  
 Approval by OIT? Yes:  No:  N/A:   
 Schedule 13s from Affected Departments: Health Care Policy and Financing

STATE OF COLORADO FY 2010-11 BUDGET REQUEST CYCLE: DEPARTMENT OF HEALTH CARE POLICY AND FINANCING

Schedule 13													
Change Request for FY 2010-11 Budget Request Cycle													
Decision Item FY 2010-11	<input type="checkbox"/>	Base Reduction Item FY 2010-11			<input type="checkbox"/>	Supplemental FY 2009-10			<input checked="" type="checkbox"/>	Budget Amendment FY 2010-11			<input type="checkbox"/>
Request Title:	DPHE - Cash Fund Financing- Prevention, Detection and Treatment Fund 1BN												
Department:	Health Care Policy and Financing				Dept. Approval by:	John Bartholomew <i>JB</i>			Date:	August 24, 2009 <i>8/19/09</i>			
Priority Number:	NP-ES18 (DPHE NP-ESB)				OSPB Approval:	<i>John M. Z...</i>			Date:	<i>8-20-09</i>			
		1	2	3	4	5	6	7	8	9	10		
		Prior-Year			Total		Decision/			Total	Change		
		Actual	Appropriation	Request	Revised	Base	Base	November 1	Budget	Revised	from Base		
	Fund	FY 2008-09	FY 2009-10	FY 2009-10	FY 2009-10	Request	Reduction	Request	Amendment	Request	(Column 5)		
		FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2011-12		
<b>Total of All Line Items</b>	<b>Total</b>	2,526,991,443	2,572,042,638	0	2,572,042,638	0	0	0	0	0	0		
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0		
	GF	928,490,751	1,112,661,142	(7,000,000)	1,105,661,142	0	0	0	0	0	0		
	GFE	39,251,792	0	0	0	0	0	0	0	0	0		
	CF	109,633,539	167,097,000	7,000,000	174,097,000	0	0	0	0	0	0		
	CFE/RF	2,631,068	2,746,329	0	2,746,329	0	0	0	0	0	0		
	FF	1,446,984,293	1,289,538,167	0	1,289,538,167	0	0	0	0	0	0		
<b>(2) Medical Services Premiums</b>	<b>Total</b>	2,526,991,443	2,572,042,638	0	2,572,042,638	0	0	0	0	0	0		
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0		
	GF	928,490,751	1,112,661,142	(7,000,000)	1,105,661,142	0	0	0	0	0	0		
	GFE	39,251,792	0	0	0	0	0	0	0	0	0		
	CF	109,633,539	167,097,000	7,000,000	174,097,000	0	0	0	0	0	0		
	CFE/RF	2,631,068	2,746,329	0	2,746,329	0	0	0	0	0	0		
	FF	1,446,984,293	1,289,538,167	0	1,289,538,167	0	0	0	0	0	0		
Non-Line Item Request:	None.												
Letternote Revised Text:	Of this amount, \$84,016,715(H) shall be from the Health Care Expansion Fund created in Section 24-22-117 (2) (a) (I), C.R.S., \$22,418,342 (H) shall be from the Nursing Facility Cash Fund created in Section 25.5-6-203 (2) (a), C.R.S., \$22,107,094 represents public funds certified as expenditures incurred by public hospitals and agencies that are eligible for federal financial participation under the Medicaid program, \$874,803 shall be from the Breast and Cervical Cancer Prevention and Treatment Fund created in section 25.5-5-308 (b) (a), C.R.S., \$784,875 (H) shall be from the Colorado Autism Treatment Fund created in Section 25.5-6-805, C.R.S., \$250,000 (H) shall be from the Coordinated Care for People with Disabilities Fund created in Section 25.5-6-111 (4), C.R.S., and \$7,000,000 shall be from the Prevention, Early Detection and Treatment Fund administered by the Department of Public Health and Environment.												
Cash or Federal Fund Name and COFRS Fund Number:	FF: Title XIX												
Reappropriated Funds Source, by Department and Line Item Name:	None.												
Approval by OIT?	Yes: <input type="checkbox"/>	No: <input type="checkbox"/>	N/A: <input checked="" type="checkbox"/>										
Schedule 13s from Affected Departments:	Department of Public Health and Environment.												

# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT



James B. Martin

Executive Director

*Proposed Cash Fund Financing*

*August 24, 2009*

**Name of Fund:** Prevention, Early Detection and Treatment Fund (18N)

**Purpose of Fund:** This cash fund provides grants to local entities/agencies for prevention related activities including funds for breast and cervical transfer screenings. Grants typically run in three year cycles. 16% of Amendment 35 tobacco tax revenue goes into this fund on an annual basis.

