



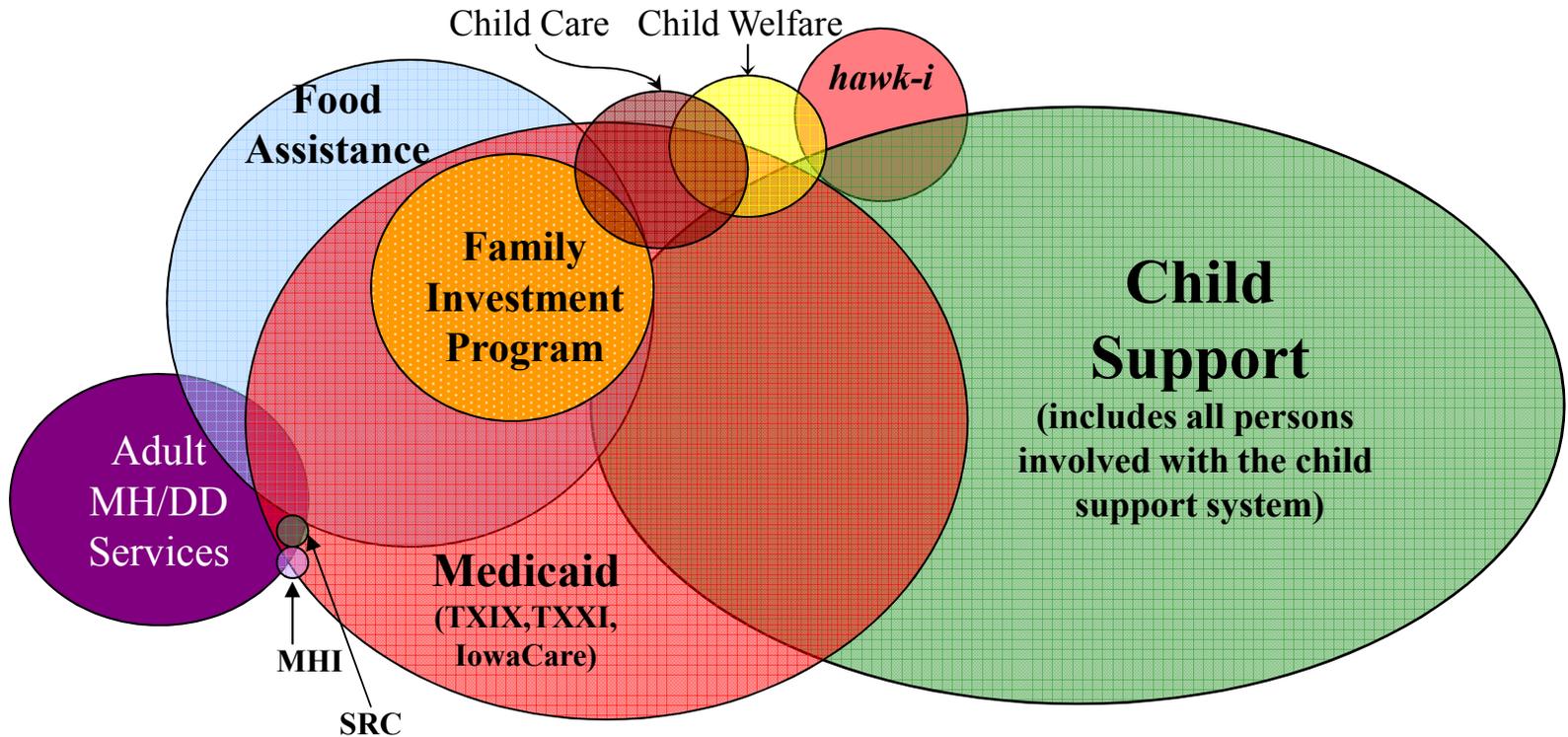
Iowa Department of Human Services

# **SFY15 Budget HHS Budget Subcommittee**

January 23, 2014

# Total DHS Clients Served

(965,247 unduplicated)



Data as of June 2013: This report shows lowans served by DHS in a single month. Some individuals may be included in more than one program.

