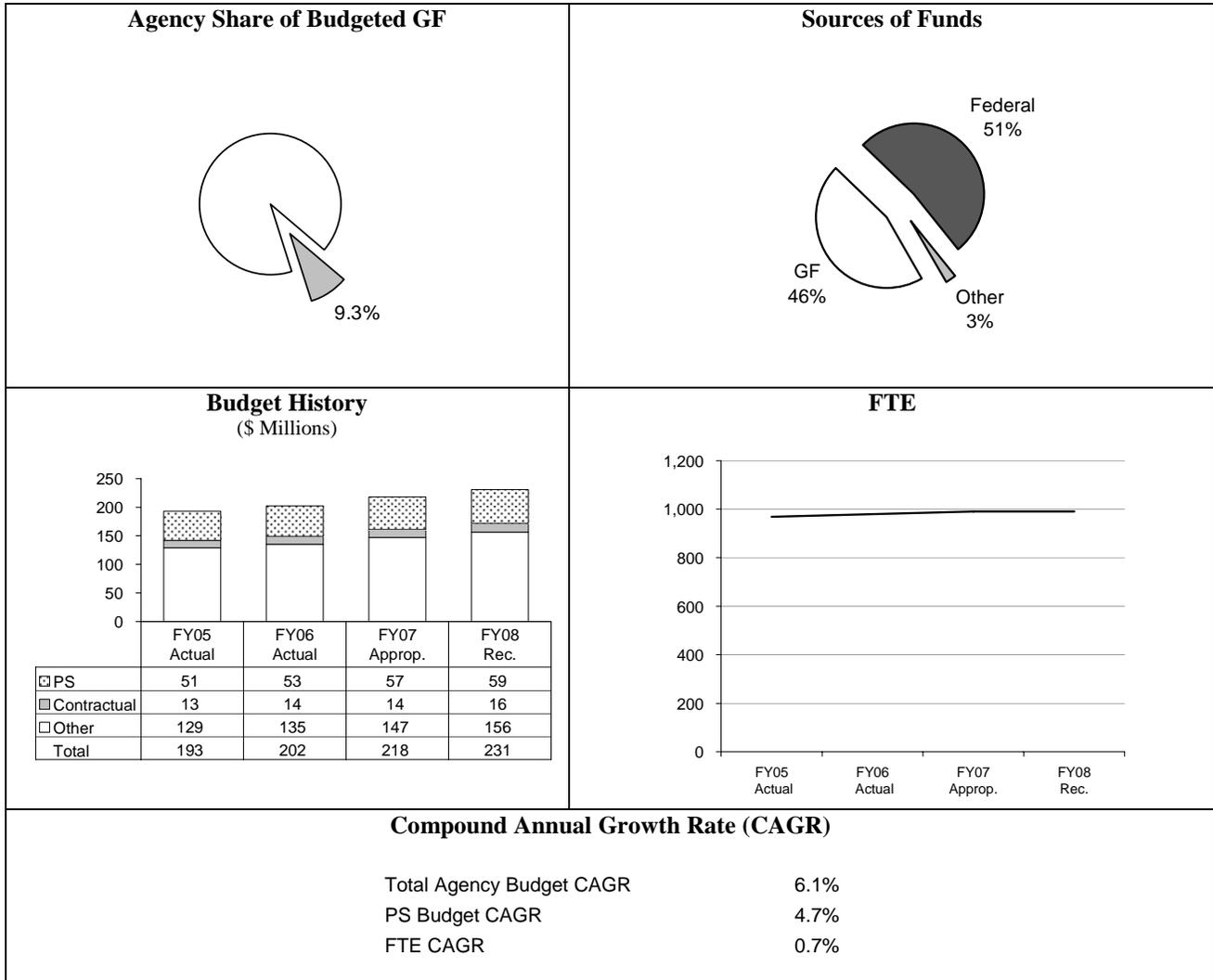


# FY08 Budget Briefing

## Department of Human Services



### Key Responsibilities

- To promote the highest level of independence for all individuals, regardless of disability or disorder.

### Key Personnel

- Jerry Hofer, Secretary
- John Hanson, Finance Officer

## Department Total – Human Services

The Department of Human Services recommended budget consists of \$105,221,873 from the General Fund, \$119,459,075 from federal funds, \$6,040,194 from other funds, and 1,228.7 FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	52,955,002	56,714,673	57,029,637	58,902,314	2,187,641	3.9%
Travel	738,156	771,285	789,675	761,956	(9,329)	(1.2%)
Contractual Services	14,248,485	13,992,753	14,775,839	15,630,588	1,637,835	11.7%
Supplies & Materials	3,572,885	3,555,376	4,190,333	4,184,375	628,999	17.7%
Grants And Subsidies	129,713,148	142,026,745	148,374,004	150,383,417	8,356,672	5.9%
Capital Outlay	760,087	861,472	861,492	858,492	(2,980)	(0.3%)
Other	122,699	-	-	-	-	0.0%
<b>Total</b>	<b>202,110,462</b>	<b>217,922,304</b>	<b>226,020,980</b>	<b>230,721,142</b>	<b>12,798,838</b>	<b>5.9%</b>
<b>Funding Types:</b>						
General	87,729,990	95,468,465	102,961,857	105,221,873	9,753,408	10.2%
Federal	110,261,695	117,379,812	117,320,762	119,459,075	2,079,263	1.8%
Other	4,118,778	5,074,027	5,738,361	6,040,194	966,167	19.0%
<b>Total</b>	<b>202,110,462</b>	<b>217,922,304</b>	<b>226,020,980</b>	<b>230,721,142</b>	<b>12,798,838</b>	<b>5.9%</b>
<b>FTE</b>	<b>1,219.2</b>	<b>1,230.7</b>	<b>1,236.7</b>	<b>1,228.7</b>	<b>(2.0)</b>	<b>(0.2%)</b>

### SALARY POLICY:

The Governor's recommendation throughout this analysis also includes funding for Performance And Compensation Equity (PACE) movement of 2.5% for those employees who are paid under the job-worth of their pay range, a 3% across-the-board increase for all permanent employees, and an increase in the employer paid portion of the state health insurance plan. The recommended amounts for each segment of the compensation package for the Department of Human Services are as follows:

	General Funds	Federal Funds	Other Funds	Total
2.5% PACE Movement	289,839	213,448	10,213	513,500
3% Across-the-Board	845,719	621,342	29,282	1,496,343
Health Insurance	154,226	120,689	4,253	279,168
<b>Total</b>	<b>1,289,784</b>	<b>955,479</b>	<b>43,748</b>	<b>2,289,011</b>

## Major Expansion and Reduction

Budget Item	Agency Request			Governor's Recommendation		
	State General Fund	Total Funds*	FTE	State General Fund	Total Funds*	FTE
<b>A. FMAP</b>	3,455,797	0		3,455,797	0	
<b>B. Provider inflation</b>	1,151,263	2,409,869		1,726,895	3,614,804	
<b>C. Utility and Food Services</b>	585,198	736,162		585,198	736,162	
<b>D. Developmental Disabilities</b>						
administration	29,402	53,459	1.0	29,402	53,459	1.0
family support	158,400	240,000		158,400	240,000	
HCBS-Adults	1,043,189	2,657,807		1,043,189	2,657,807	
HCBS-Children		342,279			342,279	
<b>E. SDDC - Redfield</b>						
Health Services	(284,913)	0		(284,913)	0	
Medicaid Administrative Assessment	332,055	846,000		332,055	846,000	
<b>F. Alcohol &amp; Drug Abuse</b>						
IMT Program-PS	209,740	209,740	5.0	209,740	209,740	5.0
IMT Prog.-operating	39,244	39,244		39,244	39,244	
Meth treatment	694,400	0		694,400	0	
Meth treatment	162,560	802,560		162,560	802,560	
<b>G. Rehabilitation Services</b>						
client services	25,489	119,667		25,489	119,667	
attendant care services	48,765	124,243		48,765	124,243	
<b>H. Telecom Devices for the Deaf</b>		(828,853)			(828,853)	
<b>I. Blind/Visually Impaired</b>		65,067			65,067	
<b>J. Human Services Center</b>						
pharmacy	(89,727)	0		(89,727)	0	
clinical services				77,290	91,283	1.5
<b>K. Mental Health</b>						
SED-consumer expansion	87,892	178,640		87,892	178,640	
federal shortage		180,945			180,945	
CARE-consumer expansion	124,310	178,542		124,310	178,542	
DOC mental health-PS		53,076	1.0		97,553	2.0
DOC mental health-OE					2,677	
psychiatric services	10,242	10,242		10,242	10,242	
IMPACT				(375,133)	(605,835)	-11.5
suicide prevention		400,000			400,000	
Total of items listed	7,783,306	8,818,689	7.0	8,061,095	9,556,226	-2.0

\* Total Funds may include General Funds as a breakdown was not always discernable.

## A. FMAP

The Governor recommends an **increase of \$3,455,797** from the State General Fund due to a change in the FMAP (Federal Medical Assistance Percentage) rate. This change results in an appropriation shift to the State General Fund from federal funds.

(The Federal government pays a share of the medical assistance expenditures under each State's Medicaid program. That share, known as the FEDERAL MEDICAL ASSISTANCE PERCENTAGE or FMAP, is determined annually by the feds with a formula that compares the State's average per capita income level with the national income average. States with a higher per capita income level are reimbursed a smaller share of their costs. In State Fiscal Year 2008 the federal share will be 60.75% and the state share will be 39.25%. This is 2.71% higher than what the state's share was last year.)

Note that this is only a portion of the total cost of the FMAP change to South Dakota. The Department of Social Services and the Department of Corrections budgets are also impacted.

<u>Division</u>	<u>Amount</u>
Secretariat	6,946
Developmental Disabilities	2,046,717
SDDC-Redfield	583,354
Alcohol & Drug Abuse	99,973
Rehabilitation Services	72,933
Human Services Center	277,812
Mental Health	368,062
DEPARTMENT TOTAL	<u>\$3,455,797</u>

## B. 3% PROVIDER INFLATION

The Governor recommends a provider inflation **increase of 3% equating to \$3,614,804** from all funds. The department initially requested a 2% provider inflation increase.