**Projected End-of-Year Balance:**

	<b>FY 08-09</b>	<b>FY 09-10</b>
Projected End of Year Balance with No Action	\$20 million	
Current Balance YTD FY 2008-09		\$20 million
July 1 Projected Balance Out Years		
Plus Projected Revenue		\$22.5 million
Less Projected Mandatory Expenditures/diversion due to SB 09-271 and other Department contracts/personal services obligations*		(\$17 million)
Less Transfer Pursuant to SB09-208 or SB09-279		\$0
Equals Proposed Projected End of Year Balance		\$25.5 million
<b>Recommended Transfer</b>		<b>\$ 7 million</b>
<b>Projected End of Year Balance with Transfer</b>		<b>\$18.5 million</b>
*Mandatory Expenditures only includes expenditures mandated by statute, recent legislation or required Long Bill line item transfer.		

**Impact of Recommended Reduction:**

Diverting funds from the Prevention, Early Detection and Treatment Fund would limit the funds available for the Department of Public Health and Environment to distribute to local health providers for contract services.

**Assumptions:**



The Current balance in the Prevention, Early Detection and Treatment cash fund is approximately \$20 million at the end of FY 2008-09 which can be diverted or used for refinance purposes. FY 2009-10 revenues are anticipated to be \$22.5 million and there is a FY 2009-10 obligation of \$17 million (including a \$12 million transfer due to SB 09-271 and approximately \$5 million for other purposes such as a transfer to the Department of Health Care Policy and Financing, breast and cervical cancer screening and treatment etc). This will leave the fund with approximately \$25.5 million at the end of FY 2009-10. The Department and the Office of State Planning and Budgeting request that \$7 million from the Prevention, Early Detection and Treatment cash fund be utilized to refinance General Fund Medicaid costs within the Department of Health Care Policy and Financing for FY 2009-10.

Under Amendment 35, tobacco tax funds can be used to offset General Fund which is appropriated for health-related purposes upon declaration of a fiscal emergency as deemed by a two thirds (2/3) vote of the General Assembly. Senate Joint Resolution 09-035 passed by a two thirds (2/3) vote and declared the fiscal emergency for FY 2009-10. This refinance will operate under this fiscal emergency as well. As criteria, under Senate Bill 09-271, Amendment 35 funds were used for Medicaid expenses to offset General Fund and are again being requested for the same purpose.

It is anticipated that Amendment-35 brings in approximately \$180 Million annually with 46% going to the Department of Health Care Policy and Financing's Health Care Expansion Fund, 19% to the Department of Health Care Policy and Financing's Primary Care Fund, 16% to Department of Public Health and Environment Tobacco Education, and 16% to the Department of Public Health and Environment's Prevention, Early Detection, and Treatment Fund, and 3% to the General Fund for health-related purposes.

<b>Summary of Proposal FY 2009-10</b>	<b>Total Funds</b>	<b>General Fund</b>	<b>Cash Fund</b>	<b>FTE</b>
Total Proposal	(\$7,000,000)	(\$7,000,000)	(\$0)	(0.0)
CDPHE- (10) Prevention Services Division, (1) Programs and Administration, Cancer, Cardiovascular Disease, and Pulmonary Disease Grants.	(\$7,000,000)	(\$0)	(\$7,000,000)	(0.0)
HCPF- (2) Medical Services Premiums	(\$0)	(\$7,000,000)	\$7,000,000	(0.0)

<b>Summary of Proposal FY 2010-11</b>	<b>Total Funds</b>	<b>General Fund</b>	<b>Cash Fund</b>	<b>FTE</b>
Total Proposal	(\$0)	(\$0)	(\$0)	(0.0)
CDPHE- (10) Prevention Services Division, (1) Programs and Administration, Cancer, Cardiovascular Disease, and Pulmonary Disease Grants.	(\$0)	(\$0)	(\$0)	(0.0)
HCPF- (2) Medical Services Premiums	(\$0)	(\$0)	(\$0)	(0.0)

The entire \$7 million cash balance amount identified in this request has already been issued in grants to local providers. As a result of this request and corresponding budget action, the Department will have to rescind those grant awards. For the grants that will be rescinded, the Department will make

recommendations to the respective review committees and they will make final decisions. Once those decisions are made, modified contracts/purchase orders will be issued to the affected grantees.

**Current Statutory Authority or Needed Statutory Change:**

Amendment 35 funds can be diverted to health related programs (for refinance) but not simply transferred to General Fund and the funds are to be used for evidence based grant programs only. Transfers from this fund would require a statutory change. This Fund is Amendment 35 protected and 16% of the annual Amendment 35 tobacco tax revenue is currently deposited into this fund.

