



**COLORADO**  
Department of Health Care  
Policy & Financing

January 2, 2015

The Honorable Kent Lambert, Chair  
Joint Budget Committee  
200 East 14<sup>th</sup> Avenue, Third Floor  
Denver, CO 80203

Dear Senator Lambert:

Enclosed please find a legislative report to the Joint Budget Committee from the Department of Health Care Policy and Financing on the Medicaid Management Information Systems (MMIS) roll-forward authority.

Section 25.5-4-211, C.R.S., requires the Department to report to the Joint Budget Committee on the amount of the appropriation from the prior fiscal year for MMIS system changes that remains available for the current fiscal year and the purpose for which the moneys that are being used by January 2, 2015.

If you require further information or have additional questions, please contact the Department's Legislative Liaison, Zach Lynkiewicz, at [Zach.Lynkiewicz@state.co.us](mailto:Zach.Lynkiewicz@state.co.us) or 720-854-9882.

Sincerely,

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Susan E. Birch, MBA, BSN, RN  
Executive Director

SEB/bd

Enclosure(s): MMIS Roll-forward Authority



Cc: Representative Millie Hamner, Vice-chair, Joint Budget Committee  
Representative Bob Rankin, Joint Budget Committee  
Representative Dave Young, Joint Budget Committee  
Senator Kevin Grantham, Joint Budget Committee  
Senator Pat Steadman, Joint Budget Committee  
John Ziegler, Staff Director, JBC  
Eric Kurtz, JBC Analyst  
Henry Sobanet, Director, Office of State Planning and Budgeting  
Bettina Schneider, Budget Analyst, Office of State Planning and Budgeting  
Legislative Council Library  
State Library  
John Bartholomew, Finance Office Director, HCPF  
Gretchen Hammer, Health Programs Office Director, HCPF  
Dr. Judy Zerzan, Client and Clinical Care Office Director, HCPF  
Chris Underwood, Health Information Office Director, HCPF  
Jed Ziegenhagen, Community Living Office Director, HCPF  
Tom Massey, Policy, Communications, and Administration Office Director, HCPF  
Rachel Reiter, External Relations Division Director, HCPF  
Zach Lynkiewicz, Legislative Liaison, HCPF

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**COLORADO DEPARTMENT OF  
HEALTH CARE POLICY AND FINANCING**

**REPORT TO THE JOINT BUDGET COMMITTEE**

**ON**

**THE MEDICAID MANAGEMENT INFORMATION SYSTEMS  
ROLL-FORWARD AUTHORITY**

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**JANUARY 2, 2015**

The Department of Health Care Policy and Financing rolled forward FY 2013-14 funds appropriated for the purpose of administering the Medicaid Management Information System (MMIS). This roll forward request has express legislative intent per 25.5-4-211 C.R.S. (added to statute by HB 13-1281). This statute requires the Department to report to the Joint Budget Committee regarding the roll forward by January 2nd of each year. This report is intended to fulfill this requirement by stating below the amount which the Department rolled forward from FY 2013-14 to be available in FY 2014-15 and the purpose for which the funds are being used.

<b>FY 2013-14 MMIS Roll Forward Amounts</b>				
<b>Long Bill Line Item</b>	<b>TF</b>	<b>GF</b>	<b>CF</b>	<b>FF</b>
MMIS Maintenance and Projects	\$5,105,694	\$235,547	\$842,042	\$4,028,105
MMIS Reprocurement Contracts	\$2,691,241	\$197,970	\$132,801	\$2,360,470
MMIS Reprocurement Contracted Staff	\$2,078,434	\$183,934	\$34,042	\$1,860,458

#### **MMIS Maintenance and Projects**

The roll forward funds are being used to implement several MMIS system change projects that were not completed in FY 2013-14. These projects are the federally-mandated implementation of ICD-10 medical coding, the federally-mandated change to Health Care Claim Payment and Remittance Advice electronic transactions (EDI 835 transactions), the joint implementation of SB 13-242 "Medicaid Adult Dental Benefit" and the Department's FY 2013-14 R-9 Budget Request "Dental ASO," and the implementation of changes for SB 13-200 "Expand Medicaid Eligibility."

#### **MMIS Reprocurement Contracts**

The roll forward funds are being used to pay for a deliverable from the Department's Independent Verification and Validation (IV&V) vendor that was not completed in FY 2013-14. Furthermore, the Design, Development, and Implementation (DDI) contracts related to the Department's Reprocurement of the new MMIS were executed later than originally anticipated under the original budget request, thus shifting funding for the contracts into later year and necessitating a roll forward. The Department is truing up this line item in the Department's FY 2014-15 S-7, BA-7 "MMIS Adjustments."

#### **MMIS Reprocurement Contracted Staff**

The roll forward funds are being used to pay for the Department's contracted staff related to the implementation of the Department's new MMIS. The contracted staff were brought on later than originally anticipated under the original budget request, thus shifting the expenses into later years and necessitating a roll forward funding. The Department is truing up this line item in the Department's FY 2014-15 S-7, BA-7 "MMIS Adjustments."