<u>Division</u>	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total</u>
Secretariat – Guardianship	4,290	0	0	4,290
Developmental Disabilities	977,142	1,516,990	0	2,494,132
Alcohol & Drug	338,433	68,266	0	406,699
Rehabilitation Services	36,675	46,162	0	82,837
Community Mental Health	370,355	247,888	8,603	626,846
DEPARTMENT TOTAL	<u>\$1,726,895</u>	<u>\$1,879,306</u>	<u>\$8,603</u>	<u>\$3,614,804</u>

## C. UTILITY AND FOOD SERVICES

The Governor recommends an **increase of \$736,162** due to the increased cost of food services, electricity, and cooking and heating fuels.

<b>SDDC – Redfield:</b>	Electricity	7,340
	Food Services	8,644
	Heating and Cooking Fuels	202,456
	Total: (\$86,326 GF, \$132,114 FF)	\$218,440
<b>Human Services Center-Yankton:</b>		
	Electricity	32,947
	Food Services	48,029
	Heating and Cooking Fuels	436,746
	Total: (\$430,913 GF, \$86,809 FF)	\$517,722
<b>Total Utility &amp; Food Services:</b>		<b>\$736,162</b>

#### D. DEVELOPMENTAL DISABILITIES

- Administration: **Increase of 1.0 FTE and \$53,459** to meet enhanced federal expectations and system growth. The Department states the increased workload is due to environmental influences including: Heightened emphasis on Quality Oversight and Improvement; Growth in Self-Directed Services; Expanding Cost Effective Community Support Options; Expanding needs of Special Populations. (\$29,402 general, \$24,057 federal)
- Family Support: **Increase of \$240,000** for other consulting for Consumer Empowerment Services software. The Department states this is the annual cost of Consumer Empowerment Services (CES), a plan of care driven software system providing fiscal intermediary services related to payroll and reporting requirements. The plan of care driven time card, monitoring and reporting system distinguishes this software, nationally, and provides a vehicle to promote and enhance consumer control of services. (\$158,400 general, \$81,600 federal)
- Title XIX-Adults-Home and Community Based Services (HCBS): The Governor recommends an **increase of \$2,657,807** for consumer expansion. The agency predicts an increase of 67 consumers based on historical attrition/expansion. These services are provided by the nineteen (19) Adjustment Training Centers in South Dakota. (Funding at FMAP rate: \$1,043,189 general, and \$1,614,618 federal)
- Title XIX-Children-Home and Community Based Services (HCBS): The Governor recommends an **increase of \$342,279** of federal fund authority. The agency states the increase is necessary to bring FY08 expenditure authority to the level of FY06 expenditures plus FY07 inflation.

#### E. SOUTH DAKOTA DEVELOPMENTAL CENTER-REDFIELD

- Health Services: The Governor recommends a **decrease of general funds (\$284,913) and federal funds (\$440,977)** with an offsetting **increase in other funds \$725,890** for revenue received for billing prescription drugs under Medicare Part D.
- Medicaid Administrative Assessment: The Governor recommends an **increase of \$846,000** for this assessment. The agency provided this explanation: this is a new administrative charge to the state and feds implemented by Medicaid specific to the SDDC. (\$332,055 general, \$513,945 federal)

## F. ALCOHOL & DRUG ABUSE

➤ Correction's Substance Abuse Services: The Governor recommends an **increase of 5.0 FTE and \$209,740 of general funds** for an Intensive Methamphetamine Treatment (IMT) Program at the Women's Prison. Four (4.0) FTE are for Chemical Dependency Counselors and One (1.0) FTE is for a Chemical Dependency Supervisor. This increase will establish a Therapeutic community at the SD Women's Prison for individuals addicted to Methamphetamines. The program is designed to be a 40 bed intensive meth treatment program for inmates at the women's prison. The program is 15 months in duration and is made up of 4 phases which include six months at the Women's Prison and nine months in the community. The requested FTE's are needed to operate the program within the Department of Corrections. The program design is based on principles of the nationally recognized, research based Matrix Model, Cognitive Behavior Therapy, Contingency Management, 12 step programs and Community Reinforcement. The plan is to have 160 women complete the program per year.

An **increase of \$39,244 from general funds** is also requested for the general operating expenses of the above 5.0 new FTE.

➤ Methamphetamine Treatment: The Governor is recommending an **increase of \$694,400 general funds with an offsetting decrease of federal fund authority.** This funding change is due to the Congressional Earmark for Methamphetamine Treatment being expended. The program provides treatment for up to 55 individuals per year with successful outcomes for the longest operating program running around 55%.

➤ Methamphetamine Treatment: The Governor is recommending an **increase of \$162,560 general funds and \$640,000 of other funds** (total \$802,560) to purchase community based alcohol and drug services for continued treatment to those women who complete the methamphetamine specific program with the Department of Corrections (Intensive Methamphetamine Treatment IMT Program). The plan in FY08 is to accommodate up to 160 women per year in a full range of services including 90 days in a halfway house upon completion of the in-house program. The Department of Human Services will bill the Department of Corrections for the \$640,000.

## G. REHABILITATION SERVICES

➤ Client Services: The Governor is recommending an **increase of \$25,489 general funds and \$94,178 federal funds** (total \$119,667) for the required increase in the Vocational Rehabilitation Program. Section 100(b)(c) of the Rehabilitation Act requires an annual increase of the federal funding award for the Vocational Rehabilitation Program. This increase has been historically 2% with a portion going to salary policy and the remaining applied to client services.

➤ Attendant Care Services: The Governor recommends an **increase of \$48,765 general funds and \$75,478 federal funds** (total \$124,243) for consumer expansion. The agency expects an increase of five (5) new consumers for the Assistive Daily Living Services and the Quad Program. The estimated annual cost for each consumer is \$24,849.

## H. TELECOMMUNICATIONS DEVICES FOR THE DEAF

➤ Telecommunications Relay Services: The Governor recommends a **decrease of \$828,853 of other funds** due to provision of HB1039. During the 2006 legislative session, HB1039 increased the expenditure authority due to the balance of the fund. In accordance with the legislation, the general appropriations bill was amended to provide the \$828,853 of other fund authority. The

provisions of the Act are repealed on July 1, 2007. (HB1039 added this language: ...The balance in each fund in excess of an average of three months operating expenditures from the previous state fiscal year may be used by the Department of Human Services to purchase telecommunication assistive devices, communication aids and devices, home modifications and assistive devices, and infrastructure and operational expenses to enhance communication capacity for persons with disabilities and operational expenses for interpreter certification and services for the deaf. The provisions of this Act are repealed on July 1, 2007. )

## **I. SERVICES FOR THE BLIND AND VISUALLY IMPAIRED**

➤ Client Services: The Governor is recommending an **increase of \$65,067** of federal fund authority for Client services. The Rehabilitation Act requires an annual increase of the SBVI federal award for the vocational rehabilitation program. This increase has been historically 2% with a portion going to salary policy and the remaining applied to client services. \$17,216 of the requested increase is due to rising costs of medical services and assistive technology hardware and software purchases for consumers.

## **J. HUMAN SERVICES CENTER (HSC)**

➤ Pharmacy: The Governor is recommending a funding change of **\$89,727 decreased general funds, \$21,789 decreased federal funds and an offsetting increase of \$111,516 of other funds** related to pharmacy expenses. This change is possible due to revenue being received for billing prescription drugs under Medicare Part D.

➤ Clinical Services: The Governor is recommending an **increase of 1.5 FTE and \$91,283** due to increased admissions at the HSC. The agency states the continued increase in admissions to the Human Services Center is the reason for this recommendation. The Center has experienced an increase in total admissions of 71% over the last eight years. The increase in admissions has required the Center to change how service is provided and staffed. The recommended FTE would be hired to continue to ensure that HSC is able to provide appropriate admission screenings and assessments. No additional operating expenses were requested for these new FTE. This increase was not in the agency's budget request. (\$77,290 general, \$13,993 federal)

## **K. COMMUNITY MENTAL HEALTH**

➤ Child and Family Mental Health Services (Children): An **increase of \$178,640** for consumer expansion. The agency indicates that expansion for children's contract and Medicaid/Title XIX services are for a waiting list of 116 children that currently exists at community mental health centers. Medicaid services are an entitlement program that must be provided in an appropriate and timely manner. (\$87,892 general, \$90,748 federal)

➤ Child and Family Mental Health Services: An **increase of \$180,945 of federal funds** is recommended to maximize federal funds. The agency indicates it is short federal expenditure authority for Medicaid services and this change is necessary to maximize federal funds for SED (serious emotional disturbance) services for children.

➤ CARE Program (Adults): An **increase of \$178,542** is recommended for Medicaid/Title XIX services. The agency indicates the increase for the CARE Program Adults (Continuous Assistance, Rehabilitation and Education) is necessary to serve the waiting list of 78 individuals that currently

exist at community mental health centers. Medicaid services are an entitlement program that must be provided in an appropriate and timely manner. (\$124,310 general, \$54,232 federal)

➤ Mental Health for DOC Programs: An **increase of 2.0 FTE and \$97,553** from all funds is recommended for mental health services.

1.0 FTE and \$53,076 of general funds is requested for the Intensive Methamphetamine Treatment (IMT) Program. This position will be a mental health professional and will provide individual therapy, group therapy, psychological assessments, and crisis response to inmates in the IMT Program. Total capacity for Phase 1 and 2 of the IMT program is 80 participants.

1.0 FTE and \$44,477 from all funds will be responsible for the coordination of release planning between DHS, DOC, and the community mental health system. The agency states it is difficult for many individuals being released from prison to access services in a timely manner and this can be even more challenging for inmates with mental health issues who also need other supportive services once they are in the community. This position will assist in arranging services for inmates with mental health issues who are being paroled. This increase was not in the agency request.

An **increase of \$2,677 from all funds** is also requested for the general operating expenses of the above 2.0 new FTE.

➤ Mental Health for DOC Programs: An **increase of \$10,242 from general funds** is requested to provide needed psychiatric services to women inmates in the Intensive Methamphetamine Treatment (IMT) Program. The agency states intakes, medication evaluation and monitoring, and intensive psychiatric services for female inmates in the IMT Program are critical services in ensuring safety and stabilization. A lack of an appropriate level of psychiatric services could result in inmates becoming a danger to themselves or others.

