# Committee Proposal to Eliminate Deficit

| Rank | Unit of Government | Item | FY 2012 Ongoing GF/EF | FY 2012 One Time GF/EF | FY 2012 Other Funds | % of Program Reduced | FTE Active | FTE Vacant | Clients Affected | Impact | Statute Change? |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 1 | Services for People with Disabilities | DHS - Eliminate Motor Transportation Payment (MTP) rate code | ($625,000) | | ($1,532,000) | 100% | | | | Affects 46 providers and 1,400 individuals. Providers would have to provide transportation without reimbursement. | N |
| 2 | Medicaid | DOH - Limit Optional Coverage of Transplant Surgeries to Achieve 20% Savings | ($160,000) | | ($392,200) | 20% | | | | Utah Medicaid spends about $800,000 General Fund annually on optional transplant surgery services. The Department could put some limits on the types of transplant surgeries provided, which may generate 20% savings in expenditures. | N |
| 3 | Aging & Adult Services | DHS - eliminate funding provided in 2010 General Session to remove an enrollment cap for Nursing Home Alternatives | ($500,000) | | | 100% | | | | Previously reduced by Legislature and given one-time backfill. Was provided ongoing backfill prior to any reduction being taken. | N |
| 4 | Medicaid | DOH - No Pregnant Women Over 21 to Receive Dental and Vision Services in Medicaid | ($784,600) | | ($1,923,300) | 100% | | | 8,179.0 | We currently cover dental & vision services to all pregnant women. The federal requirement is to cover pregnant women up to age 21. This would eliminate dental & vision services to pregnant women over 21. | N |
| 5 | Aging & Adult Services | DHS - reduce state pass through to local Area Agencies on Aging | ($423,700) | | | 10% | | | | This program provides state and federal funding pass through to local Area Agencies on Aging for the provision of a variety of services in the community. | N |
| 6 | Medicaid | DOH - Eliminate Optional Hospice Services | ($980,000) | | ($2,600,000) | 100% | | | | Utah Medicaid spends about $980,000 General Fund annually on optional hospice services. This would eliminate all optional hospice services. | N |
| 7 | Substance Abuse & Mental Health | DHS - Reduce mental health services for non-Medicaid eligible children and adults | ($2,184,600) | | | 80% | | | | Legislature funded $2,715,200 for this purpose in its 2007 General Session. This proposal would reduce most of that funding. | N |
| 8 | Medicaid | DOH - Limit Optional Personal Care Services to Achieve 20% Savings | ($65,000) | | ($180,000) | 20% | | | | Utah Medicaid spends about $500,000 General Fund annually on optional personal care services. The Department could put some limits on the amount of personal care received, which may generate 20% savings in expenditures. | N |

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| 9 | Substance Abuse & Mental Health | DHS - Reduce chemical dependency services pass through to local authorities by 13% | ($1,119,600) | | | 13% | | | 2,294.0 | Proposal would reduce pass through to local authorities by 13%, target preventive services, and require an equal percentage be reduced from local administrative budgets. | N |
| 10 | Medicaid | DOH - Eliminate Physical and Occupational Therapy | ($83,000) | | ($203,500) | 100% | | | 3,572.0 | Ends the provision of physical and occupational therapy to Medicaid clients. These savings are based on fee-for-service expenditures for these services in FY 2010. This service was recently restored during the 2010 General Session. | N |
| 11 | Substance Abuse & Mental Health | DHS - Reduce autism contracts by approximately 10% | ($207,200) | | | 10% | | | 20.0 | Autism preschool services provided to approximately 200 individuals. Services funded through 4 contracts covering 9 counties. | N |
| 12 | Medicaid | DOH - Reduce Eligibility for Breast and Cervical Cancer Group from 250% FPL to 133% FPL | ($848,100) | | ($3,392,400) | 47% | | | 200.0 | The State could request permission of the federal government to reduce the eligibility level from 250% FPL to 133% FPL. The federal government would only approve the change if the State can prove that we are currently in a financial hardship. The reduction is a rough estimate by the analyst of how much money would be saved based on total spending in the program for the 426 clients. Most former clients with incomes above 133% FPL would not qualify for Medicaid unless they spent down their income to qualify under the spenddown category. This eligibility category was begun in the mid-1990's. | N |
