

Human Services
 Coordinator – Holly Williams
 Office of Fiscal Analysis

| | Page # | Analyst | Actual FY 18 | Appropriation FY 19 | Agency Requested | | Governor Recommended | | % Diff Gov - App FY 20 |
|---------------------------------------|--------|---------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|------------------------|
| | | | | | FY 20 | FY 21 | FY 20 | FY 21 | |
| General Fund | | | | | | | | | |
| Department of Social Services | 3 | ES, HW | 4,273,303,332 | 4,303,808,650 | 4,203,742,542 | 4,381,173,179 | 4,417,383,198 | 4,518,965,479 | 2.64 |
| Department of Rehabilitation Services | 15 | CG | 18,589,240 | 28,770,457 | 29,375,880 | 29,920,733 | 27,378,425 | 27,953,761 | (4.84) |
| Department of Children and Families | 18 | RDP | 778,468,492 | 768,455,917 | 803,852,908 | 817,903,263 | 788,801,627 | 803,529,836 | 2.65 |
| Total - General Fund | | | 5,070,361,064 | 5,101,035,024 | 5,036,971,330 | 5,228,997,175 | 5,233,563,250 | 5,350,449,076 | 2.60 |
| Insurance Fund | | | | | | | | | |
| Department of Social Services | 3 | ES, HW | 376,023 | - | - | - | - | - | n/a |
| Department of Rehabilitation Services | 15 | CG | - | 376,023 | 377,955 | 377,955 | 377,955 | 377,955 | 0.51 |
| Total - Insurance Fund | | | 376,023 | 376,023 | 377,955 | 377,955 | 377,955 | 377,955 | 0.51 |
| Workers' Compensation Fund | | | | | | | | | |
| Department of Rehabilitation Services | 15 | CG | 2,044,973 | 2,110,333 | 2,192,254 | 2,237,109 | 2,192,254 | 2,237,109 | 3.88 |
| Total - Appropriated Funds | | | 5,072,782,060 | 5,103,521,380 | 5,039,541,539 | 5,231,612,239 | 5,236,133,459 | 5,353,064,140 | 2.60 |

MAJOR CHANGES

Department of Social Services

Restore Hospital Supplemental Payments to FY 19 Level – The proposal restores Medicaid supplemental hospital payments to FY 19 levels after accounting for a \$40 million reduction to the Medicaid supplemental payments to bring payments under the federal limit, approximately \$453 million in both FY 20 and 21, compared to \$166.5 million under current law.

Achieve Savings in Medicaid Prescription Drug Benefit – The proposal includes total savings of \$1.6 million in FY 20 and \$15.5 million and FY 21 in DSS, after factoring in the federal share of expenditures, related to the following: (1) increase prescription drug purchasing through purchasing pools similar to the multi-state consortium TOP\$, (2) expand the use of step therapy for prescriptions to treat certain conditions, and (3) revise diabetic supply program for test strips and lancets to uniformly include them on the preferred drug list as opposed to being provided for certain beneficiaries through the durable medical equipment benefit.

Modify Hospital Medicaid Reimbursement- The proposal includes the following changes to Medicaid hospital reimbursement: (1) implement 15% hospital readmission adjustment for hospital readmissions 30 days after discharge and (2) restore hospital Medicaid inpatient rate reduction related to the most recent 3M grouper. The proposals result in a net impact, after factoring in the federal share of expenditures, of \$165 million in FY 20 and \$169.9 million in FY 21.

Institute an Asset Test under the Medicare Savings Program (MSP)- The proposal establishes an asset test of \$7,650 for individuals and \$11,340 for couples, which reduces eligibility for the Medicare Savings Program and results in savings of approximately \$10.5 million (\$21 million gross) in FY 21. The policy also provides funding of \$2.8 million in FY 20 and \$1.8 million in FY 21 to support staff and an asset verification system. After considering the federal grants revenue impact, the net savings to the budget is \$25.6 million when annualized.