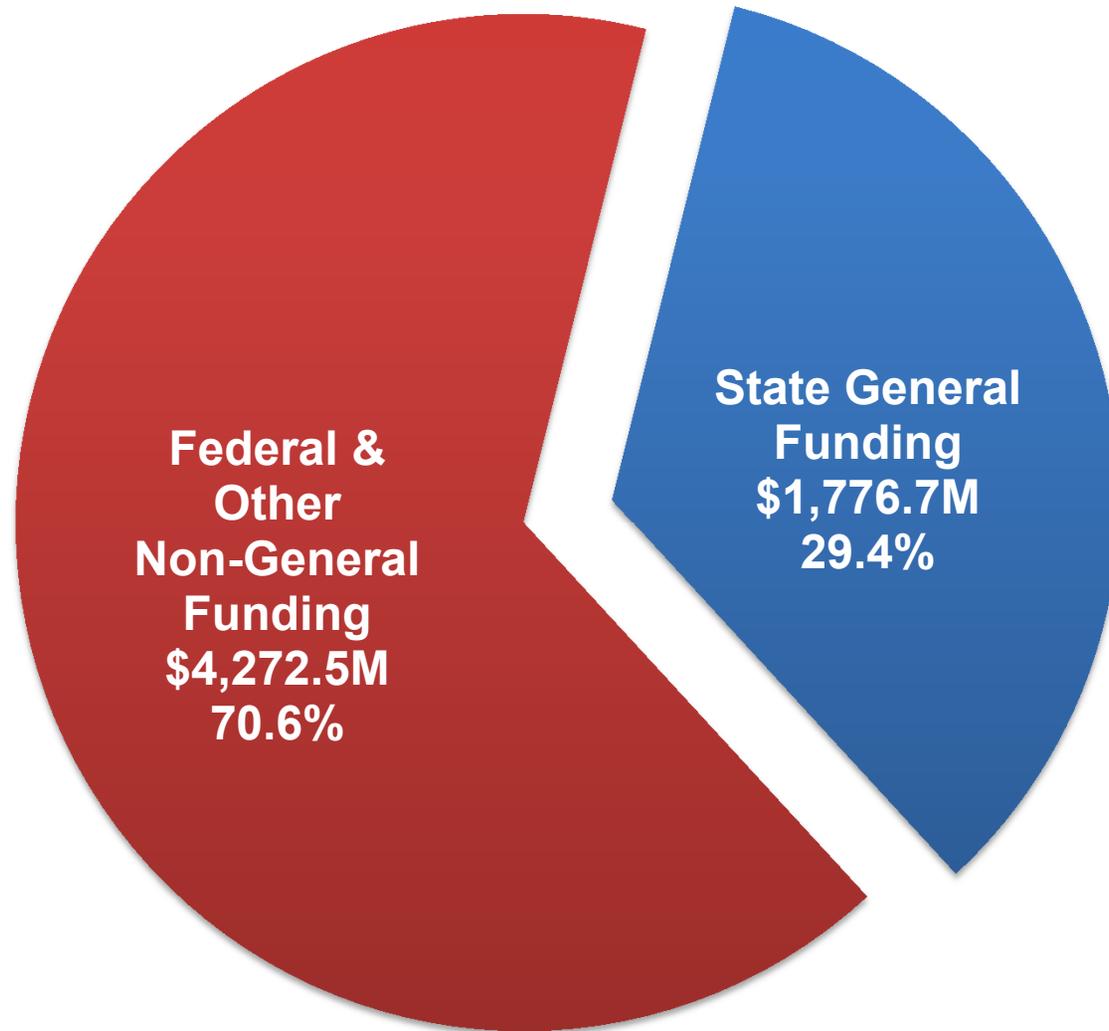
Report Generated – August 20, 2013

<p>Iowa Population 3,046,355 (2010 Census)</p> <p>% of Population Served 31%</p>
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# SFY15 Budget