| 13 | Substance Abuse & Mental Health | DHS - Eliminate remaining ongoing DORA balance | ($79,000) | | | 100% | | | | All Drug Offender Reform Act (DORA) program funding will end on July 1, 2011 leaving this small remaining balance of ongoing funds. This eliminates the remaining balance. | N |
| 14 | Medicaid | DOH - Reduce PCN and UPP Eligibility from 150% FPL to 133% FPL | ($928,000) | | ($3,002,800) | 8% | | | 2,200.0 | The State could request permission of the federal government to reduce the eligibility level from 150% FPL to 133% FPL. The federal government would only approve the change if the State can prove that we are currently in a financial hardship. The reduction is a rough estimate by the analyst of how much money would be saved based on total spending in the two programs. Most former clients with incomes above 133% FPL would not qualify for Medicaid. This eligibility category was begun in the July 2002. | N |
| 15 | Aging & Adult Services | DHS - increase productivity of Adult Protective Services staff | ($290,500) | | | 10% | | | | Provides adult protective service functions for Utah's vulnerable adult and senior population. | 62A-3-301(20)(a) and (24) |
| 16 | USOR | USOR - Robert G. Sanderson Comm Cntr - Part-time mentors & office support | ($200,000) | | | 10% | | | | This may impact hours for the Center to be open. One possibility is to consider charging fees in order to pay for the part-time staffers and allow the Center to remain open for longer hours in evenings and weekends. | N |
| 17 | Child and Family Services | DHS - move children/youth away from intensive, high cost services to preventive (prior to custody) and lower cost services when taken into custody, when appropriate | ($3,469,900) | | | 12% | | | 4,703.0 | This program provides for much of the daily care for children and youth taken into state custody - from basic foster care to highly intensive and expensive residential placements along with other ancillary services such as mental health treatment. Consistent with Legislative Audit observation and recommendation. | N |

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| 18 | Family Health & Preparedness | DOH - Roll Back Provider Rates for Baby Watch/Early Intervention to Pre-July 1, 2008 (Similar to Some Medicaid Providers) | ($950,000) | | | 4% | | | | This would be carried out via a provider rate reduction. The reduction represents rolling back provider rates to pre-FY 2009 reimbursement levels. Many Medicaid providers are being paid at pre-FY 2009 levels. There may be opportunities to restructure service delivery requirements as well. In a study (http://jei.sagepub.com/content/30/1/73) from the Journal of Early Intervention, the following program efficiencies were suggested: (1) encourage less at-risk children to come to the centers to receive services and (2) have parents complete questionnaires on child's development as a replacement for some home visits. | N |
| 19 | Executive Director's Office | DHS - increase productivity of Fiscal Operations staff (finance, internal review, contracting, admin. support, Gen. Services) | ($260,500) | | | 10% | (4.0) | (1.0) | | Dept indicates previous reductions caused delays in financial reporting, contract processing, and dept audits - additional reductions would further affect these capabilities. | N |
| 20 | USOR | USOR - Reduce contract funding to Independent Living Centers | ($209,100) | | | 10% | | | | This would be a reduction in contracts to the 6 Independent Living Centers throughout the state. The ILCs would determine how to best deal with these reductions, but there is the possibility of staff reductions at the centers. | N |
| 21 | Recovery Services | DHS - Increase productivity of all Electronic Technology staff and support costs | ($295,900) | | ($725,300) | 10% | | (5.0) | | ORS indicates it is very dependent on electronic technology - using it to gain efficiencies. Reductions could set back potential gains. | N |
| 22 | Disease Control & Prevention | DOH - Sanitation Program Elimination | ($150,000) | | | 100% | | | | Eliminate $12,500 to each of Utah's 12 local health departments for supporting the enforcement of Utah's 16 environmental sanitation regulations, including day care facilities, restaurants, and swimming pools. | N |
| 23 | Recovery Services | DHS - Increase productivity of Child Support Services staff | ($230,700) | | ($447,800) | 6% | | (20.0) | 300K | This program provides child support collection services guided by federal and state law. ORS indicates lower performance could put at risk the TANF program for federal penalties. | N |
