



DEPARTMENT OF HUMAN SERVICES

SOCIAL SERVICES APPROPRIATIONS SUBCOMMITTEE
STAFF: STEPHEN JARDINE

BUDGET BRIEF

SUMMARY

The Department of Human Services (DHS), under Section 62A of the Utah Code Annotated, administers various social services programs in the state of Utah. For additional detailed information on the Department of Human Services, see the Compendium of Budget Information prepared for the 2012 General Session at:

http://le.utah.gov/lfa/reports/cobi2012/agcy_200.htm

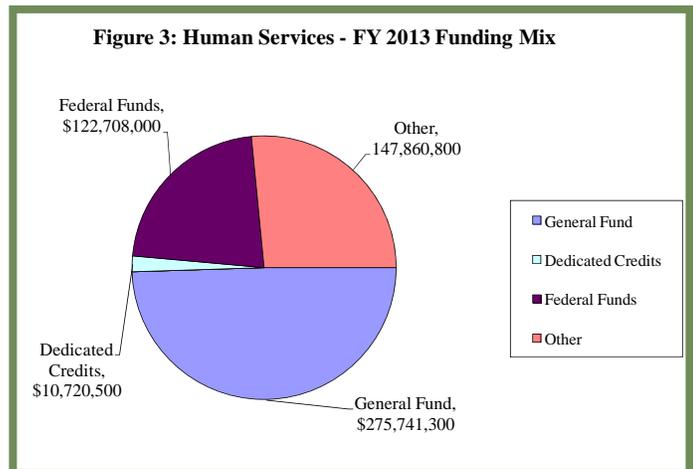
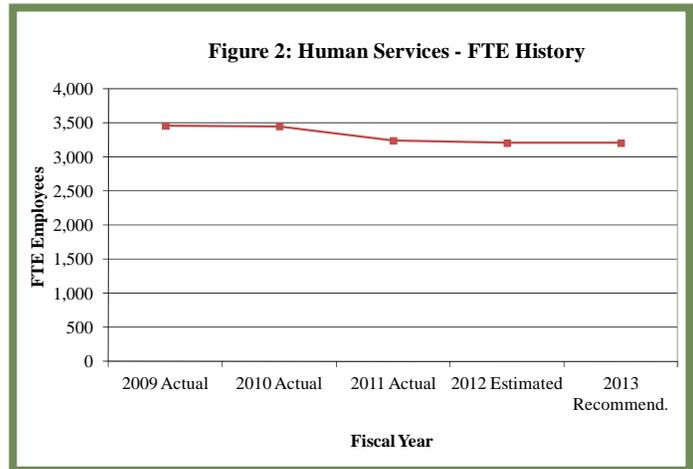
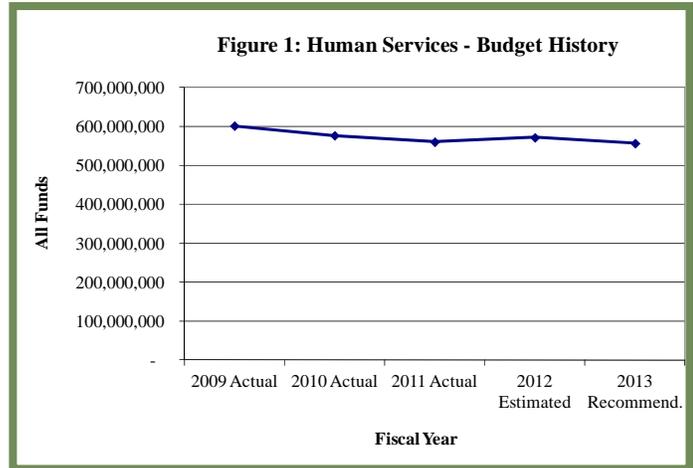
DHS includes the following entities:

1. Executive Director Operations (EDO)
2. The Division of Substance Abuse and Mental Health (DSAMH), including Drug Courts
3. The Division of Services for People with Disabilities (DSPD)
4. The Office of Recovery Services (ORS)
5. The Division of Child and Family Services (DCFS)
6. The Division of Aging and Adult Services (DAAS)

Mental health, substance abuse, and aging programs are primarily operated at the county level under the direction of the Division of Aging and Adult Services and the Division of Substance Abuse and Mental Health.

LEGISLATIVE ACTION

1. For the Department of Human Services, the Fiscal Analyst recommends an FY 2013 budget of \$557,030,600 as shown in Table 2 on page 4.
2. Adopt the fee schedule referenced on page 2. UCA 63J-1-504 states, "the Legislature may approve, increase or decrease and approve, or reject any fee submitted to it by a fee agency."
3. The Fiscal Analyst further recommends that the subcommittee forward to the Executive Appropriations Committee for further consideration, an increase of \$3,499,700 from the General Fund for the change in the Federal Medical Assistance



Percentage (FMAP) shown in Table 1 on page 3. The Governor's budget recommended \$3,499,700 ongoing General Fund FY 2013.

