

FY 2018-19

Governor's Proposed Budget

Department of Human Services

Office of Developmental Programs

Nancy Thaler
Deputy Secretary

- The mission of the Office of Developmental Programs (ODP) is to support Pennsylvanians with developmental disabilities to achieve greater independence, choice, and opportunity in their lives.
- The priorities and initiatives in the State Fiscal Year (SFY) 2018-19 budget are guided by the recommendations in *Everyday Lives, Values into Action*.



Progress on FY 17-18 Initiatives



- **\$8.6M** for 820 special education graduates and a higher cap for individuals in employment services in the P/FDS Waiver – **490 enrolled; 130 in process; 200 released for 2018 graduates**
- **\$15.4M** for Community Living Waiver for 1,000 individuals (begins 1/01/2018) – **818 currently enrolled**
- **\$642K** for 50 additional adults with autism in the Autism Waiver (begins 01/01/2018) – **22 enrolled; 21 in process**
- **\$1.0M** for Targeted Services Management to 1,545 individuals on the autism waiting list and 455 individuals on the intellectual disability waiting list (begins 07/01/2017) – **1,719 enrolled: 59 individuals with Autism only**
- **\$9.3M** to support new services and changes in service definitions including the new service Community Participation Supports in the Consolidated and P/FDS Waiver – **almost 1/5 of the service is being provided in community settings 25% of the time or more;**
- **\$250K** to restore the Bio-Behavioral Unit in the western region and establish a new unit in the eastern region – **Under development**
- **\$1.4M** home and community services for 12 individuals in the ICF/ID (Overbrook) & 4 individuals in the Base Program transferring to Community Waiver program – **9 have left the ICF; 2 more will be moved on 3/21/18; 1 awaiting confirmation of move date to community; census at Overbrook will have decreased from 22 to 10**
- **\$564K** to provide home and community services for 40 individuals transferring from state intellectual disabilities centers to the Community Waiver program – **6 people have moved; 17 have providers; 17 planning**
- **\$6.0M** for the transfer of individuals to the community due to the proposed closure of Hamburg State Center – **15 individuals have moved**
- **\$249M** for rate increase – **Implemented**
(enrollment data as of 3/12/18)

Departmental Spending



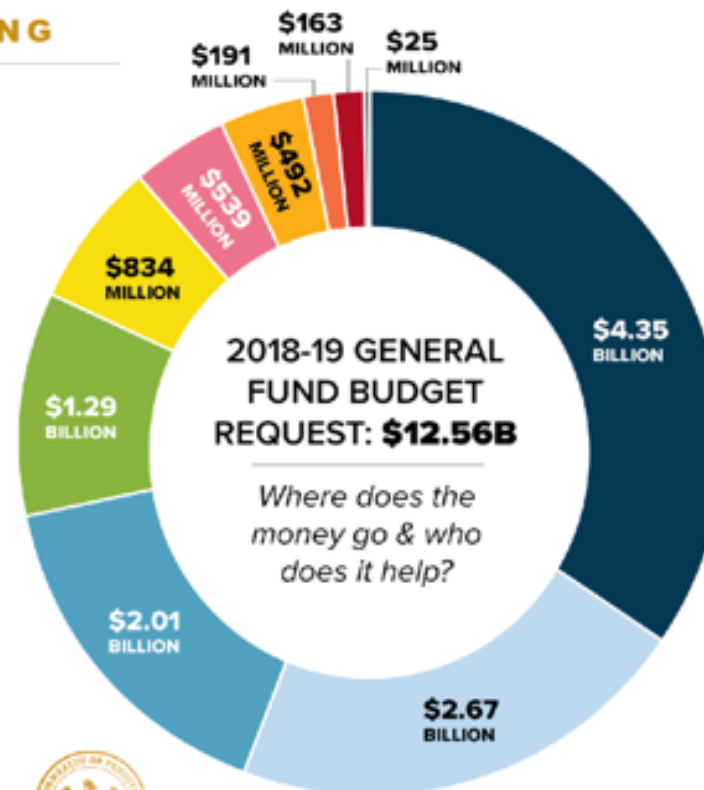
pennsylvania
DEPARTMENT OF HUMAN SERVICES

GOVERNOR WOLF

SCHOOLS THAT TEACH • JOBS THAT PAY • GOVERNMENT THAT WORKS

DEPARTMENTAL SPENDING

- Health Care
- Long-Term Living
- Intellectual Disability Services
- Children, Youth & Families
- Mental Health & Substance Abuse Services
- Administration
- Early Education & Learning
- Other
- Public Health
- Financial Supports