➤ IMPACT (Individualized and Mobile Program of Assertive Community Treatment): A **reduction of (11.5 FTE) and (\$605,835)** of personal services funding is recommended for the conversion of the State IMPACT program. The agency states the administration of the Yankton IMPACT program will transfer to Lewis & Clark Behavioral Health Services, the local community mental health center in Yankton on January 2, 2007. This change in administration is consistent with the other IMPACT programs in SD operated by community mental health centers. It is also consistent with the philosophy of the Division of Mental Health regarding providing mental health services within a system of care framework. This transfer will allow Yankton IMPACT to become part of the larger system of care within the Yankton community and will allow for better integration with other services through the community mental health system. This change was not in the agency's budget request. (\$375,133 general decrease, \$230,702 federal decrease)

➤ Suicide Prevention: An **increase of \$400,000 of federal fund authority** is recommended for a new suicide prevention program. Suicide Prevention Grant funds will be used to implement early intervention and prevention programs in fourteen high schools and two universities across the three year grant period. The project's purpose is to reduce suicide for youth aged 14-24 by implementing suicide prevention training in the high schools, universities, and to community gatekeepers; promoting resources such as the crisis line and materials; and assuring effective linkages among schools, mental health, and substance abuse services. The two universities are USD and Sinte Gleska. Year one High Schools are McCook Central, Woonsocket, Sanborn Central, Sisseton, Central Academies, and Pierre Riggs High. Year two High Schools are Hot Springs, Todd County St. Francis, Lead-Deadwood, L-D Career Tech. Ed., Spearfish, and yet to be identified schools in Minnehaha County.

## **Secretary**

The Secretary's office monitors and reviews the programs and services of the department to ensure efficient and effective delivery of services. The Secretary coordinates the administrative and financial services by managing substantive and fiscal policy.

The total recommended budget for Secretary consists of \$1,007,095 from the General Fund, \$843,309 from federal funds, and \$1,421 from other funds, for a total budget of \$1,851,825 and 25.0 FTEs.

<b>Item:</b>	<b>Actual FY06</b>	<b>Budgeted FY07</b>	<b>Agency Requested FY08</b>	<b>Governor's Recommended FY08</b>	<b>Inc/Dec FY08</b>	<b>% Change From FY07</b>
Personal Services	1,192,652	1,329,907	1,325,327	1,379,116	49,209	3.7%
Travel	46,579	43,288	43,288	43,288	-	0.0%
Contractual Services	239,620	229,081	229,081	230,530	1,449	0.6%
Supplies & Materials	28,919	35,901	35,901	35,901	-	0.0%
Grants And Subsidies	127,669	143,006	145,866	147,296	4,290	3.0%
Capital Outlay	17,376	15,694	15,694	15,694	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>1,652,815</b>	<b>1,796,877</b>	<b>1,795,157</b>	<b>1,851,825</b>	<b>54,948</b>	<b>3.1%</b>
<b>Funding Types:</b>						
General	1,007,929	970,354	978,253	1,007,095	36,741	3.8%
Federal	644,886	825,189	815,570	843,309	18,120	2.2%
Other	-	1,334	1,334	1,421	87	6.5%
<b>Total</b>	<b>1,652,815</b>	<b>1,796,877</b>	<b>1,795,157</b>	<b>1,851,825</b>	<b>54,948</b>	<b>3.1%</b>
<b>FTE</b>	<b>23.5</b>	<b>25.0</b>	<b>25.0</b>	<b>25.0</b>	<b>0.0</b>	<b>0.0%</b>

**REVENUES** – None Reported

**PERFORMANCE INDICATORS** – None Reported

- **FMAP** change (+ general funds - federal funds) for the Secretariat Division: **\$6,946.**
- **3% provider inflation** increase for the Secretariat Division: **\$4,290.**

## Developmental Disabilities

The division supports individuals with developmental disabilities and their families by responding to individual needs and promoting inclusion, growth, choice, and productivity.

The recommended budget consists of \$36,022,962 from the General Fund, and \$55,867,126 from federal funds for a total of \$91,890,088 and 17.5 FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	839,588	952,140	953,471	1,047,676	95,536	10.0%
Travel	98,316	91,141	91,141	93,857	2,716	3.0%
Contractual Services	1,091,608	433,300	673,300	677,938	244,638	56.5%
Supplies & Materials	35,209	23,656	23,656	25,198	1,542	6.5%
Grants And Subsidies	78,813,427	84,544,631	89,207,471	90,038,849	5,494,218	6.5%
Capital Outlay	34,063	6,570	6,570	6,570	-	0.0%
Other	41,433	-	-	-	-	0.0%
<b>Total</b>	<b>80,953,644</b>	<b>86,051,438</b>	<b>90,955,609</b>	<b>91,890,088</b>	<b>5,838,650</b>	<b>6.8%</b>
<b>Funding Types:</b>						
General	28,809,146	31,739,859	35,640,379	36,022,962	4,283,103	13.5%
Federal	52,144,498	54,311,579	55,315,230	55,867,126	1,555,547	2.9%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>80,953,644</b>	<b>86,051,438</b>	<b>90,955,609</b>	<b>91,890,088</b>	<b>5,838,650</b>	<b>6.8%</b>
<b>FTE</b>	<b>15.8</b>	<b>16.5</b>	<b>16.5</b>	<b>17.5</b>	<b>1.0</b>	<b>6.1%</b>

### REVENUES

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Deposits to Federal Funds:							
Title XIX - Medicaid Administration	535,435	505,779	(29,656)	581,119	594,610	13,491	704,076
Title XIX - Medicaid Provider	49,821,658	49,999,220	177,562	51,646,238	52,257,962	611,724	53,204,469
Family Preservation--Respite (DSS)	35,750	35,750	0	35,750	35,750	0	35,750
Respite Care--Maternal (DOH)	15,000	15,000	0	15,000	55,000	40,000	15,000
DD Basic Support Formula Grant	462,315	424,953	(37,362)	458,614	457,115	(1,499)	457,115
DD Protection Advocacy	375,000	325,490	(49,510)	365,940	373,000	7,060	373,000
DD Protection Advocacy Vote Act	75,000	35,336	(39,664)	70,000	70,000	0	70,000
Human Services Research Inst. (HSRI)			0			0	
Family Support--Administration for Children and Family (ACF)		6,801	6,801			0	
Adult Family Support--Office of Assist. Sec. for Planning & Eval. (ASPE)			0			0	
Persons Leading Accessible Networks of Support (PLANS)	250,000	283,948	33,948	250,000	268,869	18,869	62,500
<b>Total</b>	<b>51,570,158</b>	<b>51,632,277</b>	<b>62,119</b>	<b>53,422,661</b>	<b>54,112,306</b>	<b>689,645</b>	<b>54,921,910</b>

- Family Support: **Increase of \$240,000** for other consulting for Consumer Empowerment Services software. The Department states this is the annual cost of Consumer Empowerment Services (CES), a plan of care driven software system providing fiscal intermediary services related to payroll and reporting requirements. The plan of care driven time card, monitoring and reporting system distinguishes this software, nationally, and provides a vehicle to promote and enhance consumer control of services. (\$158,400 general, \$81,600 federal)
- Title XIX-Adults-Home and Community Based Services (HCBS): The Governor recommends an **increase of \$2,657,807** for consumer expansion. The agency predicts an increase of 67 consumers based on historical attrition/expansion. These services are provided by the (19) nineteen Adjustment Training Centers in South Dakota. (Funding at FMAP rate: \$1,043,189 general, and \$1,614,618 general)
- Title XIX-Children-Home and Community Based Services (HCBS): The Governor recommends an **increase of \$342,279** of federal fund authority. The agency states the increase is necessary to bring FY08 expenditure authority to the level of FY06 expenditures plus FY07 inflation.
- FMAP change (+ general funds - federal funds) for Developmental Disabilities: **\$2,046,717**.
- 3% provider inflation increase for Developmental Disabilities: **\$2,494,132**.

**PERFORMANCE INDICATORS**

	<u>FY06</u>			<u>FY07</u>			<u>FY08</u>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Long-Term Care by Funding:							
Medicaid Home & Community-Based Services (HCBS) - # of Kids/Adults	171/2,018	192/2,078	NA	176/2,120	192/2,132	NA	192/2,199
Community Training Services/Total	276/2,465	291/2,561	NA	299/2,595	291/2,614	NA	291/2,681
Overall Service Budget	\$74,505,052	\$74,595,248	NA	\$78,950,923	\$79,840,837	NA	\$84,437,739
Medicaid HCBS Funding, Daily Rate Range:							
Community/Family Services ADP							
Respite Care/Foster Care	814/15	933/11	NA	814/11	905/11	NA	905/11
Family Support Child/Adult	1,053/75	978/108	NA	915/135	978/116	NA	978/135
FS--Child Local Prog./Statewide Prog.	627/251	552/426	NA	617/288	594/384		594/384

## **SDDC – Redfield**

The South Dakota Development Center in Redfield provides instruction and support for individuals with developmental disabilities in order to advance their level of independence in the least restrictive environment. The Center encourages family involvement as a variety of services are offered to meet the client's needs.

The total recommended budget for the Redfield Center consists of \$9,849,754 from the General Fund, \$14,046,878 from federal funds, and \$853,792 from other funds, for a total budget of \$24,750,424 and 417.1 FTEs.