4. Authorize the Department of Human Services to accept federal funds for the respective years presented in *Issue Brief - Department of Human Services Federal Funds* as referenced on page 3. In conjunction with this action, direct the Fiscal Analyst to include the authorized federal funds and associated federal programs in the annual appropriations act for final approval by the Legislature. UCA 63J-5-201 states, "Each legislative appropriations subcommittee shall review the federal funds request summary and may recommend that the agency accept the federal funds or . . . not accept the federal funds or not participate in the federal program for the fiscal year under consideration."

ISSUES

The subcommittee should consider the following items in its deliberations:

FY 2013 Budget Adoption

Adoption of the FY 2013 budget enables the programs to continue for the next fiscal year at the level outlined. Some changes in the budget 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.

Department Requests for Consideration

Specific department requests will be discussed in the various budget and issue briefs associated with the Department of Human Services.

Adoption of Fees

In accordance with UCA 63J-1-504 requiring the department to "submit its fee schedule . . . to the Legislature for its approval on an annual basis", the Department of Human Services requested fee schedule is presented in *Issue Brief - Fees – Department of Human Services*. UCA 63J-1-504 also states, "the Legislature may approve, increase or decrease and approve, or reject any fee submitted to it by a fee agency."

FMAP Rate Change

The Federal Medical Assistance Percentage (FMAP) represents the federal share of the programmatic costs for Medicaid and federal Title IV-E (of the *Social Security Act*). Title IV-E funds are used to support foster care and adoption assistance in the Division of Child and Family Services. The federal government utilizes a formula to determine its annual percent of FMAP based on a rolling three year average of per capita income levels compared to the national average. By law the FMAP rate cannot be lower than 50 percent or higher than 83 percent. The projected FMAP rate for State Fiscal Year 2013 is 69.955 percent. This represents a 1.482 percent decrease from the State Fiscal Year 2010 FMAP rate which was the last time budgets were adjusted for FMAP due to the overlay of *enhanced* FMAP resulting from passage of the *American Recovery and Reinvestment Act* of 2009. The federal FMAP rate shown in Table 1 has been adjusted to reflect the state fiscal year. The following table shows the impact of the FY 2013 FMAP rate change. Of the \$3,499,700 total FMAP rate change, 76 percent is within the Division of Services for People with Disabilities (DSPD):

FY 2013 FMAP Rate Adjustments for Human Services				
Division	Program	General Fund	Medicaid Funds	Title IVE Funds
DSAMH	Utah State Hospital	\$241,800	(\$241,800)	
DSPD	Service Delivery	\$14,000	(\$14,000)	
DSPD	State Developmental Center	\$485,700	(\$485,700)	
DSPD	Community Waiver Services	\$2,100,500	(\$2,100,500)	
DSPD	Brain Injury Waiver	\$43,800	(\$43,800)	
DSPD	Physical Disabilities Waiver	\$27,500	(\$27,500)	
DCFS	Out of Home Care	\$316,600	(\$152,200)	(\$164,400)
DCFS	Special Needs	\$3,800		(\$3,800)
DCFS	Adoption Assistance	\$208,300	(\$67,700)	(\$140,600)
DAAS	Aging Waiver	\$57,700	(\$57,700)	
DHS Total		\$3,499,700	(\$3,190,900)	(\$308,800)

Table 1

Federal Funds

UCA 63J-5-201 states, “the Legislative Fiscal Analyst shall submit a federal funds request summary for each agency . . . for review during each annual general session. Each legislative appropriations subcommittee shall review the federal funds request summary and may recommend that the agency accept the federal funds . . . or recommend that the agency not accept the federal funds. . . .” A detailed listing of the Department of Human Services request for federal funds authorization for FY 2012 and FY 2013 is found in *Issue Brief - Department of Human Services Federal Funds*.

ACCOUNTABILITY DETAIL

For a seven year history of output and outcome measures used by the department, see the various division issue briefs regarding output and outcome measures.

BUILDINGS

For a discussion of buildings used by the department, see the *Department of Human Services In-depth Budget Review* found at <http://le.utah.gov/interim/2011/pdf/00000280.pdf> pages 79 through 86. For a detailed listing of those buildings by separate division or office function, see the *Department of Human Services In-depth Budget Review Appendix 1-B*, pages 23 through 33 found at <http://le.utah.gov/interim/2011/pdf/00000279.pdf>.

REPORTS REQUIRED BY STATUTE

For DHS required reports, see *Issue Brief - Department of Human Services - Required Reports*.

