

Budget Brief – Services for People with Disabilities

DEPARTMENT OF HUMAN SERVICES

NUMBER DHS-08-05

THE DIVISION OF SERVICES FOR PEOPLE WITH DISABILITIES

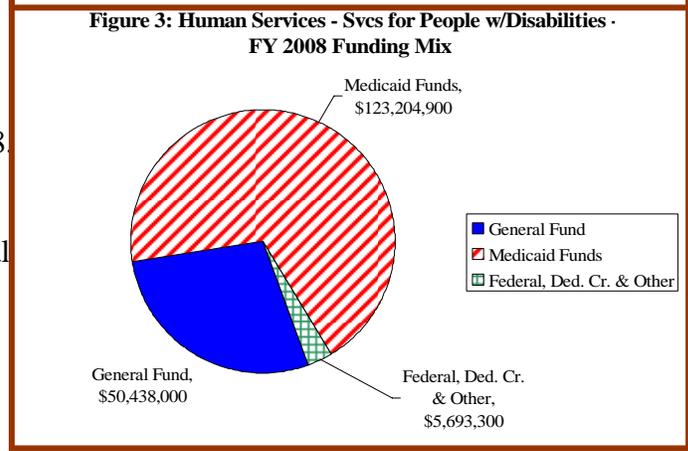
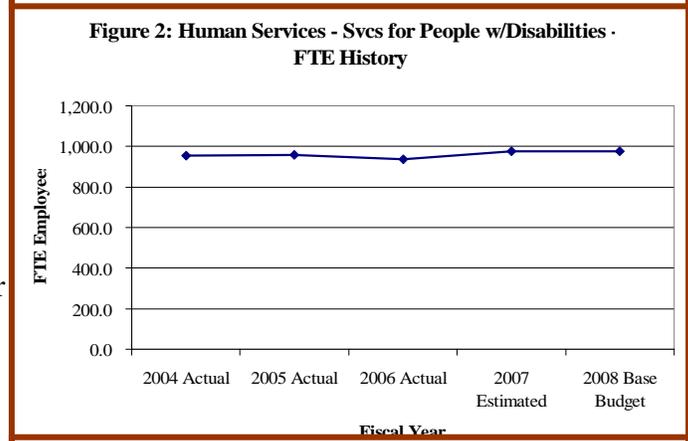
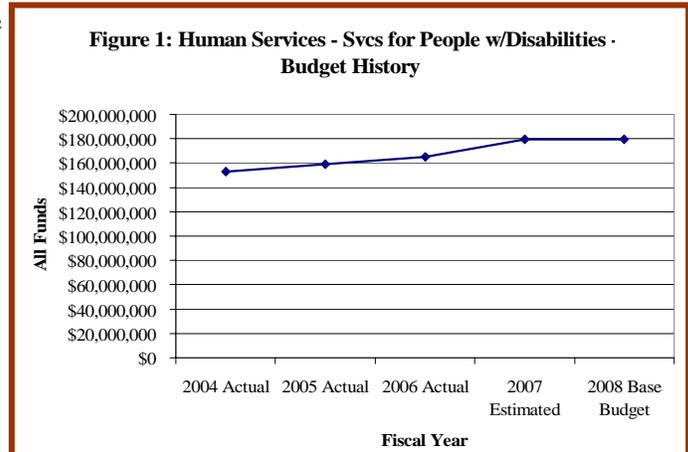
The Division of Services for People with Disabilities (DSPD) is responsible for providing services for individuals with mental retardation and developmental disabilities such as residential, day services, family support and attendant care. DSPD also is responsible for the management of the Utah State Developmental Center. The services provided range from limited family support to a full array of 24 hour care in both the community and at the Utah State Developmental Center. Services are also available in private Intermediate Care Facilities for people with Mental Retardation (ICFs/MR) with funding from the Department of Health.

DSPD has divided the State into three regions for service delivery. The Division contracts for services with local private providers, and oversees and evaluates the quality of services provided.

DSPD in the Department of Human Services under the State Medicaid plan has an interagency agreement with the Department of Health to act as the operating agency to administer the Home and Community-based Services Waiver (HCBS) services in a home setting. DSPD under the State Medicaid Plan administers three waiver programs: 1) Mentally Retarded/Related Conditions (MR/RC) Waiver; 2) Acquired Brain Injury (ABI) Waiver; and 3) Physical Disability Waiver. Waiver programs are exceptions to the regular Medicaid State Plan allowing states more flexibility than the regular State Medicaid Plan. Waiver programs must be cost neutral or less expensive than institutional placement.

DSPD also offers non-waiver services for individuals who do not qualify for the Medicaid waivers. This program also provides non-Medicaid eligible services for individuals in the waiver program, such as psychological assessments used to determine eligibility, housing assistance and special needs funding.

The FY 2008 recommended base budget totals \$179,436,200 with \$50,438,000 (28 percent) from the General Fund. The General Fund figure includes a reduction of \$1,596,200 based on the Federal Medical Assistance Percentages (FMAP) rate change for FY 2008. The other funding sources are \$123,204,900 (69 percent) from federal Medicaid funds and the balance of \$5,793,300 from federal funds, dedicated credits, General Fund Restricted - Trust for People with Disabilities, transfers and non-lapsing balances.