Provide Support for Special Populations to Achieve Net Savings- DSS/DOH- The Governor’s budget provides \$1.2 million in FY 20 to support targeted initiatives, which result in net savings of \$3.5 million in FY 21 primarily through decreased Medicaid expenditures. When the federal share is considered, this results in total Medicaid savings of approximately \$19 million in FY 21. Initiatives include:

- Diabetes prevention program targeting HUSKY Health members to reduce the risk of developing type 2 diabetes through weight loss, increased physical activity, and addressing psychological and social challenges;
- Medicaid supportive housing benefit for up to 850 high cost high need individuals through a 1915(i) state plan amendment (related funding for stable housing and wraparound services is provided under the Department of Housing);
- Increased rebalancing efforts under Money Follows the Person (MFP) for up to 800 additional transitions through increased staff capacity, predictive modeling, and targeting transition resources (related funding for supportive housing vouchers is provided under the Department of Housing).

Department of Children and Family

Maintain Community Services Post-Juvenile Justice (JJ) Consolidation -The proposal provides funding of \$4.1 million in both FY 20 and FY 21 to continue support for various community-based services benefitting non-delinquent children and youth, formerly funded under DCF's Juvenile Justice Outreach Services account. Following the consolidation of JJ funding for delinquent children and youth under the Court Support Services Division (CSSD) of the Judicial Branch (PA 17-2 JSS), the Juvenile Justice Outreach Services account was transferred to CSSD.

Reduce Overtime Expenditures with Technology - The proposal reduces Personal Services account funding by \$2.1 million in both FY 20 and FY 21 to reflect overtime savings projected from improved scheduling and management of overtime through the implementation of Kronos software.

Achieve Efficiencies through the Creation of a Central Transportation Unit - The proposal reduces funding by a net \$1.6 million in FY 20 and \$3.4 million in FY 21 through the establishment of a transportation unit within the agency. This unit is anticipated to reduce utilization of credentialed transportation vendors and overtime, similar to the Department of Corrections unit.

Department of Social Services

DSS60000

Permanent Full-Time Positions

| Fund | Actual FY 18 | Appropriation FY 19 | Agency Requested | | Governor Recommended | | % Diff Gov-App FY 20 |
|--------------|-----------------|------------------------|------------------|-------|----------------------|-------|----------------------------|
| | | | FY 20 | FY 21 | FY 20 | FY 21 | |
| General Fund | 2,009 | 1,986 | 1,968 | 1,986 | 2,021 | 2,021 | 1.76 |