<b>Item:</b>	<b>Actual FY06</b>	<b>Budgeted FY07</b>	<b>Agency Requested FY08</b>	<b>Governor's Recommended FY08</b>	<b>Inc/Dec FY08</b>	<b>% Change From FY07</b>
Personal Services	16,689,464	17,375,033	17,393,493	18,096,383	721,350	4.2%
Travel	105,123	94,990	94,990	94,990	-	0.0%
Contractual Services	2,283,627	2,574,565	2,590,549	3,436,549	861,984	33.5%
Supplies & Materials	1,227,313	1,319,970	1,522,426	1,522,426	202,456	15.3%
Grants And Subsidies	1,193,947	1,222,269	1,344,496	1,344,496	122,227	10.0%
Capital Outlay	155,497	255,580	255,580	255,580	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>21,654,971</b>	<b>22,842,407</b>	<b>23,201,534</b>	<b>24,750,424</b>	<b>1,908,017</b>	<b>8.4%</b>
<b>Funding Types:</b>						
General	8,129,149	8,788,694	9,228,389	9,849,754	1,061,060	12.1%
Federal	13,450,086	13,925,811	13,119,353	14,046,878	121,067	0.9%
Other	75,736	127,902	853,792	853,792	725,890	567.5%
<b>Total</b>	<b>21,654,971</b>	<b>22,842,407</b>	<b>23,201,534</b>	<b>24,750,424</b>	<b>1,908,017</b>	<b>8.4%</b>
<b>FTE</b>	<b>420.3</b>	<b>417.1</b>	<b>417.1</b>	<b>417.1</b>	<b>0.0</b>	<b>0.0%</b>

### **REVENUES**

	<b><u>FY06</u></b>			<b><u>FY07</u></b>			<b><u>FY08</u></b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Deposits to General Funds:							
Care and Maintenance	787,139	631,794	(155,345)	741,483	715,157	(26,326)	715,157
Counties	109,036	96,360	(12,676)	105,138	100,512	(4,626)	100,512
Surplus Property		13		0			
Deposits to Federal Funds:							
Federal Title XIX - Provider	12,972,286	13,175,150	202,864	13,116,815	13,653,777	536,962	12,956,252
School Lunch and Breakfast	205,955	214,048	8,093	213,702	214,572	870	214,572
Title IV-E Transitional Independent Living	55,109	51,133	(3,976)	55,308	58,283	2,975	55,308
Deposits to Other Funds:							
Prescription Drug Plan		362,945			725,890	725,890	725,890
Admin/Food Service/School & Public Lands	89,430	109,187	19,757	90,621	97,447	6,826	97,447
Interest/Resident Investment	75,877	69,688	(6,189)	69,808	67,090	(2,718)	67,090
<b>Total</b>	<b>14,294,832</b>	<b>14,710,318</b>	<b>52,528</b>	<b>14,392,875</b>	<b>15,632,728</b>	<b>1,239,853</b>	<b>14,932,228</b>

➤ Health Services: The Governor recommends a **decrease of general funds (\$284,913) and federal funds (\$440,977)** with an offsetting **increase in other funds \$725,890** for revenue received for billing prescription drugs under Medicare Part D.

➤ Medicaid Administrative Assessment: The Governor recommends an **increase of \$846,000** for this assessment. The agency provided this explanation: this is a new administrative charge to the state and feds implemented by Medicaid specific to the SDDC. (\$332,055 general, \$513,945 federal)

➤ FMAP change (+ general funds - federal funds) in SDDC-Redfield: **\$583,354.**

➤ Utility and food services increase for SDDC-Redfield: **\$218,440**

<b>SDDC – Redfield:</b>	Electricity	7,340
	Food Services	8,644
	Heating and Cooking Fuels	202,456
	Total: (\$86,326 GF, \$132,114 FF)	\$218,440

**PERFORMANCE INDICATORS**

	<b><u>FY06</u></b>			<b><u>FY07</u></b>			<b><u>FY08</u></b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Average Daily Population	178	166	(12)	173	166	(7)	165
Admissions to Youth/Adult Program	22/22	13/17	NA	8/13	11/15	94	10/12
Discharges from Youth/Adult Program	14/18	14/23	NA	8/10	12/21	133	10/17
Avg Length of Stay at June 30 (Yrs)	10	11.89	2	10	11	1	11
Avg Length of Stay at Discharge (Yrs)	3.5	5.78	2	3.5	3.50	0	3.50
Recidivism/Repeat Admissions	15	7	(8)	10	6	(4)	6
Medicaid Certified Individuals	177	162	(15)	171	162	(9)	161
Employees (FTE's)/Separations	418.1/60	418.1/55	NA	418.1/60	417.1/55	NA	417.1/55
Employee Turnover Rate	14%	13%	NA	14%	13%	NA	13%
Direct Care Positions/Turnover Rate	223/20%	228/19%	NA	228/20%	228/19%	NA	228/19%
% Employees Receiving Longevity	62%	50%	NA	57%	50%	NA	50%
Cost/Client/Day:							
Laundry / Physical Plant	\$2.24/30.25	\$1.81/\$34.44	NA	\$2.34/35.20	\$1.95/\$37.98	NA	\$1.96/\$44.22
Cost/Square Foot:							
Cost/Sq. Ft--Prog Total/Cost of Utilities	\$3.88/.84	\$4.13/\$1.45	NA	\$4.40/\$1.58	\$4.55/\$1.58	NA	\$5.27/\$2.30
Institutional Cost/Client Day	\$327.59	\$357.40	30	\$350.30	\$377.00	27	\$388.60

## Alcohol and Drug Abuse

The division provides services to treat and prevent substance abuse.

The total recommended budget for Alcohol and Drug Abuse consists of \$8,481,379 from the General Funds, \$10,411,792 from federal funds, and \$1,118,765 from other funds, for a total budget of \$20,011,936 and 54.0 FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	2,067,832	2,278,868	2,494,536	2,595,896	317,028	13.9%
Travel	81,006	78,637	82,602	82,602	3,965	5.0%
Contractual Services	597,162	525,542	555,516	605,516	79,974	15.2%
Supplies & Materials	31,772	48,000	51,605	51,605	3,605	7.5%
Grants And Subsidies	12,973,957	15,334,855	16,408,548	16,654,767	1,319,912	8.6%
Capital Outlay	54,407	19,850	21,550	21,550	1,700	8.6%
Other	22,385	-	-	-	-	0.0%
<b>Total</b>	<b>15,828,521</b>	<b>18,285,752</b>	<b>19,614,357</b>	<b>20,011,936</b>	<b>1,726,184</b>	<b>9.4%</b>
<b>Funding Types:</b>						
General	5,629,557	6,877,227	8,331,655	8,481,379	1,604,152	23.3%
Federal	9,220,881	11,140,561	10,374,738	10,411,792	(728,769)	(6.5%)
Other	978,083	267,964	907,964	1,118,765	850,801	317.5%
<b>Total</b>	<b>15,828,521</b>	<b>18,285,752</b>	<b>19,614,357</b>	<b>20,011,936</b>	<b>1,726,184</b>	<b>9.4%</b>
<b>FTE</b>	<b>47.7</b>	<b>49.0</b>	<b>54.0</b>	<b>54.0</b>	<b>5.0</b>	<b>10.2%</b>

➤ FMAP change (+ general funds - federal funds) for Alcohol and Drug Abuse Division: **\$99,973**.

➤ 3% provider inflation increase for Alcohol and Drug Abuse Division: **\$406,699**.

➤ Correction's Substance Abuse Services: The Governor recommends an **increase of 5.0 FTE and \$209,740 of general funds** for an Intensive Methamphetamine Treatment (IMT) Program at the Women's Prison. Four (4.0) FTE are for Chemical Dependency Counselors and One (1.0) FTE is for a Chemical Dependency Supervisor. This increase will establish a Therapeutic community at the SD Women's Prison for individuals addicted to Methamphetamines. The program is designed to be a 40 bed intensive meth treatment program for inmates at the women's prison. The program is 15 months in duration and is made up of 4 phases which include six months at the Women's Prison and nine months in the community. The requested FTE's are needed to operate the program within the Department of Corrections. The program design is based on principles of the nationally recognized, research based Matrix Model, Cognitive Behavior Therapy, Contingency Management, 12 step programs and Community Reinforcement. The plan is to have 160 women complete the program per year.

An **increase of \$39,244 from general funds** is also requested for the general operating expenses of the above 5.0 new FTE.

➤ Methamphetamine Treatment: The Governor is recommending an **increase of \$694,400 of general funds with an offsetting decrease of federal fund authority**. This funding change is due to the Congressional Earmark for Methamphetamine Treatment being expended. The program provides treatment for up to 55 individuals per year with successful outcomes for the longest operating program running around 55%.

➤ **Methamphetamine Treatment:** The Governor is recommending an **increase of \$162,560 of general funds and \$640,000 of other funds** (total \$802,560) to purchase community based alcohol and drug services for continued treatment to those women who complete the methamphetamine specific program with the Department of Corrections (Intensive Methamphetamine Treatment IMT Program). The plan in FY08 is to accommodate up to 160 women per year in a full range of services including 90 days in a halfway house upon completion of the in-house program. The Department of Human Services will bill the Department of Corrections for the \$640,000.

**REVENUES**

	<b>FY06</b>			<b>FY07</b>			<b>FY08</b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Title XIX - Medicaid Administration		10,504			23,512		23,512
Title XIX - Medicaid Provider		1,913,782		2,025,415	2,198,992	173,577	2,063,271
Title XXI - (CHIP)		335,732		318,132	321,883	3,751	319,981
TANF		534,421			578,325		578,325
Highway Safety		466,041			600,000		600,000
Edward Byrne Grant	531,753	575,164	43,411				
Drug & Alcohol Svc Info System		21,754			32,656		32,656
Residen. Substance Abuse Treatment		162,133			135,999		
Safe & Drug-Free Schools & Communities		435,731			471,857		427,006
Substance Abuse Prev. & Trmt. Block Grant		3,981,125			4,752,119		4,752,119
DOE Safe & Drug-Free Schools & Commu.		118,702			93,941		93,941
DOE Community Service for Students		61,698					
ADA Infrastructure Grant		132,737					
State Incentive Grant		65,386			19,130		
Fetal Alcohol Spectrum Dis. (FASD)		102,838		325,000	299,756	(25,244)	
Methamphetamine Treatmt. Initiative		299,350			395,050		
Methamphetamine Prevention Grant							350,000
State Epidemiological Outcome Workgroup		100,000			100,000		
SOMMS					150,000		
Lottery--Gambling Treatment	214,000	180,833	(33,167)	220,000	214,000	(6,000)	214,000
Gaming Comm.--Gambling Treatment	30,000	5,000	(25,000)	30,000	30,000	0	30,000
Alcohol and Drug Abuse Fees	12,566	8,745	(3,821)	12,140	11,281	(859)	11,281
Community Reintegration Project	116,891	67,461	(49,430)				
<b>Total</b>	<b>905,210</b>	<b>9,579,137</b>	<b>(68,007)</b>	<b>2,930,687</b>	<b>10,428,501</b>	<b>145,225</b>	<b>9,496,092</b>