February 2018

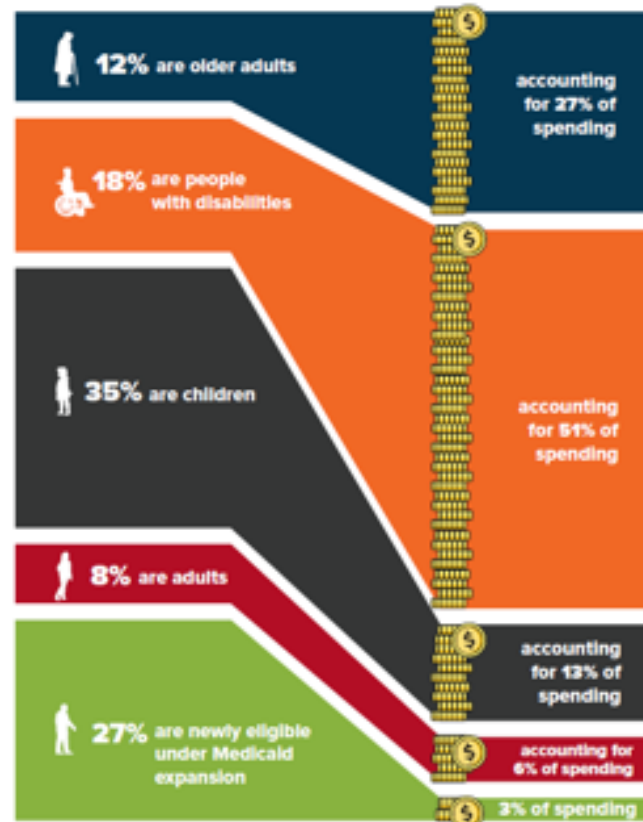


8

Who Gets Medicaid

Who gets Medicaid in PA?

78% of state spending is for older adults & people with disabilities



Percent of spending values represent fiscal year 2018-19 non-federal share, including state general, lottery, tobacco funds and augmentations.

- The Governor's proposed budget for SFY 2018-2019 provides **\$2.01B** in state funds for ODP. Including federal participation and augmenting revenues, the total budget for ODP services is **\$4.1B**.
- The proposed budget reflects an increase of **\$44.1M** in state funding, a 2.25% increase from SFY 2017-2018.
- ODP represents approximately **16%** of the state portion of the SFY 2018-19 Department of Health and Human Services budget.

Proposed FY 18-19 Initiative Highlights



- **\$4.1M** to expand services for 100 individuals on the emergency wait list through the Consolidated Waiver (begins 1/01/2019).
- **\$10.2M** to serve 800 2018 school graduates on the wait list through the Community Living and P/FDS waivers (beginning Sept. 1, 2018) and 800 2019 school graduates in the Community Living and P/FDS waivers (beginning June 1, 2019).
- **\$688K** to expand services for 40 additional adults with ASD on the waiting list through the Adult Community Autism Program (begins 01/01/2019).
- **\$1.0M** to expand services for 25 individuals currently residing in the state centers (begins 12/01/2018).
- **(\$10.4M)** cost savings from GO-TIME projects due to the Hamburg State Center closure.

- **\$500K** to annualize the restoration of the Bio-Behavioral Unit in the western region and establish a new unit in the eastern region (year 2 of the project begins 7/01/2018).
- **\$283k** to provide home and community services for 4 individuals transferring to the Community Waiver Program due to the closure of the Elwyn/Private Road ICF/ID (begins 07/01/2018).
- **\$4.7M** for maintaining the Hamburg State Center facility due to the closure of the state center during FY 2017-18.