Budget Summary

| Account | Actual FY 18 | Appropriation FY 19 | Agency Requested | | Governor Recommended | | % Diff Gov-App FY 20 |
|---|-----------------|------------------------|------------------|---------------|----------------------|---------------|----------------------------|
| | | | FY 20 | FY 21 | FY 20 | FY 21 | |
| Personal Services | 112,833,782 | 117,199,907 | 131,193,200 | 139,157,639 | 132,461,471 | 139,867,419 | 13.02 |
| Other Expenses | 136,457,755 | 139,311,834 | 149,830,650 | 143,493,812 | 156,674,427 | 148,773,485 | 12.46 |
| Other Current Expenses | | | | | | | |
| Genetic Tests in Paternity Actions | 56,292 | 81,906 | 81,906 | 81,906 | 81,906 | 81,906 | - |
| State-Funded Supplemental Nutrition Assistance Program | 9,697 | - | - | - | - | - | n/a |
| HUSKY B Program | 5,135,793 | 5,320,000 | 9,947,596 | 16,029,382 | 8,870,000 | 14,830,000 | 66.73 |
| Other Than Payments to Local Governments | | | | | | | |
| Medicaid | 2,513,038,706 | 2,608,368,000 | 2,754,674,779 | 2,894,524,954 | 2,689,940,000 | 2,771,150,000 | 3.13 |
| Old Age Assistance | 38,867,025 | 39,826,302 | 41,992,748 | 43,848,621 | 42,600,000 | 43,550,000 | 6.96 |
| Aid To The Blind | 546,803 | 584,005 | 505,010 | 503,881 | 529,100 | 523,900 | (9.40) |
| Aid To The Disabled | 59,011,587 | 61,107,546 | 60,501,527 | 62,499,545 | 59,690,000 | 59,660,000 | (2.32) |
| Temporary Family Assistance - TANF | 74,048,449 | 75,131,712 | 71,032,155 | 72,594,862 | 62,230,000 | 60,870,000 | (17.17) |
| Emergency Assistance | - | 1 | 1 | 1 | 1 | 1 | - |
| Food Stamp Training Expenses | 4,527 | 9,832 | 9,832 | 9,832 | 9,832 | 9,832 | - |
| DMHAS-Disproportionate Share | 108,935,000 | 108,935,000 | 108,935,000 | 108,935,000 | 108,935,000 | 108,935,000 | - |
| Connecticut Home Care Program | 36,489,526 | 44,350,000 | 45,224,747 | 46,553,757 | 36,810,000 | 36,900,000 | (17.00) |
| Human Resource Development- Hispanic Programs | 697,307 | 1,197,307 | 1,206,885 | 1,206,885 | 1,206,885 | 1,206,885 | 0.80 |
| Community Residential Services | 540,950,433 | 562,902,640 | 618,103,561 | 640,640,340 | 623,412,127 | 639,014,602 | 10.75 |
| Protective Services to the Elderly | - | 785,204 | 701,987 | 711,193 | - | - | (100.00) |
| Safety Net Services | 1,277,656 | 1,326,321 | 1,334,544 | 1,334,544 | 1,334,544 | 1,334,544 | 0.62 |
| Refunds Of Collections | 56,656 | 94,699 | 94,699 | 94,699 | 94,699 | 94,699 | - |
| Services for Persons With Disabilities | 308,080 | 273,897 | 276,362 | 276,362 | 276,362 | 276,362 | 0.90 |
| Nutrition Assistance | 580,567 | 743,095 | 749,040 | 749,040 | 749,040 | 749,040 | 0.80 |
| State Administered General Assistance | 19,601,641 | 19,334,722 | 20,065,277 | 20,645,888 | 17,810,000 | 17,470,000 | (7.89) |
| Connecticut Children's Medical Center | 11,163,625 | 10,125,737 | 10,125,737 | 10,125,737 | 10,125,737 | 10,125,737 | - |
| Community Services | 364,191 | 688,676 | 690,373 | 690,373 | 275,376 | 275,376 | (60.01) |
| Human Service Infrastructure Community Action Program | 2,887,561 | 3,149,619 | 3,292,432 | 3,292,432 | 3,292,432 | 3,292,432 | 4.53 |
| Teen Pregnancy Prevention | 1,193,349 | 1,245,860 | 1,255,827 | 1,255,827 | 1,255,827 | 1,255,827 | 0.80 |
| Programs for Senior Citizens | 5,777,475 | - | - | - | - | - | n/a |
| Family Programs - TANF | 29,337 | 29,337 | 29,337 | 29,337 | - | - | (100.00) |
| Domestic Violence Shelters | 5,198,424 | 5,247,072 | 5,289,049 | 5,289,049 | 5,289,049 | 5,289,049 | 0.80 |
| Hospital Supplemental Payments | 597,687,879 | 496,340,138 | 166,500,000 | 166,500,000 | 453,331,102 | 453,331,102 | (8.67) |
| Grant Payments to Local Governments | | | | | | | |
| Teen Pregnancy Prevention - Municipality | 94,209 | 98,281 | 98,281 | 98,281 | 98,281 | 98,281 | - |

| Account | Actual FY 18 | Appropriation FY 19 | Agency Requested | | Governor Recommended | | % Diff Gov-App FY 20 |
|--------------------------------------|----------------------|------------------------|----------------------|----------------------|----------------------|----------------------|----------------------------|
| | | | FY 20 | FY 21 | FY 20 | FY 21 | |
| Agency Total - General Fund | 4,273,303,332 | 4,303,808,650 | 4,203,742,542 | 4,381,173,179 | 4,417,383,198 | 4,518,965,479 | 2.64 |
| Fall Prevention | 376,023 | - | - | - | - | - | n/a |
| Agency Total - Insurance Fund | 376,023 | - | - | - | - | - | n/a |
| Total - Appropriated Funds | 4,273,679,355 | 4,303,808,650 | 4,203,742,542 | 4,381,173,179 | 4,417,383,198 | 4,518,965,479 | 2.64 |

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Policy Revisions

Adjust Funding to Reflect Cellular Services Savings

| | | |
|-----------------------------|----------------|----------------|
| Other Expenses | (9,486) | (9,486) |
| Total - General Fund | (9,486) | (9,486) |

Background

The Governor's FY 20 and FY 21 Budget reduces funding by \$197,555 in both FY 20 and FY 21, across five appropriated funds, to reflect cellular services savings.

Governor

Reduce funding by \$9,486 in both FY 20 and FY 21 to reflect this agency's cellular services savings.

