

May 20, 2009 DHR Board Meeting

**FY10 Budget (w/o Attached Agencies)**

The FY10 Budget is pending Governor's signature.

**I. FY10 – from DHR to DHS:**

Total Funds:

3,640,433,648	FY09 Appropriated Budget – Total Funds
(1,127,406,656)	Total Funds Transfer to DBHDD
<u>(691,142,064)</u>	Total Funds Transfer to DCH (Division of Public Health)
<b>1,821,884,928</b>	<b>FY09 ADJUSTED Base Budget – DHS</b>
<u>1,688,849,410</u>	<u>FY10 Budget – DHS - Total Funds</u>
<u>(133,035,518)</u>	Total Funds Decrease or 7.3% of Adjusted Base
(163,522,316)	State Funds Decrease
30,486,798	Federal & Other (including Tobacco) Funds Increase
<u>(133,035,518)</u>	Total Funds Decrease

**Included in this budget is:**

1. A replacement of State Funds w/Federal Funds to recognize additional Federal Medical Assistance Percentage (FMAP) funds from ARRA in Aging and DFCS  
\$19.4M (highlighted in yellow on the attached sheets)
2. Anticipated federal funds to be received from ARRA in OCSS and DFCS  
\$53.1M (highlighted in green on the attached sheets)
3. A replacement of state dollars with federal dollars for reasons other than ARRA (i.e. TANF) and / or a loss of federal dollars due to benefit / program expiration (i.e. TCM billing expiration)  
\$82.4M (highlighted in tan on the attached sheets)

See Attached for Details

**II. Division of Mental Health, Developmental Disabilities and Addictive Diseases to the Department of Behavioral Health and Developmental Disabilities**

Total Funds:

1,127,403,656      FY09 Appropriated MHDDAD Budget – Total Funds

1,130,556,287      FY10 Budget – DBHDD – Total Funds

3,152,631      Total Funds Increase or .28%

(85,675,787)      State Funds Decrease

88,828,418      Federal & Other (including Tobacco) Funds Increase

3,152,631      Total Funds Increase

Included in this budget is:

1. A replacement of State Funds w/Federal Funds to recognize additional Federal Medical Assistance Percentage (FMAP) funds

\$67.8M (highlighted in yellow on the attached sheets)

2. A replacement of state dollars with federal dollars for reasons other than ARRA (i.e. TANF)

\$5.6M (highlighted in tan on the attached sheets)

See Attached for Details

May 20, 2009 DHR Board Meeting

**III. Division of Public Health and Office of Regulatory Services to the Department of Community Health**

Total Funds:

691,142,064      FY09 Appropriated PH Budget – Total Funds

~~702,148,301~~      ~~FY10 Budget – Division of Public Health / ORS (within DCH)~~  
~~Total Funds~~

11,006,237      Total Funds Increase or 1.6%

29,204,043      State Funds Increase  
(18,197,806)      Federal & Other (including Tobacco) Funds Decrease  
11,006,237      Total Funds Increase

Included in this budget is:

A replacement of state dollars with federal dollars for reasons other than ARRA  
(i.e. TANF reductions or transfers)

\$7.9M (highlighted in tan on the attached sheets)

See Attached for Details

Department of Human Resources (Department of Human Services)  
Summary of Significant Reductions - FY10