PROGRAM / FUNDING SOURCE	FY 2016-2017	FY 2017-2018	FY 2018-2019 EXECUTIVE BUDGET	Increase (Decrease) From FY '17-'18	
	ACTUAL	AVAILABLE		AMOUNT	PERCENT
Autism Intervention					
State	\$22,496,000	\$27,669,000	\$28,140,000	\$471,000	1.70%
Federal - MA	<u>\$22,273,000</u>	<u>\$26,585,000</u>	<u>\$26,815,000</u>	<u>\$230,000</u>	<u>0.87%</u>
Total	\$44,769,000	\$54,254,000	\$54,955,000	\$701,000	1.29%
State Centers					
State	\$137,770,000	\$128,800,000	\$117,324,000	(\$11,476,000)	-8.91%
Federal - MA	\$173,511,000	\$173,072,000	\$161,259,000	(\$11,813,000)	-6.83%
Federal - Medicare	\$508,000	\$600,000	\$553,000	(\$47,000)	-7.83%
Other	<u>\$28,907,000</u>	<u>\$27,678,000</u>	<u>\$25,901,000</u>	<u>(\$1,777,000)</u>	<u>-6.42%</u>
Total	\$340,696,000	\$330,150,000	\$305,037,000	(\$25,113,000)	-7.61%
Private ICF/ID					
State	\$127,621,000	\$128,426,000	\$132,584,000	\$4,158,000	3.24%
Federal - MA	\$177,952,000	\$162,495,000	\$166,198,000	\$3,703,000	2.28%
Other	<u>\$15,884,000</u>	<u>\$19,700,000</u>	<u>\$18,800,000</u>	<u>(\$900,000)</u>	<u>-4.57%</u>
Total	\$321,457,000	\$310,621,000	\$317,582,000	\$6,961,000	2.24%
Community Services: Base Program					
State	\$149,950,000	\$150,734,000	\$152,261,000	\$1,527,000	1.01%
Federal - MA	\$53,835,000	\$55,385,000	\$56,607,000	\$1,222,000	2.21%
Federal - SSBG	<u>\$7,451,000</u>	<u>\$7,451,000</u>	<u>\$7,451,000</u>	<u>\$0</u>	<u>0.00%</u>
Total	\$211,236,000	\$213,570,000	\$216,319,000	\$2,749,000	1.29%
Community Services: Waiver Program					
State	\$1,349,113,000	\$1,527,602,000	\$1,577,019,000	\$49,417,000	3.23%
Federal - MA	<u>\$1,335,919,000</u>	<u>\$1,565,324,000</u>	<u>\$1,625,906,000</u>	<u>\$60,582,000</u>	<u>3.87%</u>
Total	\$2,685,032,000	\$3,092,926,000	\$3,202,925,000	\$109,999,000	3.56%
Elwyn Institute					
State	<u>\$340,000</u>	<u>\$340,000</u>	<u>\$340,000</u>	<u>\$0</u>	<u>0.00%</u>
Total	\$340,000	\$340,000	\$340,000	\$0	0.00%
TOTAL					
State	\$1,787,290,000	\$1,963,571,000	\$2,007,668,000	\$44,097,000	2.25%
Federal - MA	\$1,763,490,000	\$1,982,861,000	\$2,036,785,000	\$53,924,000	2.72%
Federal - Medicare	\$508,000	\$600,000	\$553,000	(\$47,000)	-7.83%
Federal - SSBG	\$7,451,000	\$7,451,000	\$7,451,000	\$0	0.00%
Other	<u>\$44,791,000</u>	<u>\$47,378,000</u>	<u>\$44,701,000</u>	<u>(\$2,677,000)</u>	<u>-5.65%</u>
Total	\$3,603,530,000	\$4,001,861,000	\$4,097,158,000	\$95,297,000	2.38%

Initiative Overview



- The 2018-19 budget provides **\$74.3 million increase** for services for individuals with intellectual disabilities and autism.
 - **\$16 M** to provide supports and services to 965 individuals with an intellectual disability or autism living in communities across the commonwealth. It also assures services will be available to an additional 800 adults who will be graduating from public school in June of 2019.
 - **\$43.8 M** to cover the costs of Increase in utilization and costs.
 - **\$11.8 M** to continue current program including annualization of prior year expansion.
 - **\$2.7M** annualization of prior year Autism expansion.
- **100** individuals from the emergency waiting list in the Consolidated Waiver;
- **800** students from the waiting list graduating in 2018 in the P/FDS Waiver and Community Living Waiver;
- **800** students from the waiting list graduating in 2019 who will enroll in the P/FDS and Community Living Waiver prior to graduation to assure continuity of support;
- **40** individuals from the interest list to the Adult Community Autism Program (ACAP);
- **25** individuals transitioning from State Centers to the community.