| 24 | USOR | USOR - Reduce Client Services in Vocational Rehab | ($800,000) | | | 4% | | | | Currently, USOR counselors operate with an average caseload size of 228 per counselor. This is one of the highest caseloads per counselor across comparable states. This reduction would decrease some services, but still allow for continued operations in Vocational Rehab. | N |
| 25 | Recovery Services | DHS - Increase productivity of the Medical Collections staff | ($115,000) | | ($115,000) | 10% | (2.0) | (2.0) | | This program provides medical collection and cost avoidance services for Medicaid. | N |
| 26 | Family Health & Preparedness | DOH - Reduce Primary Care Grants | ($447,300) | | | 37% | | | | Less funding to safety net providers of medical services. Each safety net provider grant recipient will be affected differently. | N |
| 27 | Executive Director's Office | DHS - increase the productivity of the Office of Licensing staff | ($168,100) | | | 10% | (2.5) | | | Department indicates this would reduce the timeliness in the licensure of programs. | N |
| 28 | USOR | USOR - Reduce funding for Assistive Technology equipment | ($31,000) | | | 10% | | | | A reduction in funding for assistive technology may increase the wait time for such technology. There is currently a request list worth approximately $127,000. | N |
| 29 | Services for People with Disabilities | DHS - Increase productivity of all DSPD statewide operation functions | ($367,200) | | ($367,200) | 10% | (10.0) | | | Department indicates it may have to eliminate functions such as budget oversight, provider payments, and utilization review. | N |

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| 30 | Medicaid | DOH - Eliminate Medicaid Interpreter Services | ($121,700) | | ($298,300) | 100% | | | 3,000.0 | These savings are based on fee-for-service expenditures for interpretive services in FY 2010. This is not a covered service for State employees with PEHP (Public Employees Health Plan). The State of Washington eliminated medical interpretive services to save $3,300,000 General Fund (http://www.dshs.wa.gov/mediareleases/2010/pr10105.shtml). | N |
| 31 | Executive Director's Office | DHS - increase productivity of Public Guardian staff | ($27,400) | | | 8% | | | 10.0 | Savings from refilling 2 vacant positions at lower salaries. Balance of reduction would come from service provider contracts, reducing the number of incapacitated adults receiving guardian services. | N |
| 32 | USOR | USOR - Utah Center for Assistive Technology - Sensory Impairment Specialist | ($70,000) | | | 10% | (1.0) | | | Sensory Impairment Specialists help disabled persons to properly identify and acquire assistive technology. | N |
| 33 | Child and Family Services | DHS - reduce payments for all new adoption assistance contracts in order to meet target reduction | ($907,100) | | | 10% | | | | DCFS indicates this may reduce new adoption subsidies by 30% to 50% of current subsidies and may put at risk the adoption. | N |
| 34 | Disease Control & Prevention | DOH - Stop Paying for Return Trip Home for Corpses (loworg 1402) | ($105,000) | | | 3% | | | 2,100.0 | Dead bodies subject to investigation by the State would no longer have the return trip home costs paid for by the State. An internal audit indicated that this practice is already in place in many other states. | N |
| 35 | Substance Abuse & Mental Health | DHS - Reduce Residential Mental Health Services for mental health services for youth in state custody | ($87,700) | | | 10% | | | 4.0 | The funding helps to facilitate the discharge of hard-to-place youth out of the Utah State Hospital and serves approximately 38 youth each year. This would reduce this effort. | N |
| 36 | USOR | USOR - Increase efficiency for sensory impairment specialists for the blind | ($304,500) | | | | (3.0) | | | Teachers for the Blind provide education in orientation and mobility, including cane travel, and all aspects of daily living to assist blind individuals to become more independent. This reduction in teacher positions would likely be taken in Salt Lake, Ogden and Provo areas. | N |
| 37 | Recovery Services | DHS - Require Workforce Services to provide electronic access to ORS to its income information | ($77,600) | | ($150,600) | | | | | This proposal is a recommendation from the Human Services In-depth Budget Review and assumes a 1% efficiency savings. | N |
| 38 | Family Health & Preparedness | DOH - Restructure Bleeding Disorders Assistance Program to Move More Clients onto the Federal Health Insurance Pool (for high risk individuals) | ($75,000) | | | 20% | | | - | The program pays for medical expenses above 7% of gross income for qualifying individuals with bleeding disorders. This program did not spend $71,000 of its appropriation in FY 2010. | N |