Annualize FY 2019 Holdbacks

| | | |
|-----------------------------|------------------|------------------|
| Community Services | (414,997) | (414,997) |
| Family Programs - TANF | (29,337) | (29,337) |
| Total - General Fund | (444,334) | (444,334) |

Background

The Office of Policy and Management implemented FY 19 holdbacks totaling \$18.5 million. The Governor's FY 20 and FY 21 Budget annualizes \$7.7 million of these holdbacks in both FY 20 and FY 21 across various agencies.

Governor

Reduce funding by \$444,334 in both FY 20 and FY 21 to annualize this agency's FY 19 holdbacks.

Achieve Medicaid Savings through Increased Audit and Recoveries Staff

| | | |
|---------------------------------|--------------------|--------------------|
| Personal Services | 1,300,800 | 1,389,500 |
| Medicaid | (6,420,000) | (7,330,000) |
| Total - General Fund | (5,119,200) | (5,940,500) |
| Positions - General Fund | 19 | 19 |

Governor

Provide funding of \$1,300,800 in FY 20 and \$1,389,500 in FY 21 in the Personal Services account to support 19 positions within the quality assurance and revenue unit, including 14 provider audit staff, two special investigations staff, two revenue unit staff, and a federal/state audit compliance manager. Personal Service expenditures will receive 50% federal reimbursement under Medicaid.

Reduce funding by \$6,420,000 in FY 20 and \$7,330,000 in FY 21 in the Medicaid account to reflect the savings associated with investing in quality assurance and revenue unit staff to audit and investigate Medicaid related expenses. The gross impact of the Medicaid savings associated with recoveries will total \$16.1 million in FY 20 and \$18.3 million in FY 21.

Strengthen Utilization Management under Medicaid

| | | |
|-----------------------------|--------------------|--------------------|
| Other Expenses | 2,000,000 | 2,000,000 |
| Medicaid | (3,400,000) | (11,800,000) |
| Total - General Fund | (1,400,000) | (9,800,000) |

Governor

Provide funding of \$2 million in FY 20 and FY 21 in the Other Expenses account to reflect contractual expenses. Reduce funding by \$3.4 million in FY 20 and \$11.8 million in FY 21 (\$8.5 million in FY 20 and \$29.5 million in FY 21 after accounting for the federal

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

share) in the Medicaid account to reflect the impact of benchmarking the state Medicaid program's guidelines, outcomes and requirements with those in other states.

Institute an Asset Test under the Medicare Savings Program

| | | |
|---------------------------------|------------------|--------------------|
| Personal Services | 122,400 | 530,600 |
| Other Expenses | 2,670,000 | 1,310,000 |
| Medicaid | - | (10,500,000) |
| Total - General Fund | 2,792,400 | (8,659,400) |
| Positions - General Fund | 9 | 9 |

Background

The Medicare Savings Program (MSP) is a Medicaid-funded program that helps Medicare recipients with income up to 246% of the federal poverty level (FPL). Connecticut does not currently have an asset test. The federal minimum asset test is \$7,560 for singles and \$11,340 for couples and applies to money in a checking or savings account, stocks and bonds. An individual's home, one car, a burial plot, up to \$1,500 in a burial account, and household and personal items are excluded.

Governor

Provide funding by \$122,400 in FY 20 and \$530,600 in FY 21 in the Personal Services account to support nine positions to assist with ongoing asset verification requirements. Provide funding of \$2,670,000 in FY 20 and \$1,310,000 in FY 21 in the Other Expenses account to support IT upgrades for an asset verification system under ImpaCT.

Reduce funding by \$10.5 million in FY 21 (\$21 million gross) in the Medicaid account to reflect implementing an asset test (\$7,650 for individuals and \$11,340 for couples), effective July 1, 2020. The savings reflects the current cost of deductibles, coinsurance and copayments for those with income up to 211% FPL. In addition, less federal grants revenue will need to be diverted to cover the costs of premiums, resulting in additional revenue of \$16 million in FY 21. After considering the administrative costs, Medicaid savings, and federal grants revenue impact, the net savings to the budget is \$25.6 million when annualized.