**PERFORMANCE INDICATORS**

	<b>FY06</b>			<b>FY07</b>			<b>FY08</b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Accredited Chemical Dependency Programs	63	58	(5)	65	61	(4)	61
Inpatient/Residential Days	5,503	23,793	18,290	5,424	23,793	18,369	23,793
Intensive Outpatient Hours	51,138	68,718	17,580	55,638	68,718	13,080	68,718
Day Treatment Days	6,472	8,023	1,551	5,932	8,023	2,091	8,023
SLIP Slot Outpatient Treatment Hours	9,282	7,262	(2,020)	12,932	7,262	(5,670)	7,262
Counseling Hours	40,172	33,782	(6,390)	54,996	33,782	(21,214)	33,782
Total Assessments	12,712	10,637	(2,075)	12,712	10,637	(2,075)	10,637
Deto. Days/Transitional Care Days	6503/48254	5,981/44,348	NA	6,503/52,456	5,981/44,348	NA	5,981/44,348
Transitional Care for Preg. Women	7,241	4,479	(2,762)	6,104	4,479	(1,625)	4,479
SLIP Slot Custodial Care	10,591	5,201	(5,390)	8,674	5,201	(3,473)	5,201
Prevention Service Hours	36,600	64,482	27,882	63,435	64,482	1,047	64,482
Gambling Assessment Hours	290	95	(195)	235	150	(85)	150
Gambling Individual/Local Group Hrs	733/1,879	91/179	NA	478/1,404	433/582	NA	433/582
Gambling Intensive Outpatient Hours	3,092	2,362	(730)	2,098	2,362	264	2,362
Gambling Day/Residen. Treatment Day	227/784	241/553	NA	307/586	241/553	NA	241/553
Total Clients Served for Gambling	290	141	(149)	281	200	(81)	200
A&D Treat. Outcomes-Adult/Adolescent	43.9%/27.2%	46.2%/43.9%	NA	45.1%/43.1%	46.2%/43.9%	NA	46.2%/43.9%
Gambling Treatment Outcomes	44.40%	54.60%	NA	57.80%	54.60%	NA	54.60%

## Rehabilitation Services

The division assists individuals with disabilities to obtain employment, independence, and inclusion into the community.

The total recommended budget for Rehabilitation Services consists of \$3,852,633 from the General Fund, \$15,411,045 from federal funds, and \$698,339 from other funds, for a total budget of \$19,962,017 and 99.1 FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	4,062,777	4,346,363	4,352,204	4,530,000	183,637	4.2%
Travel	126,736	125,910	125,910	125,910	-	0.0%
Contractual Services	1,495,520	1,548,159	1,548,159	1,548,159	-	0.0%
Supplies & Materials	210,089	220,939	220,939	220,939	-	0.0%
Grants And Subsidies	12,836,508	13,117,973	13,417,107	13,444,720	326,747	2.5%
Capital Outlay	34,230	92,289	92,289	92,289	-	0.0%
Other	15,536	-	-	-	-	0.0%
<b>Total</b>	<b>18,781,396</b>	<b>19,451,633</b>	<b>19,756,608</b>	<b>19,962,017</b>	<b>510,384</b>	<b>2.6%</b>
<b>Funding Types:</b>						
General	3,612,562	3,640,952	3,813,266	3,852,633	211,681	5.8%
Federal	14,739,704	15,112,342	15,245,003	15,411,045	298,703	2.0%
Other	429,130	698,339	698,339	698,339	-	0.0%
<b>Total</b>	<b>18,781,396</b>	<b>19,451,633</b>	<b>19,756,608</b>	<b>19,962,017</b>	<b>510,384</b>	<b>2.6%</b>
<b>FTE</b>	<b>98.3</b>	<b>99.1</b>	<b>99.1</b>	<b>99.1</b>	<b>0.0</b>	<b>0.0%</b>

➤ FMAP change (+ general funds - federal funds) for Rehabilitation Services: **\$72,933**.

➤ 3% provider inflation increase for Rehabilitation Services: **\$82,837**.

➤ Client Services: The Governor is recommending an **increase of \$25,489 general and \$94,178 federal** (\$119,667 total) for the required increase in the Vocational Rehabilitation Program. Section 100(b)(c) of the Rehabilitation Act requires an annual increase of the federal funding award for the Vocational Rehabilitation Program. This increase has been historically 2% with a portion going to salary policy and the remaining applied to client services.

➤ Attendant Care Services: The Governor recommends an **increase of \$48,765 general and \$75,478 federal** (total \$124,243) for consumer expansion. The agency expects an increase of five (5) new consumers for the Assistive Daily Living Services and the Quad Program. The estimated annual cost for each consumer is \$24,849.

**REVENUES**

	<b><u>FY06</u></b>			<b><u>FY07</u></b>			<b><u>FY08</u></b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Deposits to Federal Funds:							
Title XIX - Administration		1,809			2,409		2,409
Title XIX - Provider		1,774,343			1,707,868		1,741,185
Basic Support (Title I, Section 110)		7,612,611			7,309,098		7,455,280
Supported Employment (Title VI-B)		269,153			294,000		294,000
Independent Living (Part B)		302,264			301,477		301,477
Disability Determination Services		3,234,568			3,484,856		3,490,548
In-Service Training		19,413			19,413		19,413
Medicaid Infrastructure Grant	500,000	666,367	166,367	500,000	500,000	0	500,000
Technology Related Assistance		310,396			364,049		364,049
Technology Protection Advocacy		53,616			50,000		50,000
Client Assistance Program		178,326			120,000		120,000
Protection Advocacy of Ind. Rights		178,345			161,000		161,000
Protection & Advocacy for SocSec	100,000	154,444	54,444	100,000	100,000	0	100,000
Protec. & Advocacy Traumatic Brain	50,000	64,359	14,359	50,000	50,000	0	50,000
Deposits to Other Funds:							
In-Service Training Stipends	126,505	20,209	(106,296)				
Registration of Interpreters	6,994	2,390	(4,604)	5,580	3,657	(1,923)	3,657
Social Security Administration Prog.	400,000	266,702	(133,298)	400,000	378,112	(21,888)	378,112
Co-op Agreement Match	30,000	27,944	(2,056)	30,000	30,000	0	30,000
Total	1,213,499	15,137,259	(11,084)	1,085,580	14,875,939	(23,811)	15,061,130

**PERFORMANCE INDICATORS**

	<b><u>FY06</u></b>			<b><u>FY07</u></b>			<b><u>FY08</u></b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
DRS Case Load	6,500	6,347	(153)	7,050	6,550	(500)	6,700
Active Cases Receiving Services	5,300	5,541	241	5,704	5,750	46	5,950
Percent of Active Cases Who Are Severely Disabled	86%	95%	0	95%	95%	0	95%
Closed Rehabilitated	800	830	30	880	852	(28)	878
Rehabilitated Clients W/Severe Disability	712	764	52	827	784	(43)	807
Annual Income of all Rehab. Clients	\$10,500,000	\$10,326,030	(173,970)	\$11,991,500	\$11,502,000	(489,500)	\$12,292,000
Clients Rec. Independent Living Services	1,500	1,972	472	1,825	2,000	175	2,050
Clients Rec. Supported Employment	780	815	35	895	850	(45)	875
Personal Attendant Services	130	140	10	140	140	0	145
Mentoring for Interpreters	90	50	(40)	85	60	(25)	70

## Telecommunications Devices for the Deaf

The division provides access to telephone service to individuals who are deaf, hearing or speech impaired, or have other impairments that affect their ability to communicate by telephone.

The total recommended budget for Telecommunications for the Deaf consists of \$1,251,680 from other funds and no FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	-	-	-	-	-	0.0%
Travel	716	-	-	-	-	0.0%
Contractual Services	18,036	-	-	-	-	0.0%
Supplies & Materials	211	-	-	-	-	0.0%
Grants And Subsidies	788,755	1,955,533	1,126,680	1,126,680	(828,853)	(42.4%)
Capital Outlay	93,383	125,000	125,000	125,000	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>901,101</b>	<b>2,080,533</b>	<b>1,251,680</b>	<b>1,251,680</b>	<b>(828,853)</b>	<b>(39.8%)</b>
<b>Funding Types:</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	901,101	2,080,533	1,251,680	1,251,680	(828,853)	(39.8%)
<b>Total</b>	<b>901,101</b>	<b>2,080,533</b>	<b>1,251,680</b>	<b>1,251,680</b>	<b>(828,853)</b>	<b>(39.8%)</b>
<b>FTE</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>

### REVENUES

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Telecommunication Relay Services	1,368,774	1,280,772	(88,002)	1,355,149	1,367,826	12,677	1,424,712
Telecommunication Adaptive Devices	152,086	142,314	(9,772)	150,572	151,981	1,409	158,301
TRS--Equipment -- Self-Pay	600	155	(445)	500	302	(198)	302
<b>Total</b>	<b>1,521,460</b>	<b>1,423,241</b>	<b>(98,219)</b>	<b>1,506,221</b>	<b>1,520,109</b>	<b>13,888</b>	<b>1,583,315</b>

➤ Telecommunications Relay Services: The Governor recommends a **decrease of \$828,853 of other funds** due to provision of HB1039. During the 2006 legislative session, HB1039 increased the expenditure authority due to the balance of the fund. In accordance with the legislation, the general appropriations bill was amended to provide the \$828,853 of other fund authority. The provisions of the Act are repealed on July 1, 2007. (HB1039 added this language: ...The balance in each fund in excess of an average of three months operating expenditures from the previous state fiscal year may be used by the Department of Human Services to purchase telecommunication assistive devices, communication aids and devices, home modifications and assistive devices, and infrastructure and operational expenses to enhance communication capacity for persons with disabilities and operational expenses for interpreter certification and services for the deaf. The provisions of this Act are repealed on July 1, 2007. )