| 39 | Child and Family Services | DHS - reduce overall domestic violence funding by 10% and target remaining funding to direct services (including direct services in shelters) and hotline. | ($118,800) | | | 10% | | | | DCFS indicates this may limit its ability to provide information and address community needs. | N |
| 40 | USOR | USOR - Reduce Benefits Planning Outreach and Assistance | ($13,000) | | | 10% | | | | The funding to this program is intended for assisting counselors to work with clients who are already on SSI/SSDI to help them know the impact of going back to work. Benefits planners assist clients with information about programs. | N |

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| 41 | Child and Family Services | DHS - eliminate investigations based upon domestic violence in the presence of a child | ($5,213,300) | | ($1,737,800) | 10% | | | | Would require a statute and rule change - 31% of substantiated cases based on this criteria - yet few are taken into custody. 45 other states do not have this requirement. Legislative audit states "senior management contends that the division may be casting too wide of a net in finding abuse and neglect." | 76-5-109(1)(c); 76-5-109.1(c); 62A-4a-105(1) and (19); R512-202-2 |
| 42 | Disease Control & Prevention | DOH - Sexually Transmitted Diseases Program Coordinator position (HB 15, 2008 GS, Riesen) | ($85,500) | | | | (0.8) | | | Eliminate State staff coordination for STD program. Local health departments have their own STD programs. This position currently oversees the media campaign as well as provide outreach to at-risk populations. | N |
| 43 | Services for People with Disabilities | DHS - Reduce or eliminate some respite codes | ($185,800) | | ($455,400) | | | | | DSPD indicates respite is a highly utilized service. | N |
| 44 | USOR | USOR - Reduce service contract for blind individuals 55+ | ($2,500) | | | 10% | | | | The contract is intended to provide assistance to blind individuals 55+ through the ILCs. | N |
| 45 | Substance Abuse & Mental Health | DHS - State Hospital - reduce USH funding by 10% and transfer funds to counties to best determine reductions. | ($4,041,500) | | | 10% | | | | Utilization and demand for State Hospital beds is determined by counties and the Court (forensic unit). Proposal reduces funding by 10% and transfers funding to counties to best determine reductions. | 62A-15-611(2)(b) |
| 46 | Family Health & Preparedness | DOH - Reduction in Division Administration | ($85,000) | | | | (1.0) | | | This reduction would likely affect 1 to 2 FTEs in this division. | N |
| 47 | Executive Director's Office | DHS - increase productivity of Services Review staff | ($68,700) | | | 10% | (1.0) | | | Department indicates this would eliminate one analyst position and reduce the number and timeliness of reviews completed. | N |
| 48 | Medicaid | DOH - Federal Audit Recoveries | ($250,000) | | ($600,000) | | | | | The federal government has existing resources to help State's fight fraud, waste, and abuse. These resources were recently increased. | N |
| 49 | Executive Director's Office | DHS - increase productivity of Administrative Hearings staff | ($30,500) | | | 10% | (0.5) | | | Department states this would delay the issuance of written decisions and the time to hold a requested hearing and may cause a legal risk. | N |
| 50 | Medicaid | DOH - Reduction in Radiology Reimbursement | ($38,400) | | ($94,200) | | | | | This would equate to about $2 reduction in reimbursement per CT scan procedure. | N |
| 51 | Executive Director's Office | DHS - increase productivity of Office of Legal Affairs staff | ($19,000) | | | 10% | | | | Reduces payments to the Attorney General's Office for services provided. AG's services would be reduced. Department states it may cause a legal risk. | N |
| 52 | Medicaid | DOH - More Aggressively Update and Lower the State's Maximum Allowable Cost | ($1,845,500) | | ($4,523,800) | 5% | | | | Responses from the Medicaid survey conducted during the 2010 interim indicated that the State's Maximum Allowable Cost could be updated more frequently and more aggressively. Additionally, the Department will not put a State Maximum Allowable Cost price for a drug that has less than 3 suppliers. This would direct the Department to consider all drugs for a State Maximum Allowable Cost. There is some information from the audit by the Legislative Auditors regarding potential savings here. For FY 2010 the following States lowered their maximum allowable reimbursement: Alabama, Alaska, Illinois, Kansas, Louisiana, Massachusetts, West Virginia, Wisconsin, and Wyoming. This assumes that 4.5% savings could be obtained from this measure. | N |