Community Services – Waiver Program



- Total State Funding – \$1,577.0M
- Increase in State Funding – \$49.4M (3.23%)

Change	Description
\$11.8 M*	Continue current Waiver programs, including annualization of prior year expansion
\$43.8M*	Increase in utilization and costs
(\$12.0M)	Litigation settlement costs and appeals
(\$9.5M)	Revision of federal financial participation from 51.82% to 52.25%
\$1.0M*	Initiative - To provide home and community based services for 25 individuals currently residing in state centers
\$4.1M*	Initiative - To provide home and community services for an additional 100 individuals on the emergency waiting list during SFY 2018-19 in the Consolidated Waiver
\$10.2M*	Initiative - To provide home and community services to ensure that 800 June 2018 and 800 June 2019 special education graduates on wait list can continue to live at home
\$49.4M	Total Changes in State Funding <i>*Note: There are \$70.9 M in new State funding available for Waiver Programs in FY 2018-19</i>

Increased utilization and program costs \$43.9M

- Average authorization per enrollee in Consolidated Waiver increased by 11.3% in SFY 2017-18 (as of 12/31/2017) vs. SFY 2016-17 (as of 12/31/2016).
- Average authorization per enrollee in P/FDS Waiver increased by 13% in SFY 2017-18 (as of 12/31/2017) vs. SFY 2016-17 (as of 12/31/2016).
- New participant authorizations (as of 12/31/2017) in the SFY 2017-18 Consolidated Waiver are 22.8% higher than legacy participant.

Autism Intervention and Services



- Total State Funding – \$28.1M
- Increase in State Funds – \$471k (1.7%)

Change	Description
\$2.7M*	To continue current program, including annualization of prior year expansion
(\$1.6M)	Removal of legislative initiatives
\$608K*	Non-recurring prior year carryover funds
(\$31K)	Reflects transfer of operating costs to the General Government Operations appropriation
(\$1.8M)	Reflects transfer of operating costs to the Intellectual Disabilities – Community Base Program appropriation
(\$118K)	Revision of federal financial participation from 51.82% to 52.25%
\$688K*	Initiative – to provide home and community based services for 40 additional adults with autism spectrum disorders
\$471K	<i>Total Changes in State Funding</i>
	<i>*Note: There are \$4.0 M in new State funding available for AAW and ACAP in FY 2018-19</i>

Amount	2017-18 Initiatives Not Funded in 2018-19 Governor's Proposed Budget
(\$450K)	Philhaven
(\$240K)	University of Pittsburgh
(\$240K)	St. Josephs University
(\$200K)	Citizens Acting Together Can Help
(\$500K)	Keystone Autism Services
(\$1.63M)	<i>Total</i>

Community ID Services – Base Program



- Total State Funding – \$152.3M
- Increase in State Funding – \$1.5M (1.0%)

Change	Description
(\$160K)	Continue current program
\$1.8M	Reflects transfer of operating costs from the Autism Intervention and Services appropriation
(\$92K)	Revision of federal financial participation from 51.82% to 52.25%

\$1.5M ***Total Changes in State Funding***

Private ICF/ID



- Total State Funding – \$132.6M
- Increase in State Funding – \$4.2M (3.2%)

Change	Description
\$5.5M	Continue current program
(\$284K)	Four individuals transferring to Community Living Waiver Program
(\$1.1M)	Revision of federal financial participation from 51.82% to 52.25%

\$4.2M Total Changes in State Funding

State Intellectual Disabilities Centers



- Total State Funding – \$117.3M
- Decrease in State Funding – (\$11.5M) (-8.9%)

Change	Description
\$4.6M	Continue current program
\$2.9M	Impact of decreased federal funds and other revenue
(\$7.5M)	Use of prior year federal funds
(\$983K)	Revision of federal financial participation from 51.82% to 52.25%
(\$10.4M)	Initiative – cost savings from GO-TIME projects
(\$9k)	Initiative – to provide home and community-based services for 25 individuals currently residing in state centers

(\$11.5M) Total Changes in State Funding

1. **Assure effective communication** – Added communication service
2. **Promote self-direction, choice and control** – P/FDS goods and services in P/FDS waiver
3. **Increase employment** – P/FDS cap raised; enhanced employment services and benefits counseling
4. **Support families throughout the life span** – New HCBS services for 800 June 2018 special education graduates and 800 June 2019 special education graduates
5. **Promote health, wellness and safety** – Additional therapies and nutritional counseling
6. **Support people with complex needs** – Bio-behavioral units; residential rates



Everyday Lives and the Budget



7. **Develop and support qualified staff** – Refreshed fee schedule, new provider qualifications
8. **Simplify the system** – ISP revision
9. **Improve quality** – Streamline QA&I systems
10. **Expand options for community living** – Supported living and life sharing for families
11. **Increase community participation** – Community participation service
12. **Provide community services to everyone** – Service expansion in P/FDS and new waiver; closing Hamburg and serving the Benjamin class from all facilities



Everyday Lives

QUESTIONS?

