

# Budget Brief – Div. of Svc for People with Disabilities

NUMBER HHS-05-14

## SUMMARY

The Division of Services for People with Disabilities (DSPD) provides residential, day services, family support services and attendant care. Services range from limited family support to a full array of 24-hour services provided in the community by private providers, at the Division's Utah State Developmental Center (USDC), or in private Intermediate Care Facilities (ICFs/MR) with funding through the State Department of Health.

## ISSUES AND RECOMMENDATIONS

### *Home & Community Services Waiting List*

The waiting list for home and community based services has grown to nearly 2,000 people today. The Analyst recommends that \$2,700,000 (\$1,000,000 General Fund) be appropriated for FY 2006, which will address the needs of about 190 people. (See Issue Brief: HHS-05-27)

### *USDC Medication Cost Increases*

Medication costs at the Developmental Center is increasing at an annual rate between six and eight percent. For FY 2006, the Analyst recommends an increase of \$81,300 (\$22,700 General Fund).

### *Federal Medical Assistance Percentage (FMAP)*

The Analyst recommends that the Legislature replace lost federal funds due to the FMAP rate change. In DSPD this will require an appropriation \$1,354,500 for FY 2006. (See Issue Brief HHS-05-24.)

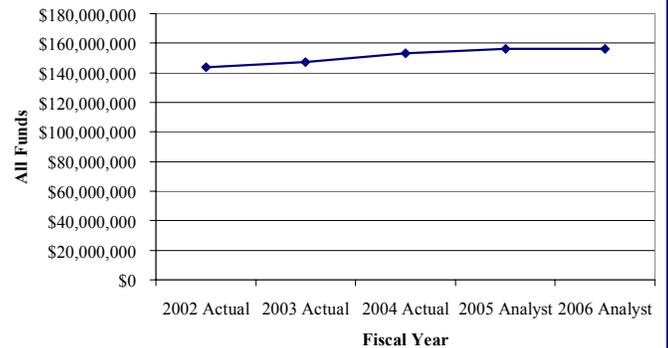
### *Note on Above Recommendations*

The above recommendations are NOT built into the Analyst's recommended FY 2006 budget in the tables in this brief, as the Executive Appropriations Committee has not yet allocated additional funds to the subcommittee. The Analyst recommends these items be prioritized highly if/when additional funds become available.

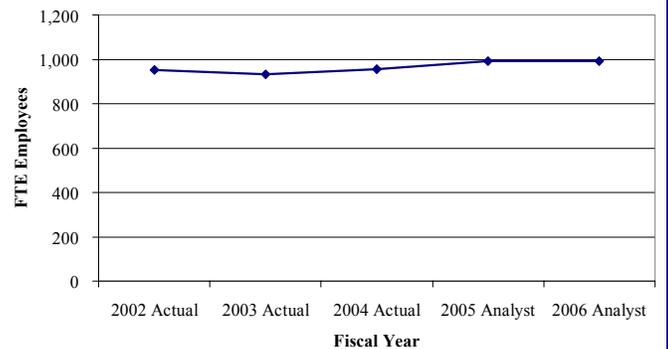
### *People with Disabilities Trust Fund*

The Trust Fund for People with Disabilities (63A-5-220, UCA) consists of proceeds from the sale or lease of lands and facilities at the Utah State Developmental Center (USDC). The Legislature may only appropriate interest, lease and rental receipts. The FY 2004 year end balance in the fund was \$2,979,475, of which \$252,166 is from interest and lease payments. The Analyst recommends an appropriation of \$100,000 which is included in the FY 2006 Analyst recommended budget figures.

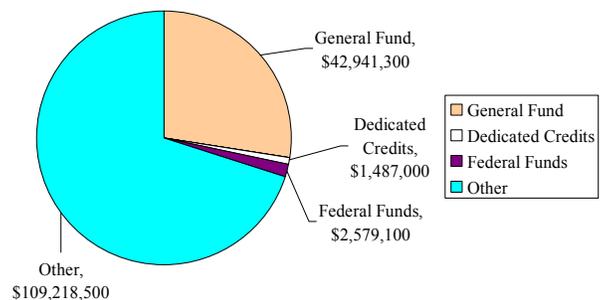
**Figure 1: Human Services - Svc for People w/Disabilities - Budget History**



**Figure 2: Human Services - Svc for People w/Disabilities - FTE History**



**Figure 3: Human Services - Svc for People w/Disabilities - FY 2006 Funding Mix**



**Nursing Salaries**

To reduce turnover and recruiting problems for LPN nurses at the USDC, the Division plans to raise salaries for its LPNs at a cost of \$27,000 (\$7,800 Gen. Fund).