**PERFORMANCE INDICATORS**

	<b><u>FY06</u></b>			<b><u>FY07</u></b>			<b><u>FY08</u></b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Minutes of TRS Provided	502,463	430,789	(71,674)	388,774	373,796	(14,978)	324,342
TRS Devices-Individuals Who are Deaf	1,225	1,232	7	1,480	1,300	(180)	1,330
TRS Devices--Individuals with Other Disabilities	700	902	202	750	925	175	950

## Board of Counselor Examiners - Informational

The board provides voluntary licensing of qualified counselor applicants; monitors continuing education and annual reporting requirements; and enforces updated statutes and rules promulgated to regulate the licensing and practice of professional counseling. (SDCL 36-32 and 36-33)

The total recommended budget for the Board of Counselor Examiners consists of \$76,625 from other funds and no FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	1,679	2,310	2,310	2,389	79	3.4%
Travel	12,792	9,860	15,060	15,060	5,200	52.7%
Contractual Services	54,124	54,216	54,776	54,776	560	1.0%
Supplies & Materials	4,623	4,300	4,400	4,400	100	2.3%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>73,218</b>	<b>70,686</b>	<b>76,546</b>	<b>76,625</b>	<b>5,939</b>	<b>8.4%</b>
<b>Funding Types:</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	73,218	70,686	76,546	76,625	5,939	8.4%
<b>Total</b>	<b>73,218</b>	<b>70,686</b>	<b>76,546</b>	<b>76,625</b>	<b>5,939</b>	<b>8.4%</b>
<b>FTE</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>

### REVENUES

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Application Fees	4,000	6,100	2,100	4,000	4,000	0	6,000
Examination Fees	1,875	4,275	2,400	1,900	1,100	(800)	
Reexamination Fees	40	120	80	40	40	0	
New License Fees	4,000	5,425	1,425	3,700	3,700	0	5,000
Renewal Fees	45,000	45,750	750	46,000	46,000	0	46,000
Materials Sold	100	94	(6)	100	100	0	100
Interest Income	3,800	2,313	(1,487)	3,500	3,500	0	2,300
CEU Approval Requests	2,000	2,400	400	2,000	2,600	600	2,400
Label Requests	900	900	0	700	900	200	900
Late Renewal Penalty Fees	1,300	1,250	(50)	1,500	1,500	0	1,000
<b>Total</b>	<b>63,015</b>	<b>68,627</b>	<b>5,612</b>	<b>63,440</b>	<b>63,440</b>	<b>0</b>	<b>63,700</b>

### PERFORMANCE INDICATORS

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Licenses Renewed/New	500/30	519/59	NA	490/30	480/50	NA	480/50
Practitioners	450	466	16	460	450	(10)	450
Complaints Rec'/Investigated/Resolved	5/5/5	5/5/7	NA	5/5/3	5/5/5	NA	5/5/5

## Board of Psychology Examiners – Informational

The board provides protection to the public using psychologists' services and determines licensure qualifications. (SDCL 36-27A)

The total recommended budget for the Board of Psychology Examiners consists of \$73,114 from other funds and no FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	1,168	2,905	2,905	3,009	104	3.6%
Travel	6,907	7,951	7,951	7,951	-	0.0%
Contractual Services	36,386	57,764	59,764	59,764	2,000	3.5%
Supplies & Materials	1,555	2,390	2,390	2,390	-	0.0%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>46,016</b>	<b>71,010</b>	<b>73,010</b>	<b>73,114</b>	<b>2,104</b>	<b>3.0%</b>
<b>Funding Types:</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	46,016	71,010	73,010	73,114	2,104	3.0%
<b>Total</b>	<b>46,016</b>	<b>71,010</b>	<b>73,010</b>	<b>73,114</b>	<b>2,104</b>	<b>3.0%</b>
<b>FTE</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>

### REVENUES

	<u>FY06</u>			<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual	Difference Over (Under) Estim.	Original Estimate	Current Estimate	Change in Estimate	Estimate
Application Fees	2,600	1,800	(800)	2,100	1,800	(300)	2,100
Reexamination Fees	200						
Renewal Fees	36,000	35,000	(1,000)	42,600	38,200	(4,400)	39,800
Interest Income	3,180	2,175	(1,005)	3,100	2,200	(900)	2,300
Partial Year License Fees	700	450	(250)	700	600	(100)	700
Misc.	500						
<b>Total</b>	<b>43,180</b>	<b>39,425</b>	<b>(3,055)</b>	<b>48,500</b>	<b>42,800</b>	<b>(5,700)</b>	<b>44,900</b>

### PERFORMANCE INDICATORS

	<u>FY06</u>			<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual	Difference Over (Under) Estim.	Original Estimate	Current Estimate	Change in Estimate	Estimate
Licenses Renewed/New	176/8	175/6	NA	217/7	191/6	NA	192/6
Practitioners	196	191	(5)	207	197	(10)	199
Complaints:							
Received/Investigated/Resolved	4/4/0	3/8/7	NA	8/8/8	5/5/7	NA	6/6/6
Hearings Held/Pending	0/0	0/2	NA	0/0	0/0	NA	0/0

## Board of Social Work Examiners – Informational

The board provides licensure of social workers, continuing education, and inspection of social work establishments. It also regulates the practice of social work by enforcing updated statutes and rules and processes consumer complaints. (SDCL 36-26)

The total recommended budget for the Board of Social Work Examiners consists of \$89,968 other funds and no FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	904	2,452	2,452	2,535	83	3.4%
Travel	3,822	5,552	5,552	5,552	-	0.0%
Contractual Services	58,777	74,603	76,603	76,603	2,000	2.7%
Supplies & Materials	4,760	5,278	5,278	5,278	-	0.0%
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	-	-	-	-	-	0.0%
Other	-	-	-	-	-	0.0%
<b>Total</b>	<b>68,263</b>	<b>87,885</b>	<b>89,885</b>	<b>89,968</b>	<b>2,083</b>	<b>2.4%</b>
<b>Funding Types:</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	68,263	87,885	89,885	89,968	2,083	2.4%
<b>Total</b>	<b>68,263</b>	<b>87,885</b>	<b>89,885</b>	<b>89,968</b>	<b>2,083</b>	<b>2.4%</b>
<b>FTE</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0%</b>

### REVENUES

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Application Fees	7,000	9,860	2,860	6,800	11,360	4,560	12,250
Examination Fees	13,000	19,000	6,000	12,500	22,000	9,500	23,000
Reexamination Fees	800	2,400	1,600	1,200	2,000	800	2,200
Renewal Fees	28,000	27,650	(350)	25,000	29,750	4,750	30,000
Interest Income	4,315	1,841	(2,474)	2,900	2,000	(900)	2,100
Duplicate License Fees	100	90	(10)	100	110	10	110
Late Fees	200	175	(25)	350	325	(25)	350
Upgrade to Social Worker Level		70	70	30	70	40	70
Temporary Licenses	500			200		(200)	
<b>Total</b>	<b>53,915</b>	<b>61,086</b>	<b>7,671</b>	<b>49,080</b>	<b>67,615</b>	<b>18,535</b>	<b>70,080</b>

### PERFORMANCE INDICATORS

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Licenses Renewed	340	337	(3)	310	347	37	350
New Licenses	90	84	(6)	75	105	30	90
Practitioners	770	779	9	740	799	59	800
Complaints: Received/Investigated/Resolved	3/0/0	9/5/5	NA	1/1/1	6/6/5	NA	6/6/5

## Certification Board for A & D (Alcohol & Drug) Professionals – Informational

The board provides a foundation for the continuing development of practitioners in the field as well as the credentialing of alcohol and drug professionals. (SDCL 36-34)

The total recommended budget for the Certification Board for Alcohol and Drug Practitioners consists of \$123,849 other funds and 1.3 FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	55,763	54,448	61,655	64,036	9,588	17.6%
Travel	15,854	10,705	11,340	11,340	635	5.9%
Contractual Services	45,774	40,761	42,403	42,403	1,642	4.0%
Supplies & Materials	12,069	13,900	5,950	5,950	(7,950)	(57.2%)
Grants And Subsidies	-	-	-	-	-	0.0%
Capital Outlay	4,082	1,800	120	120	(1,680)	(93.3%)
Other	43	-	-	-	-	0.0%
<b>Total</b>	<b>133,585</b>	<b>121,614</b>	<b>121,468</b>	<b>123,849</b>	<b>2,235</b>	<b>1.8%</b>
<b>Funding Types:</b>						
General	-	-	-	-	-	0.0%
Federal	-	-	-	-	-	0.0%
Other	133,585	121,614	121,468	123,849	2,235	1.8%
<b>Total</b>	<b>133,585</b>	<b>121,614</b>	<b>121,468</b>	<b>123,849</b>	<b>2,235</b>	<b>1.8%</b>
<b>FTE</b>	<b>1.3</b>	<b>1.3</b>	<b>1.3</b>	<b>1.3</b>	<b>0.0</b>	<b>0.0%</b>

### REVENUES

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Application Fees	9,025	11,050	2,025	21,000	11,000	(10,000)	11,000
Examination Fees	3,600	1,200	(2,400)	1,400	1,200	(200)	1,200
Re-Examination Fees	1,000	3,900	2,900	1,600	3,900	2,300	3,900
New License Fees	9,000	11,741	2,741	12,000	12,000	0	12,000
Renewal Fees	66,600	78,884	12,284	60,000	75,000	15,000	75,000
Interest Income	-	3,782	3,782	-	4,500	4,500	4,500
CE Approval Requests	750	1,050	300	1,200	1,100	(100)	1,100
Label Requests	800	1,450	650	1,200	1,400	200	1,400
Late Renewal Penalty Fees	420	2,450	2,030	1,200	2,000	800	2,000
National Certificates	2,208	3,288	1,080	3,100	3,200	100	3,200
Upgrade Fees	900	2,550	1,650	1,000	2,000	1,000	2,000
Miscellaneous	150	210	60	300	100	(200)	100
<b>Total</b>	<b>94,453</b>	<b>121,555</b>	<b>27,102</b>	<b>104,000</b>	<b>117,400</b>	<b>13,400</b>	<b>117,400</b>

### PERFORMANCE INDICATORS

	<u>FY06</u>		Diff. Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Total Applications	414	599	185	415	599	184	599
New Certification	91	93	2	105	93	(12)	93
Practitioners	500	692	192	515	692	177	692
Complaints Rec'd/Invest'd/Resolved	5/5/5	11/11/8	NA	0	11/11/8	NA	11/11/8

## Services/Blind & Visually Impaired

The division provides rehabilitation services to blind or visually impaired individuals so they may gain employment and independent living.