Expand PCMH+ to Include Dually Eligible Individuals

| | | |
|-----------------------------|----------|----------------|
| Other Expenses | - | 750,000 |
| Total - General Fund | - | 750,000 |

Background

In January 2017 DSS began the Person-Centered Medical Home Plus or PCMH+ program. PCMH+ provides personcentered, comprehensive and coordinated care for Medicaid beneficiaries. Participating Federally Qualified Health Centers (FQHCs) and advanced networks such as accountable care organizations provide care coordination activities to improve the quality, efficiency, and effectiveness of care delivered to Medicaid beneficiaries. Shared savings payments as well as add-on quality payments are provided to participating entities who achieve the quality outcome measures required of the program as well as primary care case management services.

In partnership with Medicare, the proposal seeks to support the expansion of the program to the approximately 70,000 dually-eligible (Medicaid and Medicare eligible) beneficiaries by January 1, 2023.

Governor

Provide funding of \$750,000 in FY 21 for consultant services to assist in the expansion of the PCMH+ program to dually-eligible individuals. Once fully implemented the annualized gross savings is estimated to be \$7.3 million (\$3.6 million in state savings and \$3.7 million federal).

Continue to Fund Protective Services for the Elderly under the Social Services Block Grant

| | | |
|------------------------------------|------------------|------------------|
| Protective Services to the Elderly | (557,200) | (586,900) |
| Total - General Fund | (557,200) | (586,900) |

Governor

Reduce funding by \$557,200 in FY 20 and \$586,900 in FY 21 to reflect continuing to support the Protective Services for the Elderly program with Social Services Block Grant (SSBG) funding.

Eliminate Use of State Police in DSS' Field Offices

| | | |
|-----------------------------|------------------|------------------|
| Other Expenses | (380,000) | (380,000) |
| Total - General Fund | (380,000) | (380,000) |

Governor

Reduce funding by \$380,000 in FY 20 and FY 21 to reflect the elimination of state police in DSS field offices. Security will continue to be provided by local police and private security officers.

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Expand Pharmacy Purchasing Pool

| | | |
|-----------------------------|---|--------------------|
| Medicaid | - | (3,500,000) |
| Total - General Fund | - | (3,500,000) |

Background

The state of Connecticut on behalf of its Medicaid program is part of a multi-state consortium called TOP\$, wherein Connecticut collaborates with other states (Idaho, Louisiana, Maryland, Nebraska, Wisconsin and Washington) to pool resources to develop and negotiate drug rebate agreements with pharmaceutical manufacturers. In FY 18 drug rebates offset Medicaid pharmacy expenditures of \$1.3 billion by \$875 million.

Governor

Reduce Medicaid funding by \$3.5 million in FY 21 to reflect the state's share of savings in the Medicaid pharmacy benefit resulting from participation in additional pharmacy purchasing pools. The total gross savings is approximately \$8.8 million after factoring in the federal share.

Expand Step Therapy to New Drug Classes

| | | |
|-----------------------------|------------------|--------------------|
| Medicaid | (500,000) | (1,840,000) |
| Total - General Fund | (500,000) | (1,840,000) |

Governor

Reduce funding by \$500,000 in FY 20 and \$1,840,000 in FY 21 to reflect requiring step therapy for prescriptions used to treat atopic dermatitis (eczema), rheumatoid arthritis, plaque psoriasis and inflammatory bowel disease (including ulcerative colitis and Crohns disease). The total savings after factoring the federal share is \$1.5 million in FY 20 and \$5.6 million in FY 21.

Revise Diabetic Supply Program

| | | |
|-----------------------------|----------------|------------------|
| Other Expenses | 500,000 | 200,000 |
| Medicaid | (300,000) | (1,190,000) |
| Total - General Fund | 200,000 | (990,000) |

Background

Currently claims for diabetic test strips and lancets are processed at the pharmacy point of sale (POS) for those under the age of 21 and through the durable medical equipment (DME) benefit for those age 21 and over. The Governor's Budget proposes processing all diabetic supplies at the pharmacy POS and requiring they be subject to a special type of Medicaid preferred drug list (PDL). In order for a manufacturer's product to be included on Medicaid's PDL the manufacturer must agree to pay a supplemental rebate to the state.

Governor

Provide funding of \$500,000 in FY 20 and \$200,000 in FY 21 in the Other Expenses account to reflect contractual expenses related to the administration of the diabetic supply program. Reduce funding by \$300,000 in FY 20 and \$1,190,000 in FY 21 in the Medicaid account to reflect Medicaid pharmacy and DME savings. After accounting for the federal share, total estimated Medicaid savings in FY 21 are \$800,000 and \$3.2 million in FY 21.