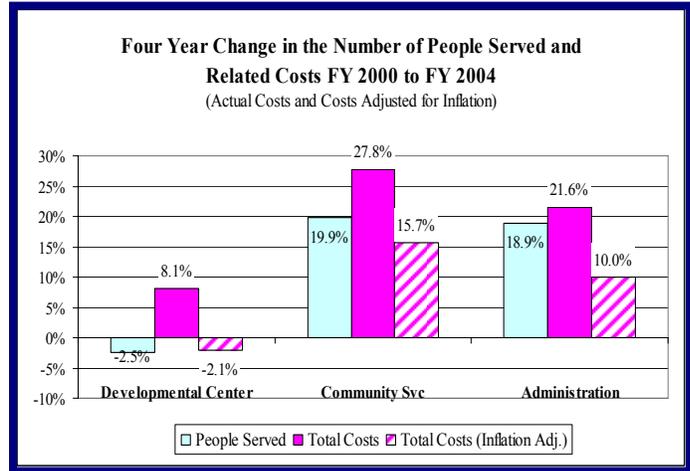
**Private Providers Staff Cost of Living Adjustment**

A one percent cost of living adjustment for staff of DSPD private contract services providers is estimated to cost \$846,900 (\$252,200 General Fund). A decision on this issue will be made by the Executive Appropriations Committee as it considers state employee compensation.

**ACCOUNTABILITY DETAIL**

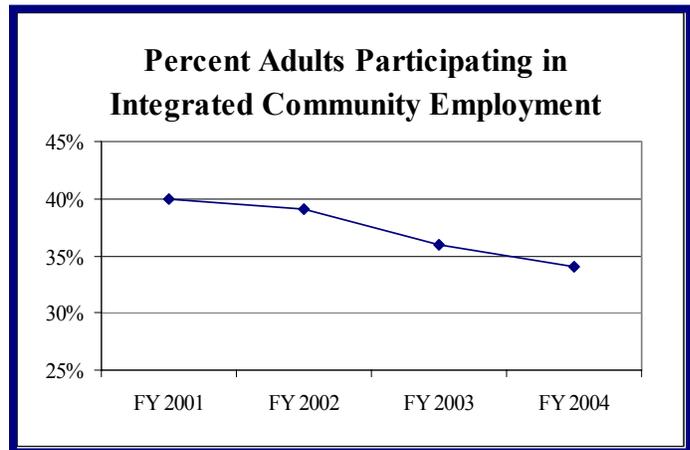
**Growth in Number of People Served Compared to Change in Budgets: FY 2000 to FY 2004**

The chart on the right compares the growth in the number of clients in service to the growth in the service budget. The budget is shown both as actual and adjusted for inflation. This indicates that, while budgets have grown faster than the size of the population served, when adjusted for inflation, the budgets have grown less than the number of people served. This is a welcome change from earlier years, when budgets (even adjusted for inflation) were growing significantly faster than the number of people in service.



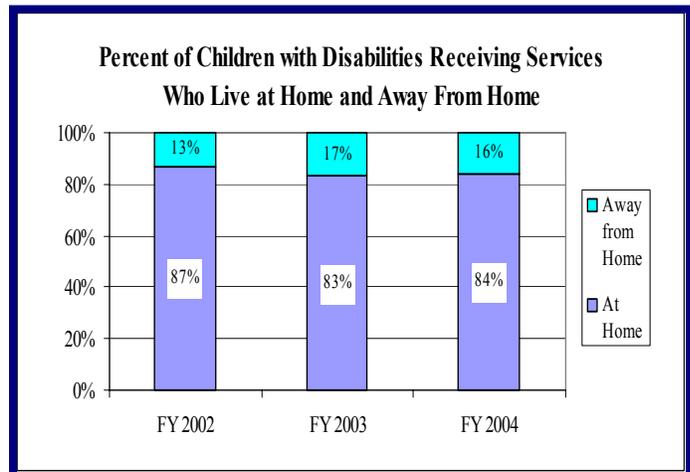
**Percent of Adults Participating in Community Employment**

Supported employment provides assistance to people with developmental disabilities to help them acquire and maintain employment. There has been a drop from 40% to 34% since FY 2001. The problem can be attributed to attrition and the inability of the Division to backfill these services with individuals from the waiting list. People in need of supported employment services generally do not rank as high on the assessed need scores as those waiting for more intensive services.



**Percent of Children with Disabilities Receiving Services Who Live at Home and Away from Home**

The Legislature has directed the Division to strive to provide services to children enabling them to continue living with their families in their homes. The chart at right shows that, currently, 84% of children in service are living in their own homes. Of those living outside their homes, about 73% live in a home-like setting with a professional parent.



**BUDGET DETAIL**

***Budget Recommendation***

The Analyst recommends an FY 2006 appropriation for the Division of Services for People with Disabilities (DSPD) totaling \$156.2 million (0.2 percent below the current FY 2005 authorized budget). The FY 2006 recommendation includes \$42.9 million from the General Fund. Carry-forward funds from FY 2005 to FY 2006 are less than that carried forward from FY 2004. Additional funding recommendations by the Fiscal Analyst are not built into the tables and charts in this budget brief.