| 53 | Executive Director's Office | DHS - increase productivity of Executive Director's Office staff | ($66,600) | | | 10% | (1.0) | | | Department states it would reduce its capacity to manage the department and respond to requests for information and constituent concerns. | N |

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| 54 | Disease Control & Prevention | DOH - Sexually Transmitted Diseases Media campaign (HB 15, 2008 GS, Riesen) | ($39,500) | | | | (0.3) | | | Statewide awareness and prevention media campaign conducted by contractor would be eliminated. The contractor has implemented media campaigns such as billboards, pamphlets and developed a website for parents, youth and providers both in English and Spanish. | N |
| 55 | Services for People with Disabilities | DHS - Increase caseloads of support coordinators from 46 to 60 and extend timeframes for review with highest acuity still seen more often | ($570,000) | | ($1,397,200) | | | | 4,700.0 | Proposal would increase caseloads, extend timeframes for review, and reduce rates by 15%. | N |
| 56 | Medicaid | DOH - Require Health Insurance Purchased by University Students to Cover Pregnancies | ($1,000,000) | | ($2,451,300) | | | | | This assumes that by requiring university students to purchase health insurance that covers pregnancies, Medicaid would become the secondary payer or not participate in at least $1,000,000 in General Fund expenditures for pregnancies. | new law |
| 57 | Child and Family Services | DHS - increase productivity with funding for Special Needs | ($59,600) | | | 10% | | | 4,703.0 | Program provides for special needs of children in foster care such as transportation and clothing. | N |
| 58 | Administration | DWS - Increase efficiencies in administration through reduction of FTE and current expenditures | ($97,000) | | | 4% | (5.0) | | | DWS Administration provides services to all areas of the agency. This section includes accounting, human resources, research and analysis, among others. | N |
| 59 | Child and Family Services | DHS - increase productivity with state funding associated with Minor Grants | ($142,000) | | | | | | | DCFS indicates federal funds may be jeopardized as state funding in this area is used for match. | N |
| 60 | Family Health & Preparedness | DOH - Opt Out of Head Start Collaboration Grant | ($44,400) | | ($125,000) | | (1.0) | | | Decreased State funding to coordinate Head Start programs at the State level. This eliminates just the State funded portion of this program. There are some associated losses of federal funds. Depending on the loss of federal funds, those effected entities might be willing to provide the needed match money for the federal funds. | N |
| 61 | Recovery Services | DHS - Increase productivity of Children in Care Collections staff | ($74,200) | | ($137,800) | 10% | | (3.0) | | ORS provides child support services for children in state custody as required by federal law. Collections provide a funding source to DCFS, DJJS, and State Hospital and ORS indicates that these collections may be jeopardized. | N |
| 62 | Children's Health Insurance Program | DOH - Reduce Health and Dental Plan Rates | ($49,300) | | ($197,200) | | | | | Reduction in rates paid to private providers of CHIP services. | N |
| 63 | Recovery Services | DHS - Increase productivity of Attorney General Contract | ($156,300) | | ($303,400) | 10% | | | | This contract for Assistant Attorney Generals provides criminal prosecution for nonsupport regarding egregious offenders who fail to meet support obligations. ORS indicates this would reduce 6 FTE in the AG's office. | N |
| 64 | DWS - Operations & Policy | DWS - Increase efficiencies in Eligibility Services Division | ($3,361,900) | | | 13% | (57.0) | | | The Eligibility Services Division conducts eligibility across programs in DWS including SNAP (Food Stamps), Unemployment Insurance, Medicaid and others. This reduction would be consistent with DWS plans to increase efficiencies within the ES Division by 13% over the next two years. | N |
| 65 | Services for People with Disabilities | DHS - Utah State Developmental Center - increase productivity of staff | ($72,900) | | ($178,700) | 10% | (6.0) | | | The department recommended switching General Fund for Social Services Block Grant between the Division of Services for People with Disabilities and the Division of Child and Family Services (DCFS) and taking the reduction in General Fund in DCFS and removing the reduction to the Utah State Developmental Center by $800,000 - leaving a small reduction remaining. | N |