BUDGET DETAIL

The following table shows the budget history for the Department of Human Services and its FY 2013 *Recommended Budget*. This proposed FY 2013 Budget consists of the ongoing portion of FY 2012 state funds (General Fund and various restricted funds) plus the most recent estimates of other funds (federal funds, dedicated credits collections and various transfer or carry over funds). Estimated expenditures are then proposed based upon available funding.

Human Services						
Sources of Finance	FY 2011 Actual	FY 2012 Appropriated	Changes	FY 2012 Revised	Changes	FY 2013* Recommended
General Fund	269,800,400	275,726,800	0	275,726,800	14,500	275,741,300
General Fund, One-time	2,156,500	1,793,100	0	1,793,100	(1,793,100)	0
Federal Funds	108,788,500	124,400,700	2,548,600	126,949,300	(4,241,300)	122,708,000
American Recovery and Reinvestment Act	20,375,200	0	0	0	0	0
Dedicated Credits Revenue	11,662,300	10,786,700	(75,700)	10,711,000	9,500	10,720,500
GFR - Alzheimer's State Plan Task Force	20,900	0	0	0	0	0
GFR - Children's Account	400,000	400,000	0	400,000	0	400,000
GFR - Choose Life Adoption Support Account	0	25,000	0	25,000	0	25,000
GFR - Domestic Violence	840,700	959,500	0	959,500	0	959,500
GFR - Intoxicated Driver Rehab	1,500,000	1,500,000	0	1,500,000	0	1,500,000
GFR - Tobacco Settlement	2,325,400	2,325,400	0	2,325,400	0	2,325,400
GFR - Account for People with Disabilities	100,000	100,000	0	100,000	0	100,000
Transfers - Child Nutrition	71,600	74,000	(2,400)	71,600	0	71,600
Transfers - Commission on Criminal and Juven	317,000	0	305,100	305,100	0	305,100
Transfers - Indirect Costs	0	0	0	0	0	0
Transfers - Medicaid	146,665,200	143,680,500	(2,334,800)	141,345,700	(1,038,300)	140,307,400
Transfers - Other Agencies	1,208,900	881,700	308,000	1,189,700	(43,900)	1,145,800
Transfers - Within Agency	363,100	517,100	(72,200)	444,900	(16,500)	428,400
Beginning Nonlapsing	3,896,400	369,000	7,772,300	8,141,300	(7,848,700)	292,600
Closing Nonlapsing	(8,141,300)	(292,600)	0	(292,600)	292,600	0
Lapsing Balance	(2,017,000)	0	0	0	0	0
Total	\$560,333,800	\$563,246,900	\$8,448,900	\$571,695,800	(\$14,665,200)	\$557,030,600
Line Items						
Executive Director Operations	15,274,600	16,030,300	(657,000)	15,373,300	(113,800)	15,259,500
Substance Abuse & Mental Health	126,196,100	132,246,700	(3,497,700)	128,749,000	(4,638,300)	124,110,700
Services for People w/ Disabilities	199,380,800	195,275,400	1,491,700	196,767,100	(1,304,300)	195,462,800
Office of Recovery Services	45,973,300	43,362,300	76,900	43,439,200	(156,000)	43,283,200
Child and Family Services	150,972,700	155,785,300	8,583,800	164,369,100	(8,423,200)	155,945,900
Aging and Adult Services	22,536,300	20,546,900	2,451,200	22,998,100	(29,600)	22,968,500
Total	\$560,333,800	\$563,246,900	\$8,448,900	\$571,695,800	(\$14,665,200)	\$557,030,600
Categories of Expenditure						
Personnel Services	181,731,600	179,680,000	3,022,900	182,702,900	(1,398,200)	181,304,700
In-state Travel	647,200	2,892,200	(2,072,800)	819,400	(12,400)	807,000
Out-of-state Travel	99,500	110,700	24,500	135,200	(20,000)	115,200
Current Expense	46,700,800	48,729,000	(1,425,500)	47,303,500	(1,371,700)	45,931,800
DP Current Expense	19,991,100	17,164,500	639,000	17,803,500	(457,100)	17,346,400
DP Capital Outlay	243,200	52,300	0	52,300	0	52,300
Capital Outlay	144,800	50,000	0	50,000	0	50,000
Other Charges/Pass Thru	310,775,600	314,568,200	8,260,800	322,829,000	(11,405,800)	311,423,200
Total	\$560,333,800	\$563,246,900	\$8,448,900	\$571,695,800	(\$14,665,200)	\$557,030,600
Other Data						
Budgeted FTE	3,245.6	3,128.0	82.3	3,210.3	(0.8)	3,209.5
Actual FTE	2,998.0	0.0	0.0	0.0	0.0	0.0
Vehicles	339	350	0	350	0	350

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

Table 2