

# Budget Brief – Aging and Adult Services

NUMBER DHS-09-08

## DIVISION OF AGING AND ADULT SERVICES

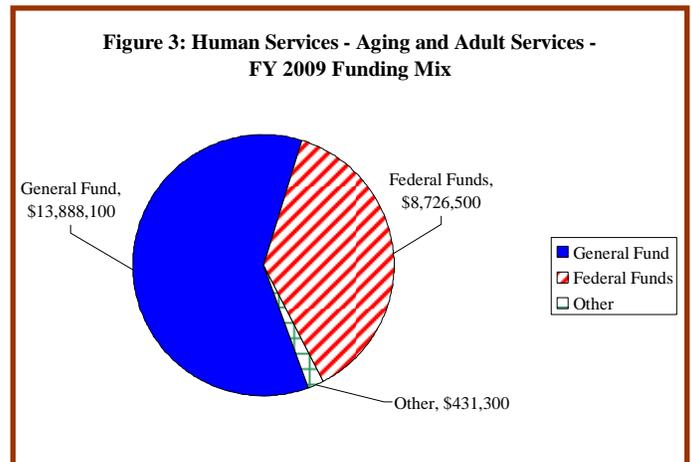
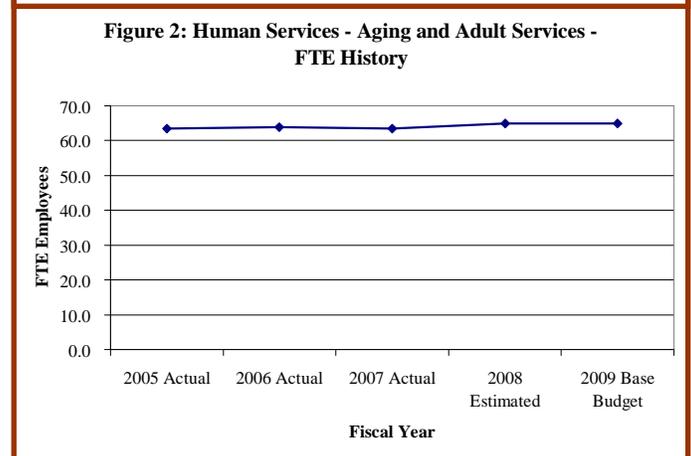
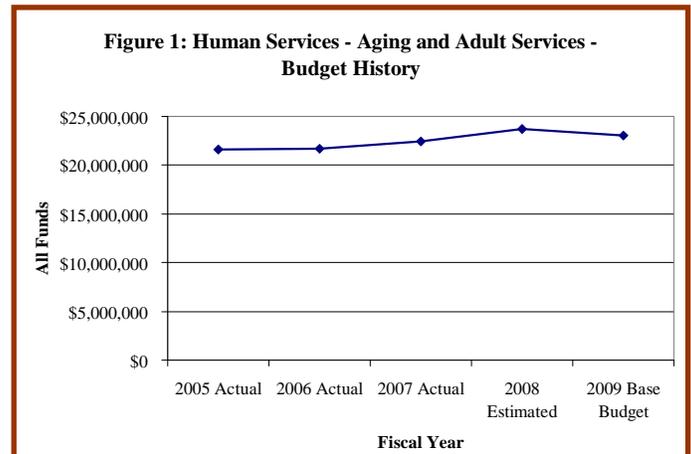
The Division of Aging and Adult Services (DAAS) is the designated State agency authorized to coordinate all state activities related to the Older Americans Act of 1965. The Division acts as an advocate for the elderly, contracts for services, and administers state and federal programs. The Division also is responsible for the protection of abused, neglected and exploited adults and elderly through the Adult Protective Services program. For additional information on the Division of Aging and Adult Services, please refer to the Compendium of Budget Information for the 2008 General Session starting on page 97 in Tab 14 of the Department of Human Services’ binder.

DAAS contracts with local providers (counties) for aging services. There are 12 local county Area Agencies on Aging (AAA’s) which provide services for the elderly populations of the state. Five counties are separate service providers (Salt Lake, Davis, Tooele, San Juan and Uintah). One provider is a cooperative venture between Weber and Morgan Counties. The other six providers are associations of county governments. Statutorily in Section 62A-3-105, the AAAs must provide a 15 percent match of service funding and a 25 percent match of administrative funding for funds provided by DAAS for contractual services.

DAAS also administers the Medicaid Nursing Home Placement Prevention program or the Home and Community based Waiver, State Alternatives and Caregiver Respite Programs, Adult Protective Services, and the Long Term Care Ombudsman Program.

The services provided include the following:

- Respite care;
- Transportation;
- Meals on Wheels;
- Congregate meals;
- Elder abuse prevention;
- Preventative health;
- Health insurance information;
- Adult Day care;
- Personal care; and
- Home health aides.



The FY 2009 recommended base budget totals \$23,045,900 with \$13,888,100 (60.3 percent) from the General Fund. The General Fund figure includes an increase of \$13,900 based on the Federal Medical Assistance Percentages (FMAP) rate change for FY 2009. Other funding sources include \$8,726,500 (37.9 percent) from federal funds and the balance of \$431,300 from federal Medicaid funds and dedicated credits.