***Intent Language – FY 2005***

*The Division of Services for People with Disabilities (DSPD) is to use non-lapsing funds carried over from FY 2005 to provide services for: 1) individuals needing emergency services, 2) individuals needing additional waiver services, 3) individuals aging out of state custody from the divisions of Child and Family Services and Juvenile Justice Services, and 4) individuals court ordered into DSPD services. DSPD will use generated budget savings to continue funding services for these people through FY 2006. DSPD will report to the Office of Legislative Fiscal Analyst on progress to generate these cost savings.*

**LEGISLATIVE ACTION**

1. The Analyst recommends a base budget for the Division of Services for People with Disabilities totaling \$156,225,900 (\$42,941,300 General Funds) as detailed in the “Budget Detail Table.”
2. Consider above listed intent language concerning the use of DSPD carry-forward funds.
3. Consider budget adjustments recommended by the Analyst and others as considered by the subcommittee.

**BUDGET DETAIL TABLE**

<b>Human Services - Svcs for People w/Disabilities</b>						
	<b>FY 2004</b>	<b>FY 2005</b>		<b>FY 2005</b>		<b>FY 2006</b>
<b>Sources of Finance</b>	<b>Actual</b>	<b>Appropriated</b>	<b>Changes</b>	<b>Revised</b>	<b>Changes</b>	<b>Analyst*</b>
General Fund	42,429,400	42,941,300	0	42,941,300	0	42,941,300
General Fund, One-time	0	397,600	0	397,600	(397,600)	0
Federal Funds	2,031,200	2,004,200	574,900	2,579,100	0	2,579,100
Dedicated Credits Revenue	1,246,700	1,461,700	40,000	1,501,700	(14,700)	1,487,000
General Fund Restricted	11,000	0	0	0	100,000	100,000
GFR - Trust for People with Disabilities	235,000	0	0	0	0	0
Transfers - H - Medical Assistance	107,358,900	108,772,300	(657,600)	108,114,700	(888,200)	107,226,500
Transfers - Other Agencies	395,000	326,400	154,000	480,400	(3,600)	476,800
Beginning Nonlapsing	3,389,600	2,874,000	1,029,300	3,903,300	(414,600)	3,488,700
Closing Nonlapsing	(3,903,300)	(1,209,200)	(2,279,500)	(3,488,700)	1,415,200	(2,073,500)
<b>Total</b>	<b>\$153,193,500</b>	<b>\$157,568,300</b>	<b>(\$1,138,900)</b>	<b>\$156,429,400</b>	<b>(\$203,500)</b>	<b>\$156,225,900</b>
<b>Programs</b>						
Administration	2,514,600	2,616,500	1,131,800	3,748,300	84,400	3,832,700
Service Delivery	12,603,600	12,951,400	243,600	13,195,000	(111,300)	13,083,700
State Developmental Center	33,325,500	33,026,800	398,700	33,425,500	(359,900)	33,065,600
DD/MR Waiver Services	98,475,700	102,656,900	(3,105,300)	99,551,600	183,300	99,734,900
Brain Injury Waiver Services	2,167,500	2,033,600	(99,400)	1,934,200	0	1,934,200
Physical Disability Waiver Services	1,712,100	1,670,200	71,600	1,741,800	0	1,741,800
Non-waiver Services	2,394,500	2,612,900	220,100	2,833,000	0	2,833,000
<b>Total</b>	<b>\$153,193,500</b>	<b>\$157,568,300</b>	<b>(\$1,138,900)</b>	<b>\$156,429,400</b>	<b>(\$203,500)</b>	<b>\$156,225,900</b>
<b>Categories of Expenditure</b>						
Personal Services	39,651,500	40,623,000	85,900	40,708,900	(486,800)	40,222,100
In-State Travel	164,600	186,400	8,000	194,400	0	194,400
Out of State Travel	4,300	21,700	9,100	30,800	0	30,800
Current Expense	6,986,900	6,308,400	939,500	7,247,900	0	7,247,900
DP Current Expense	1,287,200	1,196,300	627,500	1,823,800	0	1,823,800
DP Capital Outlay	0	6,000	0	6,000	0	6,000
Capital Outlay	211,300	100,000	0	100,000	0	100,000
Other Charges/Pass Thru	104,887,700	109,146,300	(2,828,700)	106,317,600	283,300	106,600,900
<b>Total</b>	<b>\$153,193,500</b>	<b>\$157,588,100</b>	<b>(\$1,158,700)</b>	<b>\$156,429,400</b>	<b>(\$203,500)</b>	<b>\$156,225,900</b>
<b>Other Data</b>						
Total FTE	954.8	945.3	46.4	991.7	(0.2)	991.5
Vehicles	92	92	0	92	0	92

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