



Strategic Action

Planning
Group on
Aging

Budget Update
June 8, 2020

FY18-19

Actuals July 1 to June 1: \$47,056

FY19-20

Actuals July 1 to June 1: \$69,171

Total JH Billing Total as of June 1, 2020: \$63,560

Monthly Average JH Billing Expenses as of June 1, 2020: \$5,778

Projected JH Billing Total FY19-20: \$73,008

Actuals FY18-19: \$52,360

Initial Projected Expenses FY19-20: \$112,589

Current Total SAPGA Cash Available: \$52,497

Projected Remaining Expenses: \$11,000

Projected SAPGA Cash Unspent by July 1, 2020: \$45,914

Update on Budget Package – HB20-1360 (aka the Long Bill)

Focus on the General Fund – the rest of the budget is made up of Cash Funds and Federal Funds

*This is not meant to be comprehensive, but a general overview

Total Proposed State Budget for FY20-21 = \$30B

JBC dealt with a projected General Fund revenue shortfall of \$3.3 Billion

May 12, 2020 FY20-21 General Fund Projection = \$10.3 Billion

*This is nearly the same amount as FY15-16

The current budget cuts 16% of spending over the next two years

Passed Third Reading in Senate on Saturday, June 6

| | ITEM & SUBTOTAL | TOTAL | APPROPRIATION FROM | | | |
|---|--------------------|-------|--------------------|---------------------------|---------------|-------------------------|
| | | | GENERAL FUND | GENERAL FUND EXEMPT | CASH FUNDS | REAPPROPRIATED FUNDS |
| | \$ | \$ | \$ | \$ | \$ | \$ |
| (4) DIVISION OF LOCAL GOVERNMENT^{83a} | | | | | | |
| (A) Local Government and Community Services | | | | | | |
| (1) Administration | | | | | | |
| Personal Services | 1,426,129 | | 591,407 | | | 675,804 ⁸ |
| | | | (6.2 FTE) | | | (8.1 FTE) |
| Operating Expenses | 135,851 | | 46,678 | | | 25,146 ⁸ |
| Strategic Planning Group on Coloradans Age 50 and Over | 110,000 | | 110,000 | | | |
| | 1,671,980 | | | | | |

State Departments with the Largest Share of General Fund (GF) Appropriations in FY19-20:

- 1) K-12 Education - \$4.4B or 36% of GF
- 2) Health Care Policy and Financing – \$3.1B or 26% of GF
- 3) Higher Education – \$1.1B or 9% of GF
- 4) Human Services – \$1B or 9% of GF
- 5) Corrections – \$885M or 7% of GF

These 5 Departments account for 87% of General Fund appropriations

By comparison:

Department of Public Health and Environment – \$59M 0.5% of GF

Department of Local Affairs – \$49M or 0.4% of GF

Statutory Revisions and General Fund (GF) Reversions

Colorado Public Employee's Retirement Association: Suspends \$225M payment for FY20-21; Companion bill to the Long Bill includes another \$ 49M reduction

Older Coloradans Cash Fund Companion Bills: Reduces statutory transfer from \$10M to \$8M for FY20-21; Repeals statutory transfer of unexpended money for the Senior Property Tax Exemption to the Older Coloradans Cash Fund and reverts previous transfer of \$13M to GF

Senior and Disabled Veteran Property Tax Exemption: Potential to be suspended for FY20-21 for projected GF savings of \$163M

Overview of State Departments on Planning Group

Department of Health Care Policy and Financing:

- Increased federal match rate of 6.2% as part of Families First Coronavirus Response Act
- Projected increase in enrollment corresponds to an increase in \$393M from GF
- Increased copays for beneficiaries on prescription drugs, physician visits, dental visits, and nonemergency medical transportation
- Rate reductions for: Program of All-Inclusive Care for the Elderly (PACE) of 2.37% versus freezing enrollment; annual nursing home rate increase reduced from 3% to 2%; in-home dialysis, low-income senior dental benefit reduced by \$1M

Department of Public Health and Environment:

- Community provider rate decrease of 1% for Local Public Health Agencies

Overview of State Departments on Planning Group

Department of Human Services:

- Cash Assistance Aid to the Needy Disabled reduced by \$2.7M
- Colorado Advisory Council for Persons with Disabilities – eliminated
- Older Coloradans Cash fund changes
- Funding to assist persons with disabilities to apply for federal aid eliminated, \$3.75M

Department of Transportation:

- Potential revenue decreases total around \$141M (total, not GF) – impact on older Coloradans will be less direct compared to other departments
- Possible impacts on local transit matching dollars for grants