### **LEGISLATIVE ACTION**

The Executive Appropriations Committee requests that the subcommittee adopt base budgets for each agency under the subcommittee's purview, fund subcommittee priorities by reallocating revenue among programs, and provide a prioritized list of desired items for funding. The subcommittee should consider the following items in its deliberations:

#### ***Separate Out Two Programs in the Appropriations Act***

The Aging Alternatives and Nursing Home Placement Prevention (Aging Waiver) revenues and expenditures are currently included in the Appropriation Act under several programs in DAAS. For accountability and tracking purposes, these two programs with their associated revenues, expenditures, FTE and vehicles should become separate programs within the division.

#### ***Base Budget Adoption***

Adoption of the base budget enables the programs to continue for the next fiscal year at approximately the same level as the current fiscal year. Some changes in the base budgets may occur, namely non-state fund increases or decreases (i.e. federal funds, transfers, dedicated credits and non-lapsing balances) and program shifts within a line item.

#### ***Funding Requests for Consideration***

The following are the General Fund requests of DAAS. The programmatic needs will be discussed in detail with the Analyst's recommendation and total plan of financing in the issue briefs:

1. Nursing Home Alternatives Program– Issue Brief DHS-09-20
2. Meals on Wheels – Issue Brief DHS-09-21
3. Long-term Care Ombudsman – Issue Brief DHS-09-22
4. Nursing Home Placement Prevention Pilot – Issue Brief DHS-09-23

**BUDGET DETAIL**

The following table shows the budget history for the DAAS line item including the base budget for adoption:

Human Services - Aging and Adult Services						
Sources of Finance	FY 2007	FY 2008	Changes	FY 2008	Changes	FY 2009*
	Actual	Appropriated		Revised		Base Budget
General Fund	12,938,800	13,874,200	0	13,874,200	13,900	13,888,100
General Fund, One-time	295,300	355,000	0	355,000	(355,000)	0
Federal Funds	8,154,300	8,691,800	276,900	8,968,700	(242,200)	8,726,500
Dedicated Credits Revenue	17,800	13,200	4,300	17,500	0	17,500
Transfers - H - Medical Assistance	1,110,500	427,700	0	427,700	(13,900)	413,800
Beginning Nonlapsing	0	0	98,900	98,900	(98,900)	0
Closing Nonlapsing	(98,900)	0	0	0	0	0
<b>Total</b>	<b>\$22,417,800</b>	<b>\$23,361,900</b>	<b>\$380,100</b>	<b>\$23,742,000</b>	<b>(\$696,100)</b>	<b>\$23,045,900</b>
<b>Programs</b>						
Administration	1,643,900	2,831,500	(1,105,700)	1,725,800	(1,100)	1,724,700
Local Government Grants	15,058,700	14,639,300	779,000	15,418,300	(300,000)	15,118,300
Non-Formula Funds	2,529,500	2,358,600	757,800	3,116,400	(395,000)	2,721,400
Adult Protective Services	3,185,700	3,532,500	(51,000)	3,481,500	0	3,481,500
<b>Total</b>	<b>\$22,417,800</b>	<b>\$23,361,900</b>	<b>\$380,100</b>	<b>\$23,742,000</b>	<b>(\$696,100)</b>	<b>\$23,045,900</b>
<b>Categories of Expenditure</b>						
Personal Services	3,913,700	4,248,400	(30,100)	4,218,300	0	4,218,300
In-State Travel	84,100	86,000	(2,300)	83,700	0	83,700
Out of State Travel	20,900	14,100	5,600	19,700	(1,100)	18,600
Current Expense	502,700	524,500	(12,100)	512,400	0	512,400
DP Current Expense	368,000	329,200	19,000	348,200	0	348,200
Other Charges/Pass Thru	17,528,400	18,159,700	400,000	18,559,700	(695,000)	17,864,700
<b>Total</b>	<b>\$22,417,800</b>	<b>\$23,361,900</b>	<b>\$380,100</b>	<b>\$23,742,000</b>	<b>(\$696,100)</b>	<b>\$23,045,900</b>
<b>Other Data</b>						
Budgeted FTE	63.5	65.0	0.0	65.0	0.0	65.0
Vehicles	9.0	9.0	0.0	9.0	0.0	9.0

\*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

**RECOMMENDATIONS**

The Analyst recommends that the base budget for FY 2009 for the Division of Aging and Adult Services of \$23,045,900 with the plan of financing shown in the above table be adopted by the Health and Human Services Appropriations Subcommittee. The Analyst further recommends that the Nursing Home Alternatives and Nursing Home Placement Prevention Medicaid waiver programs become separate programs within the Division of Aging and Adult Services line item. The Subcommittee may want to consider reallocation of the base budget revenues in this division to meet departmental funding priorities in addition to the adoption of the base budget. The following table shows the detail of the Aging Alternatives and Medicaid waiver programs:

Division of Aging and Adult Services		
	Medicaid Waiver	Aging Alternatives
<b>Funding Sources:</b>		
General Funds	\$1,346,800	\$2,945,800
Federal Funds	\$0	\$1,074,600
Transfer-Medicaid	\$413,800	\$0
<b>Total</b>	<b>\$1,760,600</b>	<b>\$4,020,400</b>
<b>Expenditures:</b>		
Personal Services	\$146,000	\$67,300
In-State Travel	\$2,700	\$1,300
Out-of-State Travel	\$2,800	\$0
Current Expense	\$15,000	\$1,800
DP Current Expense	\$3,900	\$0
Pass-Through	\$1,590,200	\$3,950,000
	<b>\$1,760,600</b>	<b>\$4,020,400</b>
<b>FTEs:</b>	<b>2.0</b>	<b>1.0</b>