An Executive Order will need to be issued by the Governor in order to limit the funds for the programs supported by this cash fund as statutes require that funding be annually appropriated to prevention related programs. The appropriation for the Prevention Services Division, specifically related to Cancer, Cardiovascular Disease, and Pulmonary Disease Grants will need to be reduced however, the statutes do not need to be amended.

Statutory authority is located within Section 24-22-117 (2) (d) C.R.S.(2008):

(d) (I) The prevention, early detection, and treatment fund to be administered by the department of public health and environment. The state treasurer and the controller shall transfer an amount equal to sixteen percent of the moneys deposited into the cash fund, plus sixteen percent of the interest earned on those moneys, to the prevention, early detection, and treatment fund. All interest derived from the deposit and investment of moneys in the prevention, early detection, and treatment fund shall be credited to the prevention, early detection, and treatment fund. Any unexpended and unencumbered moneys remaining in the prevention, early detection, and treatment fund at the end of a fiscal year shall remain in the fund and shall not be credited or transferred to the general fund or any other fund. The moneys in the prevention, early detection, and treatment fund shall be annually appropriated by the general assembly to the department of public health and environment for allocation by the department consistent with the provisions of this paragraph (d).

(II) Of the moneys appropriated annually by the general assembly to the department of public health and environment pursuant to subparagraph (I) of this paragraph (d), moneys shall be annually allocated by the department of public health and environment for breast and cervical cancer screenings pursuant to section 25-4-1505, C.R.S., and transferred to the department of health care policy and financing for the breast and cervical cancer treatment program established in section 25.5-5-308, C.R.S., in the following amounts not to exceed five million dollars in any fiscal year.

Any excess funds would need to be diverted to refinance another health related state cost and could not simply be transferred to the General Fund. As noted above, statutes may need to be changed/amended by a bill to update the funding diverted from the fund in FY 2009-10.

**Schedule 13  
Change Request for FY 2010-11 Budget Request Cycle**

Decision Item FY 2010-11  Base Reduction Item FY 2010-11  Supplemental FY 2009-10  Budget Amendment FY 2010-11

Request Title: Cash Fund Financing - Health Disparities Grant Program Fund 19F  
 Department: Department of Public Health and Environment Dept. Approval by: *[Signature]* Date: August 19, 2009  
 Priority Number: NP-ES 7 OSPB Approval: *[Signature]* Date: 8-20-09

	Fund	1	2	3	4	5	6	7	8	9	10
		Prior-Year Actual FY 2008-09	Appropriation FY 2009-10	Supplemental Request FY 2009-10	Total Revised Request FY 2009-10	Base Request FY 2010-11	Decision/ Base Reduction FY 2010-11	November 1 Request FY 2010-11	Budget Amendment FY 2010-11	Total Revised Request FY 2010-11	Change from Base (Column 5) FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	2,980,718	8,463,419	(1,000,000)	7,463,419	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	2,980,718	8,463,419	(1,000,000)	7,463,419	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0
<b>(1) Administration and Support; (B) Special Health Programs, (1) Health Disparities Program, Health Disparities Grants</b>	<b>Total</b>	2,980,718	8,463,419	(1,000,000)	7,463,419	0	0	0	0	0	0
	FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	GF	0	0	0	0	0	0	0	0	0	0
	GFE	0	0	0	0	0	0	0	0	0	0
	CF	0	0	0	0	0	0	0	0	0	0
	CFE/RF	2,980,718	8,463,419	(1,000,000)	7,463,419	0	0	0	0	0	0
	FF	0	0	0	0	0	0	0	0	0	0

Non-Line Item Request: N/A  
 Letternote Revised Text: N/A  
 Cash or Federal Fund Name and COFRS Fund Number: Health Disparities Grant program Fund, Fund 19F  
 Reappropriated Funds Source, by Department and Line Item Name: (10) Prevention Services Division; (A) Prevention Programs; (1) Programs and Administration, Transfer to the Health Disparities Grant Program Fund  
 Approval by OIT? Yes:  No:  N/A:   
 Schedule 13s from Affected Departments: Health Care Policy and Financing