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| 66 | Medicaid | DOH - Expansion of 340B Drug Pricing Programs | ($50,000) | | ($122,600) | | | | | From the Department's quarterly report: a. "Program staff submitted a final draft State Plan Amendment (SPA) to the Denver Regional CMS office on May 3, 2010 for review. The SPA includes the following six disease states: hemophilia, multiple sclerosis, cystic fibrosis, rheumatoid arthritis conditions, hepatitis C, and Crohn's disease. That draft has been reviewed by CMS in both the Regional and the Central CMS offices and has received tentative approval." b. "There is no question that potential cost savings exist. Those savings are not always easily attainable given the constraints of the system, such as 340B requirements, CMS approvals, and availability of willing contractors. Medicaid has delayed revising savings calculations pending the outcome, extent, and scope of CMS approvals." | N |
| 67 | Substance Abuse & Mental Health | DHS - Reduce forensic competency examinations by 10% - move to the Courts budget | ($42,300) | | | 9% | | | | DSAMH contracts w qualified forensic examiners. Court mandates evaluations. Governor's Optimization Commission encouraged aligning incentives and eliminating disincentives to create efficiencies and savings. Move to Courts who control demand. | UCA 77-16a-103 |
| 68 | Medicaid | DOH - Extrapolation of Provider Errors to all claims - requires legislation or rule | ($1,848,600) | | ($4,531,400) | | | | | Technique used in New York, where based on a statistical sample, it is assume that the error rate found applies to the whole claim base from which the sample was taken. | Y |
| 69 | Substance Abuse & Mental Health | DHS - Increase productivity of State administration and technical assistance staff | ($134,400) | | | 10% | (3.2) | | | Proposal reduces overall funding for mental health and substance abuse programs in community and State Hospital by 10% - administration and technical support should also be reduced by a similar amount. | N |
| 70 | Medicaid | DOH - Close Provo Medical and Dental Clinic | ($146,000) | | ($300,000) | | (6.0) | | | This clinic has been loosing about this much money annually and services may be obtainable from private providers in the area. | N |
| 71 | Services for People with Disabilities | DHS - Increase productivity of State administration and technical assistance staff | ($177,500) | | ($177,500) | 10% | (3.2) | | | Department indicates it may have to eliminate state administrative functions such as supported employment, housing assistance, or one or more waivers. | N |
| 72 | Health Care Financing | DOH - Pay-for-performance for Medicaid Staff (Assumes 5% Increase in Staff Efficiency) | ($100,000) | | ($100,000) | | (3.0) | | | This assumes that by moving to a pay-for-performance system that Medicaid administration could achieve increased efficiencies and reduce staffing expenditures. | N |
| 73 | Recovery Services | DHS - Increase productivity of State administration staff | ($44,500) | | ($86,400) | 10% | (2.0) | | | ORS indicates could compromise the quality and oversight of child support and Medicaid collection services given federal requirements and minimum performance standards. Failure to comply may put Medicaid and TANF at risk. | N |
| 74 | Various | DOH - Reduction in Agency Overall Administration | ($214,900) | | ($164,900) | | (4.0) | (1.0) | | The Department would decide how to take this reduction among administrative expenses in their agency administration's main office operations as well as stop purchasing bus passes for employees with State funds. | N |
| 75 | Recovery Services | DHS - Increase productivity of Financial Services staff and other support costs | ($295,900) | | ($574,400) | 10% | (5.0) | | | ORS indicates this could impact the processing of payments and refunds and place at risk meeting a 2-day disbursement federal requirement. ORS accounts for 10% of all state leases. | N |
| 76 | Medicaid | DOH - Reduction in Outpatient Hospital Rates | ($5,028,200) | | ($12,325,400) | 15% | | | | This is a reduction to outpatient hospital rates. | Y |
| 77 | Child and Family Services | DHS - increase productivity of State Administration staff | ($89,700) | | ($89,700) | 10% | (2.0) | | | State Administration provides overall direction, accounting, training, contract management, and program and practice improvement. | N |