The total recommended budget for Services for Blind and Visually Impaired consists of \$867,955 from the General Fund, \$2,178,037 from federal funds, and \$247,919 from other funds, for a total budget of \$3,293,911 and 29.2 FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	1,313,006	1,451,765	1,451,146	1,510,093	58,328	4.0%
Travel	103,790	101,788	101,788	101,788	-	0.0%
Contractual Services	356,802	412,775	412,775	412,775	-	0.0%
Supplies & Materials	41,461	37,818	37,818	37,818	-	0.0%
Grants And Subsidies	948,925	1,097,456	1,162,523	1,162,523	65,067	5.9%
Capital Outlay	129,770	68,914	68,914	68,914	-	0.0%
Other	10,567	-	-	-	-	0.0%
<b>Total</b>	<b>2,904,321</b>	<b>3,170,516</b>	<b>3,234,964</b>	<b>3,293,911</b>	<b>123,395</b>	<b>3.9%</b>
<b>Funding Types:</b>						
General	711,610	851,408	850,855	867,955	16,547	1.9%
Federal	1,867,794	2,076,162	2,141,163	2,178,037	101,875	4.9%
Other	324,918	242,946	242,946	247,919	4,973	2.0%
<b>Total</b>	<b>2,904,321</b>	<b>3,170,516</b>	<b>3,234,964</b>	<b>3,293,911</b>	<b>123,395</b>	<b>3.9%</b>
<b>FTE</b>	<b>28.7</b>	<b>29.2</b>	<b>29.2</b>	<b>29.2</b>	<b>0.0</b>	<b>0.0%</b>

### REVENUES

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
Deposits to Federal Funds:							
Basic Support (Title I, Section 110)	1,672,219	1,553,044	(119,175)	1,786,121	1,827,274	41,153	1,863,819
Supported Employment (Title VI-C)	6,000	12,000	6,000	6,000	6,000	0	6,000
Independent Living-Elderly Blind	225,000	264,967	39,967	225,000	225,000	0	225,000
In-Service Training	19,686	16,277	(3,409)	19,686	19,413	(273)	19,413
Deposits to Other Funds:							
SD Voc. Resources--Fees for Srvs.	108,664	145,181	36,517	137,249	149,249	12,000	149,249
SBVI Memorials		16,681	16,681	11,000	11,000	0	11,000
Social Security Admin. Prog. Income	105,281	57,156	(48,125)	69,599	64,632	(4,967)	64,632
Deposits to Agency Funds (8314):							
Vending -- Set-Aside and Rest Area	85,927	84,032	(1,895)	85,400	83,968	(1,432)	83,968
Interest on Investments	4,404	1,504	(2,900)	2,977	1,965	(1,012)	1,965
<b>Total</b>	<b>2,227,181</b>	<b>2,150,842</b>	<b>(76,339)</b>	<b>2,343,032</b>	<b>2,388,501</b>	<b>45,469</b>	<b>2,425,046</b>

➤ Client Services: The Governor is recommending an **increase of \$65,067** of federal fund authority for Client services. The Rehabilitation Act requires an annual increase of the SBVI federal award for the vocational rehabilitation program. This increase has been historically 2% with a portion going to salary policy and the remaining applied to client services. \$17,216 of the requested increase is due to rising costs of medical services and assistive technology hardware and software purchases for consumers.

**PERFORMANCE INDICATORS**

	<b><u>FY06</u></b>			<b><u>FY07</u></b>			<b><u>FY08</u></b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Rehabilitation Center for the Blind:							
Client Hours	7,200	7,104	(96)	7,300	7,700	400	8,000
Trainees	90	107	17	150	115	(35)	125
Employment Skills Training	125	97	(28)	115	110	(5)	110
Low Vision Services:							
Clinics Conducted	25	16	(9)	25	25	0	25
Clients Served	140	62	(78)	120	120	0	120
Vocational Rehabilitation Outcomes:							
Clients Served	370	472	102	475	485	10	500
Successfully Employed	75	87	12	90	95	5	100
Independent Living Outcomes:							
Consumers Served	495	507	12	475	475	0	490
Successful Outcomes	307	303	(4)	290	290	0	300

## Human Services Center

The Human Services Center in Yankton provides people who are mentally ill or chemically dependent with individualized treatment so that they may achieve their highest level of independence in a therapeutic environment.

The total recommended budget for the Human Services Center consists of \$30,613,172 from the General Fund, \$9,028,612 from federal funds, and \$502,090 from other funds, for a total budget of \$40,143,874 and 561.5 FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	25,048,265	26,995,837	27,035,358	28,220,977	1,225,140	4.5%
Travel	53,111	102,672	102,672	102,672	-	0.0%
Contractual Services	7,275,959	7,416,471	7,490,133	7,490,133	73,662	1.0%
Supplies & Materials	1,944,970	1,820,015	2,256,761	2,256,761	436,746	24.0%
Grants And Subsidies	1,740,560	1,806,556	1,806,556	1,806,556	-	0.0%
Capital Outlay	227,703	266,775	266,775	266,775	-	0.0%
Other	13,406	-	-	-	-	0.0%
<b>Total</b>	<b>36,303,974</b>	<b>38,408,326</b>	<b>38,958,255</b>	<b>40,143,874</b>	<b>1,735,548</b>	<b>4.5%</b>
<b>Funding Types:</b>						
General	27,814,888	29,096,653	29,735,970	30,613,172	1,516,519	5.2%
Federal	8,203,635	8,926,557	8,725,505	9,028,612	102,055	1.1%
Other	285,452	385,116	496,780	502,090	116,974	30.4%
<b>Total</b>	<b>36,303,974</b>	<b>38,408,326</b>	<b>38,958,255</b>	<b>40,143,874</b>	<b>1,735,548</b>	<b>4.5%</b>
<b>FTE</b>	<b>552.0</b>	<b>560.0</b>	<b>560.0</b>	<b>561.5</b>	<b>1.5</b>	<b>0.3%</b>

➤ FMAP change (+ general funds - federal funds) for HSC: **\$277,812.**

➤ Utility and food service increase for HSC: **\$517,722.**

**Human Services Center-Yankton:**

Electricity	32,947
Food Services	48,029
Heating and Cooking Fuels	436,746
Total: (\$430,913 GF, \$86,809 FF)	\$517,722

➤ Pharmacy: The Governor is recommending a funding change of **\$89,727 decreased general, \$21,789 decreased federal and an offsetting increase of \$111,516 of other funds** related to pharmacy expenses. This change is possible due to revenue being received for billing prescription drugs under Medicare Part D.

➤ Clinical Services: The Governor is recommending an **increase of 1.5 FTE and \$91,283** due to increased admissions at the HSC. The agency states the continued increase in admissions to the Human Services Center is the reason for this recommendation. The Center has experienced an increase in total admissions of 71% over the last eight years. The increase in admissions has required the Center to change how service is provided and staffed. The recommended FTE would be hired to continue to ensure that HSC is able to provide appropriate admission screenings and assessments. No additional operating expenses were requested for these new FTE. This increase was not in the agency's budget request. (\$77,290 general, \$13,993 federal)

**REVENUES**

	<b><u>FY06</u></b>			<b><u>FY07</u></b>			<b><u>FY08</u></b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Deposits to General Funds:							
Private Pay	823,503	687,442	(136,061)	794,277	736,060	(58,217)	736,060
Insurance	1,037,205	1,192,707	155,502	1,060,635	1,082,379	21,744	1,082,379
Counties	252,057	268,365	16,308	266,965	388,265	121,300	508,165
Indian Health Services (IHS & PHS)	1,441,771	1,845,764	403,993	1,512,332	1,694,369	182,037	1,694,369
Misc Patient Reimbursement		894	894				
Refund of Prior Year's Expenditures		42,302	42,302				
Total Deposits to Federal Funds:							
Title XVIII - Medicare	2,070,797	2,076,905	6,108	2,130,525	2,178,320	47,795	2,178,320
Title XIX - Medicaid	5,615,206	5,007,359	(607,847)	5,594,924	5,775,880	180,956	5,696,270
Disproportionate Share	496,083	488,870	(7,213)	488,870	472,717	(16,153)	460,735
CHIP	295,076	285,789	(9,287)	392,076	392,076	0	377,195
Title I - Improving America's School Act (IASA) Adolescent Grant	31,149	39,449	8,300	37,415	40,381	2,966	40,381
School Lunch and Breakfast	64,261	75,451	11,190	72,545	111,516	38,971	111,516
Total Deposits to Other Funds:							
Prescription Drug Plan		37,172	37,172		74,344	74,344	74,344
Medical Faculty Training		23,885	23,885	33,000	28,062	(4,938)	28,062
Other HSC Fund	43,343	16,754	(26,589)	21,625	23,907	2,282	23,907
Building/Rent	27,949	20,325	(7,624)	25,714	21,375	(4,339)	21,375
Snack Shop	103,370	95,480	(7,890)	102,283	98,460	(3,823)	98,460
Commissions	302	167	(135)	97	65	(32)	65
Yankton Rehab Vending		127,513	127,513	128,170	128,645	475	128,645
Deposits to Special Revenue Fund:							
Land Interest	10,269	1,595	(8,674)	9,561	7,607	(1,954)	7,607
Total	12,312,341	12,334,188	21,847	12,671,014	13,254,428	583,414	13,267,855

**PERFORMANCE INDICATORS**

	<b><u>FY06</u></b>			<b><u>FY07</u></b>			<b><u>FY08</u></b>
	<b>Original Estimate</b>	<b>Actual</b>	<b>Difference Over (Under) Estim.</b>	<b>Original Estimate</b>	<b>Current Estimate</b>	<b>Change in Estimate</b>	<b>Estimate</b>
Average Daily Census for Hospital	272	257.3	(15)	270	265	(5)	265
Acute Psychiatric Services	13	12.9	(0)	12	12.5	1	12.5
Intensive Treat. Unit (Adult/Adolescent)	50/5	3.5/3.7	NA	50./10	3.5/3.5	NA	3.5/3.5

## Community Mental Health

The division promotes personal independence for individuals with severe and persistent mental illness or serious emotional disturbance.