Implement Diabetes Prevention Program

| | | |
|-----------------------------|---------------|------------------|
| Medicaid | 70,000 | (520,000) |
| Total - General Fund | 70,000 | (520,000) |

Background

The Governor's Budget proposes utilizing the state's Medicaid Administrative Service Organization (ASO) to contract with an administrator of a Diabetes Prevention Program (DPP). The DPP is an evidence based model recognized by the Centers for Disease Control (CDC), which has proven to reduce an individual's risk of developing type 2 diabetes through weight loss and exercise. The program utilizes a CDC approved curriculum which includes, lifestyle coaching, exercise, self-monitoring, maintaining healthy behaviors and handling psychological and social stressors. The Medicaid program currently has approximately 40,000 individuals who are identified as prediabetic. The per-member-per-month (PMPM) gross cost of a Medicaid beneficiary is approximately \$770, prediabetic member PMPM is \$960 and diabetic member PMPM is \$2,020. The annual cost per enrollee in the DPP is \$420. The proposal assumes approximately 4-5% of those eligible will participate in the program.

Governor

Provide funding of \$70,000 in FY 20 and reduce funding by \$520,000 in FY 21 to reflect the implementation of a DPP for prediabetic Medicaid beneficiaries. After factoring in the federal share, the net state cost in FY 20 is \$180,000, with savings of \$1.3 million in FY 21.

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Provide Resources to Assist in the Development of an Opioid Plan

| | | |
|-----------------------------|----------------|----------------|
| Other Expenses | 500,000 | 250,000 |
| Total - General Fund | 500,000 | 250,000 |

Governor

Provide funding of \$500,000 in FY 20 and \$250,000 in FY 21 to support consultant services to assist state agencies in examining various methodologies to develop and implement a plan to address gaps in the state's treatment of substance use disorder.

Reduce Funding to Address Excess Capacity in Nursing Homes

| | | |
|-----------------------------|--------------------|--------------------|
| Medicaid | (2,430,000) | (2,920,000) |
| Total - General Fund | (2,430,000) | (2,920,000) |

Governor

Reduce funding by \$2,430,000 in FY 20 and \$2,920,000 in FY 21 to reflect rebasing nursing home rates in FY 20 and eliminating the stop loss provision for nursing homes with low occupancy rates or low federal quality measure scores. Nursing homes with high occupancy and high quality measures will be provided a stop loss of 2% if applicable. After factoring in the federal share, this proposal will reduce total Medicaid expenditures by \$4.9 million in FY 20 and \$5.8 million in FY 21.

Implement Medicaid Supportive Housing Benefit for High Cost High Need Individuals

| | | |
|-----------------------------|------------------|--------------------|
| Medicaid | (580,000) | (3,080,000) |
| Total - General Fund | (580,000) | (3,080,000) |

Background

Connecticut was selected to participate in the Medicaid-Housing Partnership Innovation Accelerator Program (IAP) in 2016. The initiative provided technical assistance to the state to help design ways to support individuals served by Medicaid in accessing and retaining stable housing and meaningfully engaging with their health goals.

Governor

Reduce funding by \$580,000 in FY 20 and \$3,080,000 in FY 21 to reflect Medicaid savings associated with a new supportive housing benefit for high cost high need individuals. Under this proposal, the Department of Social Services (DSS) will develop a 1915(i) state plan amendment for a home and community-based services benefit to serve up to 850 individuals who experience homelessness and whose average Medicaid costs exceed \$40,000 per year. By providing stable housing and tenancy-sustaining wraparound services, this initiative is expected to allow participants to effectively access and engage with goals and action steps around their health, resulting in a 40% reduction in DSS Medicaid costs. After factoring in the federal share, this proposal is expected to reduce total Medicaid expenditures by \$2.7 million in FY 2020 and \$13.9 million in FY 2021. Funding is also included in the Department of Housing to support this effort.

