



COLORADO

**Department of Health Care
Policy & Financing**

Department of Health Care Policy and Financing
1570 Grant Street
Denver, CO 80203

January 4, 2016

The Honorable Millie Hamner, Chair
Joint Budget Committee
200 East 14th Avenue, Third Floor
Denver, CO 80203

Dear Representative Hamner:

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

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

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

Sincerely,

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

SEB/bfd

Enclosure(s): 2016 MMIS Roll-forward Authority



Cc: Senator Kent Lambert, 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**

January 2, 2016

The Department of Health Care Policy and Financing rolled forward unspent FY 2014-15 funds appropriated for the purpose of administering the Medicaid Management Information System (MMIS). This roll forward has express legislative intent per Section 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 on or before January 2nd of each year. This report is intended to fulfill this requirement by stating below the amount of funds rolled forward from FY 2014-15 to FY 2015-16 and the purpose for which the funds are being used.

FY 2014-15 MMIS Roll Forward Amounts				
Long Bill Line Item	Total Funds	General Fund	Cash Funds	Federal Funds
(1) Executive Director's Office; (C) Information Technology Contracts and Projects				
MMIS Maintenance and Projects	\$5,493,130.11	\$591,896.15	\$803,429.57	\$4,097,804.39
MMIS Reprocurement Contracts	\$3,221,231.64	\$78,568.06	\$12,661.36	\$3,130,002.22
MMIS Reprocurement Contracted Staff	\$2,614,829.86	\$269,712.51	\$12,986.08	\$2,332,131.27

The roll forward funding will be used in FY 2015-16 primarily for costs related to the design, development, and installation of the Department's new MMIS which has a scheduled implementation date of November 1, 2016. This effort is a multi-year project involving multiple vendors for the core MMIS (otherwise referred to as "interChange"), the Business Intelligence Data Management (BIDM) system, and the Pharmacy Benefits Management System (PBMS). Due to the complexity of these systems, specific IT requirements and timelines have evolved since funding was last trued-up in the Department's FY 2014-15 S-7, BA-7 "MMIS Adjustments" request. The roll forward funding provides the Department with the flexibility to accommodate these changes without additional budget actions in FY 2015-16.