By Funding Source

Total Budget \$6,049.2M





## **SFY15 Budget**

Increase over enacted SFY14 appropriation = \$115,417,605

% Increase over enacted SFY14 appropriation = 6.9%



## Major categories of increases

SFY15 increase over SFY14 enacted -- \$115,417,605

- FMAP -- \$84,833,002 (73.5%)
- One-time and depleted funds -- \$25,941,816 (22.5%)
  - Medical Assistance -- various
  - Medical Contracts -- Rx Settlement Fund & IowaCare Fund
  - CHIP Carry-forward
- Growth/Other -- \$4,642,787 (4.0%)



## Increase by Key Areas

Recommended increase in General Fund Appropriation		
	SFY15 increase over SFY14	
Health	\$117,292,474	9.8%
Behavioral & Disabilities Health (incl. facilities)	\$2,704,497	2.7%
Safety, Wellbeing & Permanency for Children (incl. juvenile facilities)	(\$465,158)	-0.3%
Employment & Economic Security (incl. CSRU)	(\$4,114,208)	-3.3%
Effectively Manage Resources	<i>Status Quo</i>	
<b>Total</b>	<b>\$115,417,605</b>	<b>6.9%</b>

# Improve Iowans' Health Status



Medical Assistance

Medical Contracts

Children's Health Insurance Program

IowaCare

State Supplementary Assistance



<b>Medical Assistance SFY14</b>	<b>Additional SFY14 Funding</b>
Medical Assistance Shortfall	(\$18,284,032)
Excess Claims Funds from Magellan	\$8,700,000
Increased Quality Assurance Trust Fund Revenue (Prior Year Carry-Forward)	\$2,371,537
BIP Implementation Costs (timing)	\$2,000,000
Standardized Assessment Costs (timing)	\$2,000,000
Increased Medicaid Fraud Fund Revenue	\$1,500,000
Increased CHIPRA Performance Bonus	\$1,081,385
Pharmaceutical Settlement Funds	\$631,110
<b>Net Additional Funding</b>	<b>\$18,284,032</b>