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:

Base Budget Adoption

Adoption of the base budget enables the programs to continue for the next fiscal year at relatively 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 shows the General Fund requests of DSPD. The programmatic needs will be discussed in detail with the Analyst's recommendation and total plan of financing in the issue briefs:

1. Home and Community Based Waiver Services – Issue Brief DHS-08-08
2. Waiting List – Issue Brief DHS-08-09
3. Supported Employment – Issue Brief DHS-08-10
4. Disability Family Preservation Program – there are two legislative bills for this request

Reallocation of Internal Service Funds

DHS has requested that \$57,800 of FY 2007 Internal Service Funds (ISF) for the Risk Management Liability Premiums are reallocated to the appropriate programs within DHS for FY 2008 as shown in the following table: This request for reallocation is addressed in the Department of Human Services Budget Brief, (see Budget Brief DHS-08-01) however, it is shown here as an information item since one program is affected in DSPD.

Department of Human Services -Internal Service Fund			
Risk Management Liability Premium			
FY 2007 Adjustment in FY 2008			
Division	Program	Approp Unit	Amount
Substance Abuse and Mental Health	Administration	KBA	(\$700)
Substance Abuse and Mental Health	State Hospital	KBF	(\$16,500)
Services for People with Disabilities	Administration	KFA	(\$12,500)
Child and Family Services	Administration	KHA	\$57,800
Juvenile Justice Services	Administration	KJA	(\$28,100)
Total			<u><u>\$0</u></u>

BUDGET DETAIL

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

Human Services - Svcs for People w/Disabilities						
Sources of Finance	FY 2006 Actual	FY 2007 Appropriated	Changes	FY 2007 Revised	Changes	FY 2008* Base Budget
General Fund	46,484,300	52,034,200	0	52,034,200	(1,596,200)	50,438,000
General Fund, One-time	(83,300)	109,100	0	109,100	(109,100)	0
Federal Funds	2,344,500	2,634,900	(35,600)	2,599,300	0	2,599,300
Dedicated Credits Revenue	1,836,500	1,596,800	573,200	2,170,000	0	2,170,000
GFR - Trust for People with Disabilities	100,000	100,000	0	100,000	0	100,000
Transfers - H - Medical Assistance	112,300,300	120,088,600	1,430,600	121,519,200	1,685,700	123,204,900
Transfers - Other Agencies	337,100	303,400	109,600	413,000	11,000	424,000
Beginning Nonlapsing	3,151,500	1,833,500	(547,100)	1,286,400	(786,400)	500,000
Closing Nonlapsing	(1,286,400)	0	(500,000)	(500,000)	500,000	0
Total	\$165,184,500	\$178,700,500	\$1,030,700	\$179,731,200	(\$295,000)	\$179,436,200
Programs						
Administration	3,988,000	6,546,300	(2,185,600)	4,360,700	(146,700)	4,214,000
Service Delivery	13,816,100	15,036,200	574,000	15,610,200	17,200	15,627,400
State Developmental Center	34,296,600	37,326,400	155,400	37,481,800	120,900	37,602,700
MR/RC Waiver Services	106,562,500	112,647,900	2,228,000	114,875,900	(286,400)	114,589,500
Brain Injury Waiver Services	1,877,800	2,645,000	117,400	2,762,400	0	2,762,400
Physical Disability Waiver Services	1,809,500	1,664,200	79,300	1,743,500	0	1,743,500
Non-waiver Services	2,834,000	2,834,500	62,200	2,896,700	0	2,896,700
Total	\$165,184,500	\$178,700,500	\$1,030,700	\$179,731,200	(\$295,000)	\$179,436,200
Categories of Expenditure						
Personal Services	41,928,700	46,634,000	(713,100)	45,920,900	472,800	46,393,700
In-State Travel	220,200	218,600	25,500	244,100	0	244,100
Out of State Travel	13,900	29,100	(5,000)	24,100	0	24,100
Current Expense	7,700,700	7,494,900	835,300	8,330,200	30,000	8,360,200
DP Current Expense	1,477,600	1,616,500	266,300	1,882,800	(360,900)	1,521,900
DP Capital Outlay	0	6,000	0	6,000	0	6,000
Capital Outlay	292,200	100,000	(50,000)	50,000	0	50,000
Other Charges/Pass Thru	113,551,200	122,601,400	671,700	123,273,100	(436,900)	122,836,200
Total	\$165,184,500	\$178,700,500	\$1,030,700	\$179,731,200	(\$295,000)	\$179,436,200
Other Data						
Budgeted FTE	935.7	982.8	(7.0)	975.8	(0.1)	975.7
Vehicles	80	80	0	80	0	80

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

RECOMMENDATIONS

It is the recommendation of the Analyst that the base budget for FY 2008 for the Division of Services for People with Disabilities of \$179,436,200 with the plan of financing shown in the above table be adopted by the Health and Human Services Appropriations Subcommittee. 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.