Adjust Hospital Supplemental Payments

| | | |
|--------------------------------|--------------------|--------------------|
| Hospital Supplemental Payments | 286,831,102 | 286,831,102 |
| Total - General Fund | 286,831,102 | 286,831,102 |

Background

Pursuant to PA 17-4 JSS DSS in consultation with the Connecticut Hospital Association and contingent on approval from the Centers for Medicare and Medicaid Services (CMS), is required to establish four hospital Medicaid supplemental payment pools: an inpatient pool, an outpatient pool, a small hospital pool and a mid-size hospital pool. PA 17-4 JSS provided funding of approximately \$598 million in FY 18 and \$496 million in FY 19 for Medicaid hospital supplemental payments. Section 55 of PA 18-81 provided Medicaid hospital supplemental payments of \$166.5 million in FY 20.

The federal upper payment limit (UPL) is the maximum amount a state Medicaid program may pay a given provider type in the aggregate and can vary each year as it is based on what Medicare would have paid for the same services; payments in excess of the UPL are not eligible for federal reimbursement.

Governor

Provide funding of \$286,831,102 in FY 20 and FY 21 in the Hospital Supplemental Payment account to provide Medicaid hospital supplemental payments of approximately \$453 million in FY 20 and FY 21. This is inclusive of a (1) a \$3 million reduction in the Small Hospital Pool to reflect the FY 19 reduction related to the merger of Charlotte Hungerford Hospital and (2) a \$40 million reduction compared to FY 19 related to the federal UPL. The combination of these actions (1) providing funding for hospital supplemental payments (\$326.8 million) and (2) reducing hospital supplemental payments due to the federal UPL (\$40 million) result in a net impact to federal grants revenue of approximately \$188.7 million in FY 20 and \$187.3 million in FY 21 (approximately \$214 to \$215 million in increased federal grant revenue related to increased supplemental payments and a reduction of \$26.7 million related to the UPL).

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Restore Reduction in Hospital Inpatient Reimbursement

| | | |
|-----------------------------|-------------------|-------------------|
| Medicaid | 59,100,000 | 61,800,000 |
| Total - General Fund | 59,100,000 | 61,800,000 |

Background

Connecticut uses the 3M All Patient Refined Diagnosis Related Groups (APR-DRG) grouper method as the weighting for inpatient rate changes under Medicaid. DRGs are assigned by a "grouper" program based on diagnoses, procedures, age, sex, discharge status, and the presence of complications or co-morbidities. Codes associated with a patient (diagnosis, surgical procedures, age, etc.) are compiled and the information is run through an algorithm to determine its weight, which is then applied to the hospital's base rate. DSS' Medicaid state plan (SPA 17-0011) requires that the department use the current version of the 3M grouper as the basis for weighting rates. 3M's latest version of the grouper, however, substantially reduced the weighting for Medicaid costs as a result of the transition to the latest International Classification of Diseases (ICD) (i.e., moving from ICD-9 to ICD-10), which has a much more detailed level of coding for providers to bill. This resulted in a significant reduction to Medicaid inpatient hospital payments starting midyear in FY 19; after factoring in expenditures for non-DRG based services, the overall reduction in payments for hospital inpatient services is estimated at approximately 16.8%, or over \$170 million when fully annualized.

Governor

Provide funding of \$59.1 million in FY 20 and \$61.8 million in FY 21 to reflect restoring Medicaid hospital inpatient reimbursement reductions resulting from 3M's latest grouper. After factoring in the federal share, the total cost is approximately \$171.1 million in FY 20 and \$177.2 million in FY 21.

Reduce Funding to Reflect Decreased Hospital Payments Due to Readmission Rates

| | | |
|-----------------------------|--------------------|--------------------|
| Medicaid | (2,000,000) | (2,400,000) |
| Total - General Fund | (2,000,000) | (2,400,000) |

Governor

Reduce funding by \$2 million in FY 20 and \$2.4 million in FY 21 (\$6.1 million in FY 20 and \$7.3 million in FY 21 after factoring in the federal share) in the Medicaid account to reflect the impact of a 15% readmission rate reduction for a hospital readmission within 30 days of discharge for a related diagnosis.

Strengthen Rebalancing Efforts under Money Follows the Person

| | | |
|---------------------------------|------------------|--------------------|
| Personal Services | 726,400 | 726,400 |
| Other Expenses | 800,000 | 500,000 |
| Medicaid | (480,000) | (4,740,000) |
| Total - General Fund | 1,046,400 | (3,513,600) |
| Positions - General Fund | 7 | 7 |

Background

The Money Follows the Person (MFP) rebalancing demonstration is a federal initiative that encourages states to reduce their reliance on institutional care for Medicaid recipients by transitioning individuals out of institutional settings and into community settings with appropriate supports.