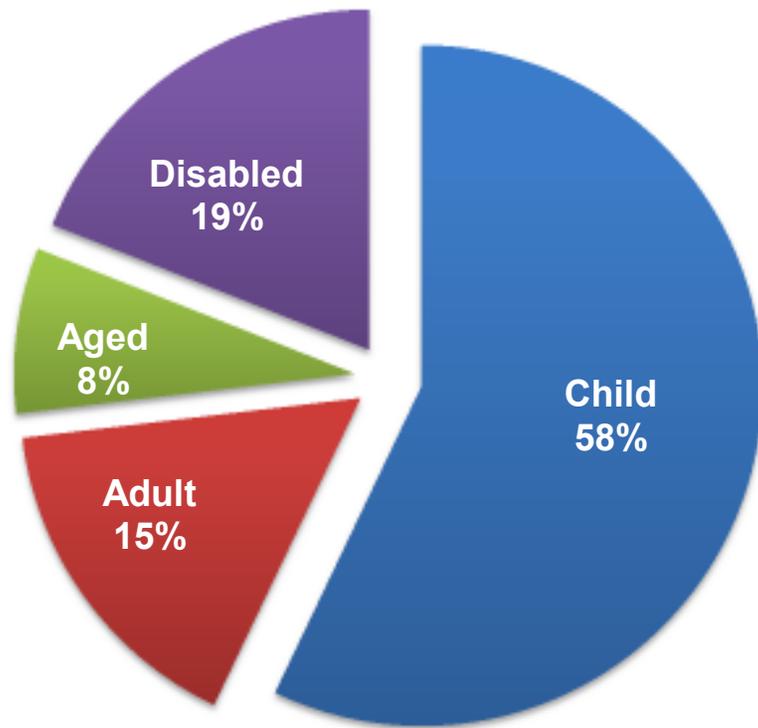


## Medical Assistance

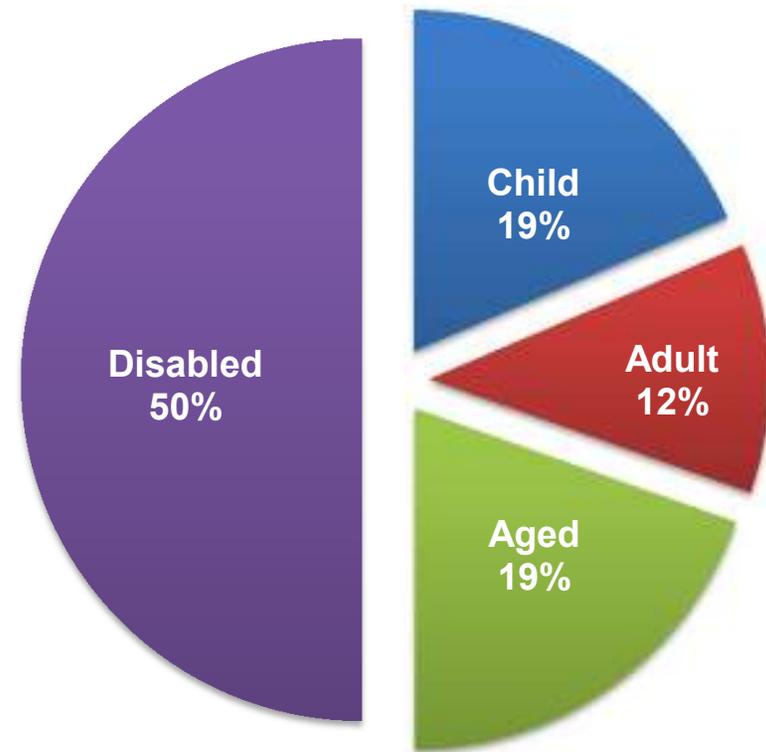
<b>SFY15 GF Increase Over SFY14 Enacted</b>	<b>\$106.6M</b>
Federal Medical Assistance Percentage (FMAP) Change	\$79.1M
Growth/Other	\$34.4M
State Revenue Changes	\$21.3M
IowaCare Expiration	(\$11.9M)
Annualized Health Care Reform Savings	(\$16.3M)

# Medicaid Enrollment and Expenditures

Enrollment - SFY13



Expenditures - SFY13





## Children's Health Insurance Program (CHIP)

The SFY15 budget includes a \$9.1M increase over SFY14.

	FY14 Average Monthly Enrollment	FY15 Estimated Average Monthly Enrollment	Percentage of Change
Medicaid Expansion	17,191	17,990	+ 4.6%
<i>hawk-i</i>	39,069	40,963	+ 4.8%
Dental only	4,533	4,875	+ 7.5%



## Iowa Health and Wellness Programs

- Includes the Iowa Wellness Plan and the Iowa Marketplace Choice Plan.
- 100% federally funded through CY16.
- Decreases to a permanent 90% federal participation rate in CY20.
  
- Anticipated Federal Expenses
  - SFY14      \$324.8M
  - SFY15      \$1,020.8M

## Promote Iowa's Behavioral and Disabilities Health Status



**Cherokee Mental  
Health Institute**

**Clarinda Mental Health Institute**

**Independence Mental Health Institute**

**Mount Pleasant Mental Health Institute**

**Glenwood Resource Center**

**Woodward Resource Center**

**Conner Training**

**Civil Commitment Unit Training for**

**Sexual Offenders**

**MHDS Regional Services Fund**



## Facilities

The budget recommendations for institutions reflect

- Maintaining the Mental Health Institutes (MHIs) at current bed levels
- Maintaining planned reductions at the State Resource Centers (SRCs)
- Increased census is anticipated at the Civil Commitment Unit for Sexual Offenders (CCUSO)

As census and revenues continue to decline at the SRCs, each will continue to right size to match the needs and number of individuals served.