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| 78 | Medicaid | DOH - Stop Paying for Preventable Medical Errors in Medicaid | ($45,000) | | ($110,300) | | | | | Public testimony to HHS on 1/12/10 suggested that we could obtain savings in the Medicaid program by stopping paying for preventable medical errors in Medicaid. This is already done in the Medicare program. This is already being done for hospital billing in Medicaid. There may be some opportunity in other areas for savings. This change is required as part of federal health care reform effective FY 2012. | N |
| 79 | Child and Family Services | DHS - increase the productivity of the Child Welfare Management Information System and staff | ($293,600) | | | 10% | (2.0) | | | DCFS indicates this may reduce its efforts to modernize and maximize the use of technology. | N |
| 80 | Medicaid | DOH - Estimated Results from PEHP Working with Medicaid | ($200,000) | | ($600,000) | | | | | PEHP has indicated a willingness to work with Medicaid on lessons learned by PEHP and provided a report in December 2010 on this topic. This may result in some savings within the Medicaid program. | N |
| 81 | Aging & Adult Services | DHS - increase the productivity of Aging and Adult Services Administration staff | ($33,000) | | | 10% | (1.0) | | | This program provides overall administrative direction for the division along with finance, budgeting, management and technical assistance of federal grants. | N |
| 82 | USOR | USOR - Reduce funding for Disabilities Determination Services Advisory Council | ($8,500) | | | 80% | | | | Initially the Legislature appropriated $10,000 for the Disability Determination Services Advisory Council. The Council expended $1,600 in FY 2010. This reduction would leave enough to cover that amount. | N |
| 83 | Recovery Services | DHS - Require all large Utah health insurance providers to provide online membership access | ($77,600) | | ($150,600) | | | | | This proposal is a recommendation from the Human Services In-depth Budget Review and assumes a 1% efficiency savings. | N |
| 84 | Medicaid | DOH - Repeal Medicaid Drug Utilization Amendments (HB 258, 2008 GS, Lockhart) | ($65,200) | | ($160,700) | 0% | | | | In 2008 the Legislature passed legislation prohibiting the inclusion of immunosuppressive drugs used to prevent transplanted organ rejection in generic substitution requirements of the State Medicaid Program. In FY 2009, the first year of the new law may have added costs up to $225,900 Total Funds to the Medicaid program, which represents an increase of 23% for spending on immunosuppressive drugs from FY 2008. From FY 2007 to FY 2008 spending on immunosuppressive drugs decreased 5%. As more generic drugs became available the cost to the State will increase. | SB 137 |
| 85 | Child and Family Services | DHS - 10% savings in facility costs by implementing new building and worker strategies | ($300,000) | | ($100,000) | 10% | | | | DCFS accounts for 20% of all state leases ($4 million of $20 million). This proposal requires the implementation of new strategies to reduce building costs by 10%. | N |
| 86 | USOR | USOR - Administration - Reduction in current expense - Training and travel | ($129,000) | | | 3% | | | | | N |
| 87 | Child and Family Services | DHS - replace General Fund with Social Services Block grant | ($800,000) | | $800,000 | | | | | The department recommended switching General Fund for Social Services Block Grant between the Division of Services for People with Disabilities and the Division of Child and Family Services (DCFS) and taking the reduction in General Fund in DCFS and removing the reduction to the Utah State Developmental Center by $800,000. | N |

# COMMITTEE PROPOSAL TO ELIMINATE DEFICIT

| Rank | Unit of Government | Item | FY 2012 Ongoing GF/EF | FY 2012 One Time GF/EF | FY 2012 Other Funds | % of Program Reduced | FTE Active | FTE Vacant | Clients Affected | Impact | Statute Change? |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 88 | Medicaid | DOH - Remove Exclusion for Drugs for Mental Illness for the Preferred Drug List | ($1,438,800) | $450,000 | ($2,423,800) | 4% | | | | Public testimony to HHS on 1/12/10 suggested that we might be able to save money by removing the exclusion for mental illness drugs on the Preferred Drug List Program. The agency indicates that about 40% of drugs provided are for mental illness. This estimated assumes we can get similar savings on mental illness drugs as the drugs on the Preferred Drug List by FY 2013. The one-time backfill allows for some time to add drugs to the Preferred Drug List. | SB 137 |