The total recommended budget for Community Mental Health consists of \$14,526,923 from the General Fund, \$11,672,276 from federal funds, and \$1,002,632 from other funds, for a total budget of \$27,201,831 and 24.0 FTEs.

Item:	Actual FY06	Budgeted FY07	Agency Requested FY08	Governor's Recommended FY08	Inc/Dec FY08	% Change From FY07
Personal Services	1,681,904	1,922,645	1,954,780	1,450,204	(472,441)	(24.6%)
Travel	83,404	98,791	107,381	76,946	(21,845)	(22.1%)
Contractual Services	695,092	625,516	1,042,780	995,442	369,926	59.1%
Supplies & Materials	29,933	23,209	23,209	15,709	(7,500)	(32.3%)
Grants And Subsidies	20,289,400	22,804,466	23,754,757	24,657,530	1,853,064	8.1%
Capital Outlay	9,574	9,000	9,000	6,000	(3,000)	(33.3%)
Other	19,329	-	-	-	-	0.0%
<b>Total</b>	<b>22,808,636</b>	<b>25,483,627</b>	<b>26,891,907</b>	<b>27,201,831</b>	<b>1,718,204</b>	<b>6.7%</b>
<b>Funding Types:</b>						
General	12,015,149	13,503,318	14,383,090	14,526,923	1,023,605	7.6%
Federal	9,990,212	11,061,611	11,584,200	11,672,276	610,665	5.5%
Other	803,275	918,698	924,617	1,002,632	83,934	9.1%
<b>Total</b>	<b>22,808,636</b>	<b>25,483,627</b>	<b>26,891,907</b>	<b>27,201,831</b>	<b>1,718,204</b>	<b>6.7%</b>
<b>FTE</b>	<b>31.5</b>	<b>33.5</b>	<b>34.5</b>	<b>24.0</b>	<b>(9.5)</b>	<b>(28.4%)</b>

### REVENUES

	<u>FY06</u>		Difference Over (Under) Estim.	<u>FY07</u>			<u>FY08</u>
	Original Estimate	Actual		Original Estimate	Current Estimate	Change in Estimate	Estimate
<b>Deposits to Federal Funds:</b>							
Title XIX - Medicaid Administration		104,440	104,440		113,978	113,978	113,978
Title XIX - Medicaid Provider		7,287,151	7,287,151		8,600,276	8,600,276	8,545,299
Title XXI -(CHIP)		611,252	611,252		572,278	572,278	568,898
Community Mental Health Svc Block Grant		794,007	794,007		894,669	894,669	894,669
Protection Advocacy		445,116	445,116		411,000	411,000	411,000
Data Infrastructure	100,000	262,110	162,110	143,675	135,141	(8,534)	143,675
Projs. Assist. Transition fr Homelessness		276,552	276,552		300,000	300,000	300,000
SD Emergency Response	50,775	70,133	19,358				
Family Support		14,893	14,893		113,107	113,107	
Suicide Prevention Grant					400,000	400,000	400,000
<b>Deposits to Other Funds:</b>							
Adult Prison Mental Health	779,081	812,693	33,612	880,932	912,698	31,766	918,617
Qualified Mental Health Professional Endorsement Fees		1,350	1,350		1,698	1,698	1,698
<b>Total</b>	<b>929,856</b>	<b>10,679,697</b>	<b>9,749,841</b>	<b>1,024,607</b>	<b>12,454,845</b>	<b>11,430,238</b>	<b>12,297,834</b>

➤ Child and Family Mental Health Services (Children): An **increase of \$178,640** for consumer expansion. The agency indicates that expansion for children's contract and Medicaid/Title XIX services are for a waiting list of 116 children that currently exists at community mental health centers. Medicaid services are an entitlement program that must be provided in an appropriate and timely manner. (\$87,892 general, \$90,748 federal)

➤ Child and Family Mental Health Services: An **increase of \$180,945 of federal funds** is recommended to maximize federal funds. The agency indicates it is short federal expenditure authority for Medicaid services and this change is necessary to maximize federal funds for SED (serious emotional disturbance) services for children.

➤ CARE Program (Adults): An **increase of \$178,542** is recommended for Medicaid/Title XIX services. The agency indicates the increase for the CARE Program Adults (Continuous Assistance, Rehabilitation and Education) is necessary to serve the waiting list of 78 individuals that currently exist at community mental health centers. Medicaid services are an entitlement program that must be provided in an appropriate and timely manner. (\$124,310 general, \$54,232 federal)

➤ Mental Health for DOC Programs: An **increase of 2.0 FTE and \$97,553** from all funds is recommended for mental health services.

1.0 FTE and \$53,076 of general funds is requested for the Intensive Methamphetamine Treatment (IMT) Program. This position will be a mental health professional and will provide individual therapy, group therapy, psychological assessments, and crisis response to inmates in the IMT Program. Total capacity for Phase 1 and 2 of the IMT program is 80 participants.

1.0 FTE and \$44,477 from all funds will be responsible for the coordination of release planning between DHS, DOC, and the community mental health system. The agency states it is difficult for many individuals being released from prison to access services in a timely manner and this can be even more challenging for inmates with mental health issues who also need other supportive services once they are in the community. This position will assist in arranging services for inmates with mental health issues who are being paroled. This increase was not in the agency request.

An **increase of \$2,677 from all funds** is also requested for the general operating expenses of the above 2.0 new FTE.

➤ Mental Health for DOC Programs: An **increase of \$10,242 from general funds** is requested to provide needed psychiatric services to women inmates in the Intensive Methamphetamine Treatment (IMT) Program. The agency states intakes, medication evaluation and monitoring, and intensive psychiatric services for female inmates in the IMT Program are critical services in ensuring safety and stabilization. A lack of an appropriate level of psychiatric services could result in inmates becoming a danger to themselves or others.

➤ IMPACT (Individualized and Mobile Program of Assertive Community Treatment): A **reduction of (11.5 FTE) and (\$605,835)** of personal services funding is recommended for the conversion of the State IMPACT program. The agency states the administration of the Yankton IMPACT program will transfer to Lewis & Clark Behavioral Health Services, the local community mental health center in Yankton on January 2, 2007. This change in administration is consistent with the other IMPACT programs in SD operated by community mental health centers. It is also consistent with the philosophy of the Division of Mental Health regarding providing mental health services within a system of care framework. This transfer will allow Yankton IMPACT to become part of the larger system of care within the Yankton community and will allow for better integration

with other services through the community mental health system. This change was not in the agency's budget request. (\$375,133 general decrease, \$230,702 federal decrease)

➤ Suicide Prevention: An **increase of \$400,000 of federal fund authority** is recommended for a new suicide prevention program. Suicide Prevention Grant funds will be used to implement early intervention and prevention programs in fourteen high schools and two universities across the three year grant period. The project's purpose is to reduce suicide for youth aged 14-24 by implementing suicide prevention training in the high schools, universities, and to community gatekeepers; promoting resources such as the crisis line and materials; and assuring effective linkages among schools, mental health, and substance abuse services. The two universities are USD and Sinte Gleska. Year one High Schools are McCook Central, Woonsocket, Sanborn Central, Sisseton, Central Academies, and Pierre Riggs High. Year two High Schools are Hot Springs, Todd County St. Francis, Lead-Deadwood, L-D Career Tech. Ed., Spearfish, and yet to be identified schools in Minnehaha.

➤ FMAP change (+ general funds - federal funds) for Community Mental Health: **\$368,062.**

➤ 3% provider inflation increase for Community Mental Health: **\$626,846.**

<u>PERFORMANCE INDICATORS</u>	<u>FY06</u>			<u>FY07</u>			<u>FY08</u>
	<u>Original Estimate</u>	<u>Actual</u>	<u>Difference Over (Under) Estim.</u>	<u>Original Estimate</u>	<u>Current Estimate</u>	<u>Change in Estimate</u>	<u>Estimate</u>
Community Mental Health Centers	11	11	0	11	11	0	11
Consumers Served (All Funding Sources)	16,062	15,543	(519)	17,112	15,740	(1,372)	16,084
Consumers Served Through DMH Funding:							
Residential (Transitional and Group)	161	157	(4)	161	157	(4)	157
Outpatient	1,802	2,800	998	1,877	2,800	923	2,800
Individualized & Mobile Prog of Assertive Community Treatment (IMPACT)	220	184	(36)	225	190	(35)	195
Children's Serious Emotional Disturbance	4,091	4,416	325	4,370	4,525	155	4,721
CARE (Continuous Assistance, Rehabilitation, and Education)	3,518	3,777	259	3,893	3,859	(34)	4,002
Indigent Medication Program	641	474	(167)	700	500	(200)	500
% of Adults Admitted to HSC as	8%	5%		8%	5%		5%
Readmissions Within 30 days							
IFS Mental Health Referrals	78	31	(47)	68	35	(33)	35
Concurrent MH/CD Services	62	41	(21)	55	41	(14)	41
Department of Corrections Mental Health Program:							
Adult Psychiatric Contacts	4,735	4,502	(233)	5,640	4,749	(891)	4,957
Juvenile Psychiatric Contacts	570	602	32	570	602	32	602
Adults Identified with Mental Health Concerns/% of Total Admissions	631/27%	594/24%	NA	652/27%	636/24%	NA	664/24%

## Other Departmental Issues

### A. Interim Appropriation Actions

No interim appropriation actions were taken.

### B. Audit Findings

**Finding No. 19000200501: Independent peer reviews were not conducted of entities contracted with the State to provide treatment services. (Federal Compliance Audit Finding)** The finding states in part: Independent peer reviews of treatment services providers have not been performed since September 2003. As a result, the state is not in compliance with requirements of the grantor.

The Department of Legislative Audit recommends peer reviews be performed annually of at least five percent of the entities contracted to provide treatment services. The Department of Human Services indicates reviews were performed in June 2005 that bring the Department into compliance.