## MHDS Redesign

Equalization is represented at status quo: \$29,820,478

Equalization is a per capita levy approach to county funding

- supports counties in bringing a relatively equal amount of funding to regionalization.

# Improve Safety, Well-Being, and Permanency for Iowa's Children



Iowa Department  
of Human Services

Child Abuse Prevention

Adoption Subsidy

Child and Family Services

Eldora State Training School

Iowa Juvenile Home/State Training School for Girls

Comprehensive Family Support Programs



## **Adoption Services & Child Welfare and Family Services (CFS)**

The SFY15 adoption subsidy budget reflects a \$1.9M (4.5 percent) increase over SFY14.

The SFY15 CFS budget reflects a \$433,084 (0.47 percent) increase over SFY14.



## Juvenile Facilities

### State Training School at Eldora

The SFY15 budget reflects a \$ 231,896 (2.1%) increase over SFY14.

### Iowa Juvenile Home and State Training School at Toledo

SFY15 on-going facility maintenance	\$ 788,531
SFY15 service for youths	\$ 3,892,534
SFY15 compensatory ed. (estimated)	<u>\$ 1,218,000</u>
Total SFY15	<u>\$ 5,899,065</u>
SFY14 enacted budget	\$ 8,867,121

## Improve Iowa's Employment and Economic Security



Family Investment Program/PROMISE JOBS

Food Assistance

Child Care Assistance

Child Support Recovery



## **Food Assistance (FA)**

Food Assistance benefits and The Emergency Food Assistance Program (TEFAP) are paid 100 percent with federal dollars.

Nutrition Education, Commodity Supplemental Food Program (CSFP), and the Employment & Training (E & T) program are paid 100 percent with federal dollars.

The program is anticipated to serve 436,732 recipients in FY2015 at an annual average benefit of \$1,429 per individual.

This is a per meal benefit of \$1.31.