| 89 | Substance Abuse & Mental Health | DHS - Savings from moving to an electronic format to notify and inform regarding federal block grants | ($11,000) | | | | | | | This reduction is due to a savings put forward by the department | N |
| 90 | Executive Director's Office | DOH - Move 1 FTE from General Fund to Dedicated Credits | ($50,000) | | $50,000 | | | | | This changes the funding source from General Fund to dedicated credits for 1 FTE. | N |
| 91 | Services for People with Disabilities | DHS - 1% recovery, with fed help, of GF in Medicaid programs (similar to Health Dept proposal) | ($355,900) | | ($872,400) | | | | | The federal government has existing resources to help State's fight fraud, waste, and abuse. These resources were recently increased. This assumes another 1% could be obtained. | N |
| 92 | Various | DOH - Governor Optimization Report - Improve coordination of financial services functions within agencies (p.C-4) | ($40,000) | | ($10,000) | | (1.0) | | | "Redundancies result from having separate finance personnel for each division within an agency. These redundancies could be eliminated by restructuring so the Financial Director of each agency oversees and coordinates the work of all finance personnel. Improved coordination could result in efficiencies that may result in personnel savings and greater | N |
| 93 | Services for People with Disabilities | DHS - Lease the 4 state-owned group homes at market rates ($43,000) | ($43,000) | | $43,000 | | | | | From Human Services In-depth Budget Review - involves 4 State-built group homes (built at cost of $450,000 each) currently leased at no cost. | N |
| 94 | Disease Control & Prevention | DOH - One-time Equipment Purchase to Bring In-house Some State Laboratory Testing Currently Done Via Contracts | ($84,000) | $400,000 | | | | | | This assumes that by purchasing a $400,000 piece of equipment, the State Lab could reduce annual contracted services by $84,000. This piece of equipment has an estimated useful life of 10 years. | N |
| 95 | Services for People with Disabilities | DHS - Move Social Services Block Grant from DSPD to DCFS | $0 | | ($800,000) | | | | | The department recommended switching General Fund for Social Services Block Grant between the Division of Services for People with Disabilities and the Division of Child and Family Services (DCFS) and taking the reduction in General Fund in DCFS and removing the reduction to the Utah State Developmental Center by $800,000 - this is the reduction of the Social Services Block Grant. | N |
| 96 | Medicaid | DOH - Increased Savings From the Preferred Drug List | ($1,100,000) | | ($2,696,400) | 3% | | | | Based on projected savings from additional drug classes that have been added recently to the Preferred Drug List, the Department of Health estimates additional savings of $1,100,000 General Fund in FY 2012. | N |
| 97 | Aging & Adult Services | DHS - eliminate pass-thru funding for Aging Co. support services provided in 2010 General Session | $0 | | | 0% | | | | This proposal would undo ongoing backfill of 15% General Fund for Aging support services funded in the 2010 General Session. | N |
| 98 | Medicaid | DOH - Savings from the New Choices Waiver | ($145,000) | | ($355,400) | | | | | The Department of Health indicates that they annually are achieving $145,000 General Fund higher than budgeted savings via the New Choices Waiver. Effective April 2010, the total number of clients that can be served was raised from 1,000 to 1,200. | N |

# Committee Proposal to Eliminate Deficit

| Rank | Unit of Government | Item | FY 2012 Ongoing GF/EF | FY 2012 One Time GF/EF | FY 2012 Other Funds | % of Program Reduced | FTE Active | FTE Vacant | Clients Affected | Impact | Statute Change? |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 99 | Various | DOH - State Endowment Fund - one-time use | | ($850,000) | | | | | | This fund is not used unless accessed by the Legislature. The majority of the money come from tobacco settlement funds designated annually for this fund. | UCA 51-9-202 |
| 100 | Health Care Financing | DOH - Use 3% Maximum from Nursing Restricted Account for Administration | ($38,000) | | $0 | | | | | By statute 3% of the Nursing Care Facilities Account can be used for administration. The account was recently increased in FY 2011 and the administration is not currently at 3%. The reduction represents an exchange of these restricted account funds for General Funds and takes us to using 3% on administration. | N |
| | *Subcommittee Total* | | ($49,909,800) | $0 | ($53,391,100) | | (128.4) | (32.0) | 35,685.0 | | |
| | EAC Allocation Target | | ($49,909,800) | $0 | | | | | | | |