STATE OF COLORADO FY 2010-11 BUDGET REQUEST CYCLE: DEPARTMENT OF HEALTH CARE POLICY AND FINANCING

Schedule 13										
Change Request for FY 2010-11 Budget Request Cycle										
Decision Item FY 2010-11	Base Reduction Item FY 2010-11				Supplemental FY 2009-10			Budget Amendment FY 2010-11		
<b>Request Title:</b>	DPHE - Cash Fund Financing- Health Disparities Grant Program Fund 19F									
<b>Department:</b>	Health Care Policy and Financing				<b>Dept. Approval by:</b>		John Bartholomew <i>JD</i>		<b>Date:</b> August 24, 2009 <i>8/19/09</i>	
<b>Priority Number:</b>	NP-ES17 (DPHE NP-ES7)				<b>OSPB Approval:</b>		<i>Smuz</i>		<b>Date:</b> <i>8-20-09</i>	
		1	2	3	4	5	6	8	9	10
		Prior-Year		Supplemental	Total		Decision/		Total	Change
		Actual	Appropriation	Request	Revised	Base	Base	November 1	Budget	Revised
	Fund	FY 2008-09	FY 2009-10	FY 2009-10	Request	Request	Reduction	Request	Amendment	Request
					FY 2009-10	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11	FY 2010-11
										(Column 5)
										FY 2011-12
<b>Total of All Line Items</b>	<b>Total</b>	2,526,991,443	2,572,042,638	0	2,572,042,638	0	0	0	0	0
	<b>FTE</b>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	<b>GF</b>	928,490,751	1,112,661,142	(1,000,000)	1,111,661,142	0	0	0	0	0
	<b>GFE</b>	39,251,792	0	0	0	0	0	0	0	0
	<b>CF</b>	109,633,539	167,097,000	0	167,097,000	0	0	0	0	0
	<b>CFE/RF</b>	2,631,068	2,746,329	1,000,000	3,746,329	0	0	0	0	0
	<b>FF</b>	1,446,984,293	1,289,538,167	0	1,289,538,167	0	0	0	0	0
<b>(2) Medical Services Premiums</b>	<b>Total</b>	2,526,991,443	2,572,042,638	0	2,572,042,638	0	0	0	0	0
	<b>FTE</b>	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	<b>GF</b>	928,490,751	1,112,661,142	(1,000,000)	1,111,661,142	0	0	0	0	0
	<b>GFE</b>	39,251,792	0	0	0	0	0	0	0	0
	<b>CF</b>	109,633,539	167,097,000	0	167,097,000	0	0	0	0	0
	<b>CFE/RF</b>	2,631,068	2,746,329	1,000,000	3,746,329	0	0	0	0	0
	<b>FF</b>	1,446,984,293	1,289,538,167	0	1,289,538,167	0	0	0	0	0
<b>Non-Line Item Request:</b>	None.									
<b>Letternote Revised Text:</b>	b Of this amount, \$2,000,000 shall be transferred from the Department of Public Health and Environment pursuant to Section 24-22-117 (2) (d) (V.5), C.R.S., and \$746,329 shall be transferred from the Department of Public Health and Environment pursuant to Section 24-22-117 (2) (d) (II) (D), C.R.S., and \$1,000,000 shall be from the Health Disparities Grant Program Fund administered by the Department of Public Health and Environment.									
<b>Cash or Federal Fund Name and COFRS Fund Number:</b>	FF: Title XIX									
<b>Reappropriated Funds Source, by Department and Line Item Name:</b>	Department of Public Health and Environment: (1) Administration and Support; (B) Special Health Programs, (1) Health Disparities Program, Health Disparities Grants									
<b>Approval by OIT?</b>	Yes: <input type="checkbox"/>	No: <input type="checkbox"/>	N/A: <input checked="" type="checkbox"/>							
<b>Schedule 13s from Affected Departments:</b>	Department of Public Health and Environment.									

# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT



James B. Martin

Executive Director

*Proposed Cash Fund Financing*

*August 24, 2009*

**Name of Fund:** Health Disparities Grant Program Fund (19F)

**Purpose of Fund:** This Fund is used provide grants to local communities to improve the health status of minority and ethnic populations impacted by health disparities. For example, certain ethnic groups are more prone to diabetes or high blood pressure than other populations. These funds are used to target those disparities and reduce the health impacts to the citizens. The funds are to be used for evidence based grant programs only. This Fund is Amendment 35 protected and 15 % of the annual Amendment 35 tobacco tax revenue that is deposited to the Prevention, Early Detection and Treatment Fund is deposited into this fund as reappropriated funds (2.4% of the total Amendment 35 revenue is deposited into the Health Disparities Grant Program Fund).