## **Family Investment Program (FIP)**

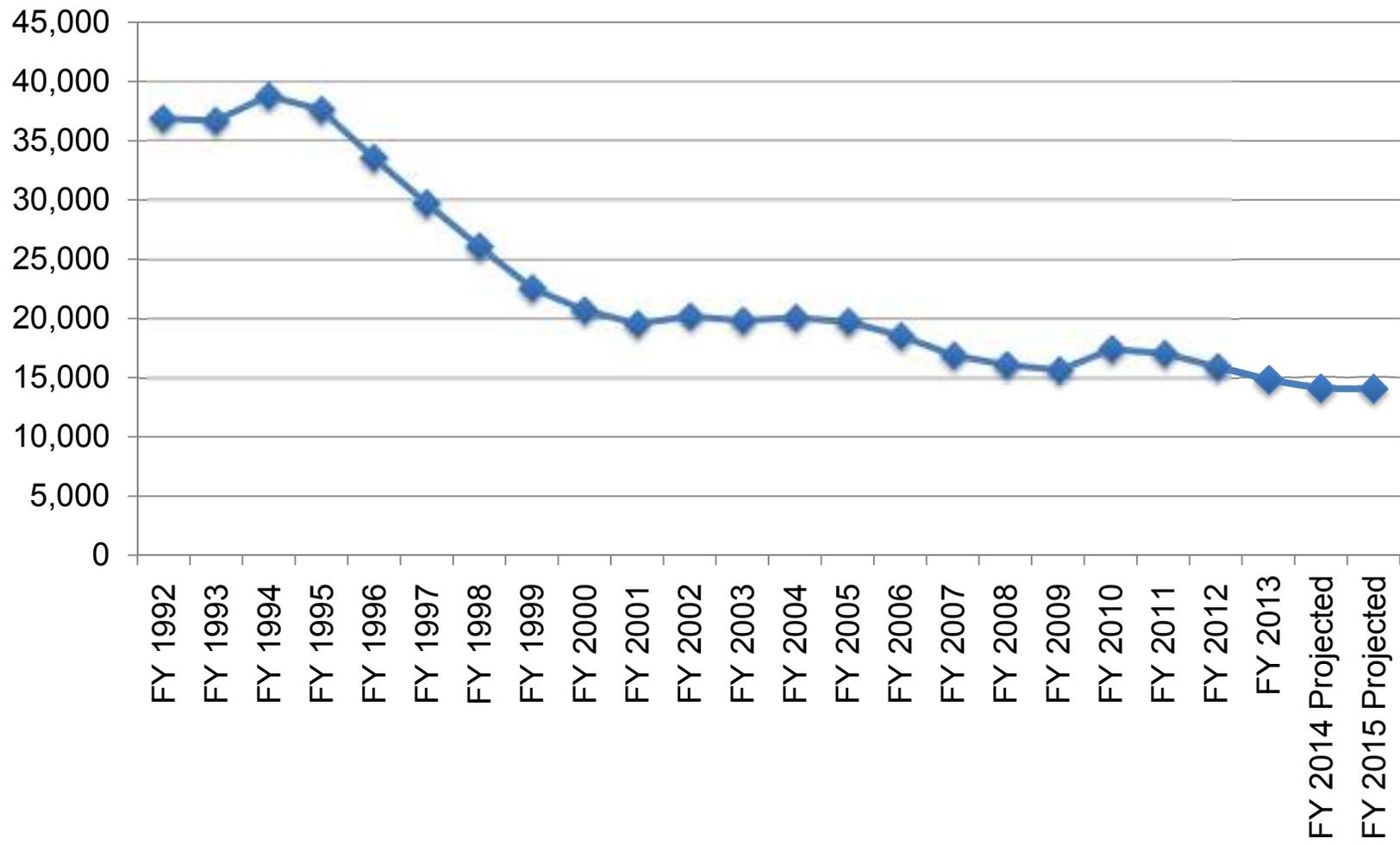
The overall FIP budget is decreasing due to declining enrollment.

The general funds budget for SFY15 is status quo to preserve MOE. Additional TANF funding is then available for other needs.

- FIP benefits are limited to a five-year lifetime limit with exceptions in hardship cases.
- The average family receives FIP for 22 months.

# FIP monthly caseload

FIP caseload has decreased dramatically.





## Child Care Programs

Total child care funding has decreased slightly due to declining case loads.

The mix of funding for child care has also changed:

- The SFY15 General Fund Governor's recommendation is a \$4,810,357 (7.7 percent) decrease from SFY14.
- The SFY15 TANF funding in the Governor's recommendation is an increase of \$2,214,423 (8.6 percent) over SFY14.
- The Governor's recommendation also reflects \$2.9M in federal funds carried forward from SFY14 and available for SFY15.

This budget supports serving an average 22,686 children per month.



## Child Support Recovery Unit

The SFY15 budget reflects \$696,149 (4.9 percent) increase over SFY14.

*CSRU collections reimburse the FIP program for public assistance benefits. Without full funding, decreased collections increase funding needed for FIP.*

# Effectively Manage Resources



Field Operations  
General Administration  
Volunteers



## Service Delivery

SFY15 reflects a status quo appropriation

### Field

- Number of social work staff directly affects child and adult safety.
- Number of income maintenance staff directly affects timely, accurate determination of initial and ongoing eligibility for benefits and service.
- Number of all field staff—supervisors, support and workers—directly impacts compliance with state and federal requirements.
- Less than 3¢ of every dollar of the total DHS budget is spent on Field.

### General Administration

- Less than 1¢ of every dollar of the total DHS budget is spent on General Administration.



Iowa Department of Human Services

***... making a positive difference  
in the lives of Iowans***