Division / Office	Reduction Description	State Dollars	Federal/Other Dollars	Total Dollars
Department Wide	Statewide Adjustments Merit & GAIT	(1,969,708)		(1,969,708)
Admin Program	Various Reductions in DFCS Admin	(2,776,894)	(1,270,499)	(4,047,393)
	Various Reductions in Aging Admin	(189,189)	(109,259)	(298,448)
	OIS / OIG Reduction	(117,760)		(117,760)
	Transfer to DBHDD	(31,609,268)	(2,667,683)	(34,276,951)
	Transfer to DCH (Division of PH)	(20,305,550)	(5,323,202)	(25,628,752)
	Transfer to DCH (Planning & Regulatory Services)	(107,129)		(107,129)
	Indirect loss of federal and other funds due to Administration reductions		(3,441,488)	(3,441,488)
Aging Services	Reduction in State Funds because of FMAP % increase	(11,411,119)	11,411,119	0
	Elder Community Respite Contract Reductions	(1,323,282)		(1,323,282)
	CCSP Provider Rate increase	(1,350,227)		(1,350,227)
	Reduction in Meals on Wheels	(1,045,000)	1,045,000	0
	Life Long Planning	(1,040,891)		(1,040,891)
	General Reduction in Elder Community	(664,307)		(664,307)
	Elimination of funds for NORC	(430,000)		(430,000)
	Targeted Case Management billing expiration		(678,063)	(678,063)
	All Other	(2,088,766)		(2,088,766)
Child Support Services	Call Center	(300,000)	(582,353)	(882,353)
	DA Contracts	(272,000)	(330,000)	(602,000)
	Eliminate 34 vacant positions	(504,235)	(978,809)	(1,483,044)
	General Reduction due to ARRA	(500,000)		(500,000)
	ARRA Funds		14,000,000	14,000,000
	All Other	(244,202)		(244,202)
Family and Children Services	Reduction in State Funds because of FMAP % increase	(8,025,001)	8,025,001	0
	Reduction in CWS / Eligibility / Food stamp caseworkers	(15,893,900)	(16,374,534)	(32,268,434)
	Replace Out of Home Care state dollars w/TANF	(36,040,209)	36,040,209	0
	Other Reductions in Out of Home Care	(9,959,370)	(1,057,563)	(11,016,933)
	Replace State Funds in Child Care Services	(4,241,107)	4,241,107	0
	ARRA Funds		39,100,000	39,100,000
	TANF- Not All Changes (Child Care; CWS; Fed'l Unobligated; OHC; SNF)		(41,464,397)	(41,464,397)
	All Other	(3,555,743)	(3,666,346)	(7,222,089)
Regulatory Services (Child Care Licensing)	Office efficiencies	(250,000)		(250,000)
	Elimination of Adult Day Care / rules coordinator and other positions	(453,472)		(453,472)
	Transfer to DCH (Division of PH)	(6,829,550)	(5,431,442)	(12,260,992)
	All Other	(24,438)		(24,438)
<b>Total DHS Reductions</b>		<b>(163,522,316)</b>	<b>30,486,798</b>	<b>(133,035,519)</b>

YELLOW: BUDGET CHANGES DUE TO ARRA

GREEN: ANTICIPATED ARRA FUNDS

TAN: STATE FUNDS REPLACED WITH FEDERAL FEDERAL FUNDS FOR REASONS OTHER THAN ARRA

Mental Health, Developmental Disabilities and Addictive Diseases (Department of Behavioral Health and Developmental Disabilities)  
Summary of Significant Reductions - FY10

Division / Office	Reduction Description	State Dollars	Federal/Other Dollars	Total Dollars
DBHDD	Statewide Reductions Merit & GAIT	(7,474,734)		(7,474,734)
	Reduction in State Funds because of FMAP % increase - All Programs	(67,853,204)	67,853,204	0
	Contract Reductions - All Programs	(2,790,065)		(2,790,065)
	Opioid Maintenance Therapy	(1,568,628)		(1,568,628)
	Outdoor Therapeutic Programs	(5,004,336)		(5,004,336)
	Adult Addictive Diseases Core and Specialty Services - General reduction	(1,271,318)		(1,271,318)
	Adult DD - General reduction	(3,269,206)		(3,269,206)
	C&A DD - General reduction	(2,071,860)		(2,071,860)
	Vehicle Purchases	(1,284,871)		(1,284,871)
	Supported Employment	(2,973,337)		(2,973,337)
	Expansion of Club House Program	(3,273,822)		(3,273,822)
	Non medically necessary services to support Third Party Administrators	(4,000,000)		(4,000,000)
	Transition of Services - C&A MH	(4,145,355)		(4,145,355)
	Projected Medicaid rate increase	(3,000,000)		(3,000,000)
	Provider rates increase for waiver services	(863,724)		(863,724)
	TANF (Adult AD + Adult MH		(5,597,065)	(5,597,065)
	Waiver Annualization (365 restored in FY09 Amended)	3,023,994		3,023,994
	Substance Abuse Prevention	1,238,772	23,087,046	24,325,818
	Provider training and compliance audits	(730,000)	(131,000)	(861,000)
	Consumer assistance for non-medical services	(1,183,488)		(1,183,488)
	Transfer from DHR - Departmental Administration	31,609,268	2,667,683	34,276,951
	Hope House	(350,000)		(350,000)
	Adult Forensic Services (various)	(570,040)		(570,040)
	Adult Mental Health (various)	(2,741,651)		(2,741,651)
	C&A Addictive Diseases (various)	(2,795,376)		(2,795,376)
	C&A Mental Health (various)	(1,793,188)		(1,793,188)
	All Other	(539,618)	948,550	408,932
<b>Total DBHDD Reductions</b>		<b>(85,675,787)</b>	<b>88,828,418</b>	<b>3,152,631</b>

YELLOW: BUDGET CHANGES DUE TO ARRA

GREEN: ANTICIPATED ARRA FUNDS

TAN: STATE FUNDS REPLACED WITH FEDERAL FEDERAL FUNDS FOR REASONS OTHER THAN ARRA