**Projected End-of-Year Balance:**

	<b>FY 08-09</b>	<b>FY 09-10</b>
Projected End of Year Balance with No Action	\$4.0 million	
Current Balance YTD FY 2008-09		\$4.0 million
July 1 Projected Balance Out Years		
Plus Projected Revenue		\$3.9 million
Less Projected Mandatory Expenditures/diversion due to SB 09-271 and other Department contracts/personal services obligations		(\$5.5 million) Personal services obligations and contracts/grants
Less Transfer Pursuant to SB09-208 or SB09-279		\$0
Equals Proposed Projected End of Year Balance		\$2.4 million
<b>Recommended Transfer</b>		<b>\$1 million</b>
<b>Projected End of Year Balance with Transfer</b>		<b>\$1.4 Million</b>

**Impact of Recommended Reduction:**

Diverting funds from the Health Disparities Grant Program Fund would limit the funds available for the Department of Public Health and Environment to distribute to local health providers for contract services. These contract services include programs designed to mitigate health disparities in minority populations.

**Assumptions:**

The balance in the Health Disparities Grant Program Fund is approximately \$4.0 million (at the end of FY 2008-09). Additionally, in FY 2009-10, revenue is anticipated to be approximately \$3.9 million. There is \$5.5 million obligated for other purposes (contracts and personal services obligation) which leaves approximately \$2.4 million in the fund for FY 2009-10. The Department and the Office of State Planning and Budgeting recommend utilizing \$1 million of the fund for FY 2009-10 to refinance General Fund within the Department of Health Care Policy and Financing for Medical Services Premiums and leaving \$1.4 Million in the cash fund for FY 2009-10 to allow for any continuation grants in future years.

Under Amendment 35, tobacco tax funds can be used to offset General Fund which is appropriated for health-related purposes upon declaration of a fiscal emergency as deemed by a two thirds (2/3) vote of the General Assembly. Senate Joint Resolution 09-035 passed by a two thirds (2/3) vote and declared the fiscal emergency for FY 2009-10. This refinance will operate under this fiscal emergency as well. As criteria, under Senate Bill 09-271, Amendment 35 funds were used for Medicaid expenses to offset General Fund and are again being requested for the same purpose.

It is anticipated that Amendment-35 brings in approximately \$180 Million annually with 46% going to the Department of Health Care Policy and Financing's Health Care Expansion Fund, 19% to the Department of Health Care Policy and Financing's Primary Care Fund, 16% to the Department of Public Health and Environment for Tobacco Education, and 16% to the Department of Public Health and Environment's Prevention, Early Detection, and Treatment Fund, and 3% to the General Fund for health-related purposes. The Health Disparities Grant Program Fund receives 15% of the money deposited in the Prevention, Early Detection, and Treatment Fund.

<b>Summary of Proposal FY 2009-10</b>	<b>Total Funds</b>	<b>General Fund</b>	<b>Reappropriated Funds</b>
Total Proposal	(\$1,000,000)	(\$1,000,000)	(\$0)
CDPHE (1)-Administration and Support; (B) Special Health Programs, (1) Health Disparities Program, Health Disparities Grants.	(\$1,000,000)	(\$0)	(\$1,000,000)
HCPF- (2)-Medical Services Premiums	(\$0)	(\$1,000,000)	\$1,000,000

<b>Summary of Proposal FY 2010-11</b>	<b>Total Funds</b>	<b>General Fund</b>	<b>Reappropriated Funds</b>
Total Proposal	(\$0)	(\$0)	(\$0)
CDPHE- (1)-Administration and Support; (B) Special Health Programs, (1) Health Disparities Program, Health Disparities Grants.	(\$0)	(\$0)	(\$0)
HCPF- (2) Medical Services Premiums	(\$0)	(\$0)	(\$0)

The \$1,000,000 reappropriated fund balance identified in this request has not yet been issued in grants to providers/programs. The Health Disparities Program has been conservative in issuing grants in order to ensure funding is available in future years.

**Current Statutory Authority or Needed Statutory Change:**

A Governor's Executive Order will limit the appropriations to grant program as the statutes dictate that funding be appropriated annually for this program. The appropriation will be revised due to this requested budget action, therefore, no statutory change is required.

Section 24-22-117 C.R.S.(2008),

(f) The health disparities grant program fund to be administered by the department of public health and environment. Moneys shall be transferred to the health disparities grant program fund as described in subparagraph (III) of paragraph (d) of this subsection (2). All interest derived from the deposit and investment of moneys in the health disparities grant program fund shall be credited to the health disparities grant program fund. Any unexpended or unencumbered moneys remaining in the health disparities grant program fund at the end of the fiscal year shall remain in the fund and shall not be credited to the general fund or any other fund. The moneys in the health disparities grant program fund shall be annually appropriated by the general assembly to the department of public health and environment for allocation by the department of public health and environment consistent with the provisions of paragraph (d) of this subsection (2).