



DEPARTMENT OF HUMAN SERVICES

OFFICE OF THE SECRETARY

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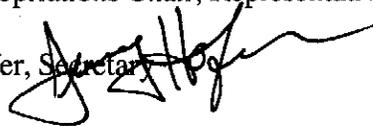
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MEMORANDUM

DATE: January 27, 2010

TO: Senate Appropriations Chair, Senator Jean Hunhoff
House Appropriations Chair, Representative Larry Tidemann

FROM: Jerry C. Hofer, Secretary 

SUBJECT: FY2011 Budget Questions

Thank you for the opportunity to meet with the Joint Appropriations Committee to discuss the Department of Human Services' recommended budget for FY2011. Below are responses to the questions and additional follow-up information per your committee's request.

1. Could you provide the intent of how the dollars for the Strategic Prevention Framework State Incentive Grant (SPF SIG) will be distributed to communities? (Senator Hunhoff)

Please find attached a one-page summary document for the SPF SIG project.

2. Could you provide more detail on the trend analysis data on admissions and discharges related to your request for consumer expansion in the Division of Developmental Disabilities (DDD)? (Representative Peters)

Below are the results of the trend analysis data that supports the budget request for consumer expansion of 54 people entering the adult DD system supported by the Community Support Providers (formerly Adjustment Training Centers). The biggest change we have seen is in the area of discharges and the three year trend is most indicative of that change. As we discussed with the committee, the kids turning 21 is constant because it is a known number obtained through a survey conducted each year.

	3 Yr Ave	4 Yr Ave	5 Yr Ave	6 Yr Ave	7 Yr Ave	8 Yr Ave
Discharges:	85.67	81.00	77.40	74.50	71.28	68.25
Admissions:	65.00	66.50	63.60	66.00	66.28	61.75
Kids Turning 21:	75.00	75.00	75.00	75.00	75.00	75.00
Net Impact =	54.33	60.50	61.20	66.50	70.00	68.50

3. Could you provide a mid-year status of the departments personal services? (Senator Ahlers)

FY2010 Personal Services Status through January 2010

Total Pay Periods 24 100.00%
Pay Periods Complete 14 58.33%
Pay Periods Remaining 10 41.67%

Fund	2010 Personal Services Budget **	YTD Expenses thru Jan 2010	Utilization
General	\$32,015,918.00	* \$18,263,608.84	57.05%
Federal	\$27,720,684.00	\$16,355,636.14	59.00%
Other	\$1,184,521.00	\$584,169.33	49.32%
Grand Total	\$60,921,123.00	\$35,203,414.31	57.79%

In total, 58.33% of pay periods are completed and DHS has spent 57.79% of our personal services budget, a difference of 0.54%.

** YTD expenses have been adjusted for the ARRA related impact identified in SB49. General funds from DHS FMAP related personal services budgets at SDDC and HSC will be impacted negatively by \$560,176.*

*** 2010 personal services budget includes ARRA base budget transfer for personal services between general and federal funds.*

4. Please provide the details for the increases / decreases related to the Board of Counselor Examiners and the Certification Board for Alcohol and Drug Professionals. (Representative Peters)

The Department of Human Services generally forwards the Board informational budget request as presented by the Board. The justifications we usually receive regarding their requests are that the adjustments are intended to more closely align their budgets with actual expenditure. Here is additional justification submitted by the Boards to support their requests.

Board of Counselor Examiners:

- Decrease of \$351 in personal services.*
- The increase of \$2,000 travel is to reflect the actual expenditures in FY09. The board sends members to attend two national conferences in which they gain national perspective of licensure, requirements, regulations, procedures, etc.*
- The increase in the \$1,200 travel is for lodging to attend the national conference and more closely reflects the actual expenditures in FY09.*
- The increase in the \$700 travel is for meals to attend the national conference and more closely reflects the actual expenditures in FY09.*
- The increase of \$500 contractual is for 2 national memberships. They were informed the memberships were going to increase over the next two years. The memberships are required in order to have access to the national exams for their three license-types.*

- *The increase of \$2,000 contractual is for the board's management consultant to operate the office.*
- *The increase of \$700 contractual is for the registration costs for board members to attend the two annual national conferences. The increase more closely aligns the budget to meet the actual FY09 and prior year's expenditure.*
- *The increase of \$100 is for postage.*
- *Total change is an increase of \$6,849.*

Certification Board of Alcohol and Drug Professionals:

- *The increase of \$2,240 in personal services is for health insurance and to align the budget to reflect the actual expenditures in FY09.*
- *The Board has historically sent the administrative officer and a board member to two conferences. The increase of \$2,345 in travel is to align this with historical expenditures.*
- *Decrease of \$10,587 in contractual services.*
- *Decrease of \$70 in supplies and materials.*
- *Total change is a decrease of \$6,072.*

If you have further questions regarding the Governor's recommended budget for FY2011 for the Department of Human Services, please feel free to contact me or John Hanson, Director of Budget & Finance, at 773-5990.

**Department of Human Services
Division of Alcohol & Drug Abuse**

**Joint Committee on Appropriations Information Request
Strategic Prevention Framework – State Incentive Grant (SPF SIG)**

- The SPF SIG is a cooperative agreement between the Substance Abuse & Mental Health Services Administration (SAMHSA), Center for Substance Abuse Prevention (CSAP) and the State of South Dakota. As a cooperative agreement, all activities the State proposes must be approved by this federal organization.
- The SPF SIG combines a community-based risk factor approach with a population-based public health approach to substance abuse prevention, and offers a series of guiding principles that can be utilized at the federal, state/tribal and community levels.
- A Strategic Prevention Framework–State Incentive Grant (SPF-SIG) in the amount of \$2.135 per year for five years was awarded to the State of South Dakota in July 2009. 85% of the funds will go to communities to implement prevention services.

How funds will be distributed to communities:

- Identify the SPF SIG target population and have approved by CSAP.
- Complete the State Strategic Plan and have it approved by the SPF SIG Advisory Council and CSAP.
- Complete the Request for Proposals (RFP) and have this document approved by the SPF SIG Advisory Council and CSAP.
- By the end of February 2010 announce that the Division of Alcohol & Drug Abuse will be accepting RFP's for the SPF SIG community funding distribution. The announcement will be mailed to all existing community alcohol & drug providers and will also be published in newspapers across the State of South Dakota.
- In March 2010 conduct a meeting with all entities that have expressed an interest in applying for funding and provide technical assistance on the completion of the application.
- All applicants will submit their applications to the Division. These applications will be reviewed by an independent selection committee approved by the SPF SIG Advisory Council.
- Recommendations on which providers to fund will be sent to the Director of the Division of Alcohol & Drug Abuse.
- By June 2010, successful applicants will be notified and will be awarded funding for FY2011.
- Contracts will be developed and sent to providers by July 1, 2010.