Governor

Provide funding of \$726,400 in FY 20 and FY 21 in the Personal Services account to support seven positions to increase the agency's capacity to process MFP applications within a tighter timeframe. Provide funding of \$800,000 in FY 20 and \$500,000 in FY 21 in the Other Expenses account to assist with developing a predictive modeling tool to identify older adults who are discharged from hospitals to nursing homes and who are at high risk for a long-term stay without intervention.

Reduce funding by \$480,000 in FY 20 and \$4,470,000 in FY 21 in the Medicaid account to reflect a reduction in Medicaid expenses related to supporting more MFP transitions. After factoring in the federal share, this proposal will reduce total Medicaid expenditures by \$1.0 million in FY 20 and \$9.5 million in FY 21. Funding is also included in the Department of Housing to support this effort.

Remove Statutory Rate Increases

| | | |
|-----------------------------|---------------------|---------------------|
| Medicaid | (15,210,000) | (32,290,000) |
| Old Age Assistance | (800,000) | (1,730,000) |
| Aid To The Blind | (9,600) | (20,300) |
| Aid To The Disabled | (900,000) | (1,940,000) |
| Total - General Fund | (16,919,600) | (35,980,300) |

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Governor

Reduce funding by \$16,919,600 in FY 20 and \$35,980,300 in FY 21 to reflect the elimination of rate increases for nursing homes, intermediate care facilities and boarding homes.

Remove Funding for Statutory Cost of Living Adjustments (COLAs)

| | | |
|---------------------------------------|--------------------|--------------------|
| Old Age Assistance | (240,000) | (440,000) |
| Aid To The Blind | (3,300) | (5,800) |
| Aid To The Disabled | (530,000) | (940,000) |
| Temporary Family Assistance - TANF | (1,490,000) | (2,710,000) |
| State Administered General Assistance | (370,000) | (680,000) |
| Total - General Fund | (2,633,300) | (4,775,800) |

Governor

Reduce funding by \$2,633,300 in FY 20 and \$4,775,800 in FY 21 to reflect removing cost of living adjustments (COLA) for the following programs: Old Age Assistance, Aid to the Blind, Aid to the Disabled, Temporary Family Assistance, and State Administered General Assistance.

Current Services**Annualize Private Provider Wage Adjustments Pursuant to SA 18-5**

| | | |
|--------------------------------|-------------------|-------------------|
| Community Residential Services | 40,000,000 | 40,000,000 |
| Total - General Fund | 40,000,000 | 40,000,000 |

Background

SA-18-5 authorizes an increase in funding for the wages of certain employees who provide services to individuals with intellectual disability authorized to receive supports and services through the Department of Developmental Services (DDS), effective January 1, 2018. PA 18-81, the Revised FY 19 budget, appropriated private provider funding to the Office of Policy and Management to support a partial year increase to DDS private providers and a total of \$24.7 million was distributed to DDS and DSS. The state receives a 50% reimbursement for Medicaid waived programs.

Governor

Provide funding of \$40 million in the Community Residential Services Program in both FY 20 and FY 21 to reflect the fully annualized cost of the increase.

Provide Funds to Reflect the FY 19 Private Provider COLA

| | | |
|---|----------------|----------------|
| Old Age Assistance | 292,668 | 292,668 |
| Aid To The Disabled | 229,954 | 229,954 |
| Human Resource Development-Hispanic Programs | 9,578 | 9,578 |
| Safety Net Services | 8,223 | 8,223 |
| Services for Persons With Disabilities | 2,465 | 2,465 |
| Nutrition Assistance | 5,945 | 5,945 |
| Community Services | 1,697 | 1,697 |
| Human Service Infrastructure Community Action Program | 142,813 | 142,813 |
| Teen Pregnancy Prevention | 9,967 | 9,967 |
| Domestic Violence Shelters | 41,977 | 41,977 |
| Total - General Fund | 745,287 | 745,287 |

Background

The Revised FY 19 budget (PA 18-81, Sec. 69) provided a 1% COLA to employees of human services providers. In FY 19, funding to support these increases was appropriated to the Office of Policy and Management and a total of \$5.8 million was distributed to individual agencies.

Governor

Provide funding of \$745,287 in FY 20 and FY 21 to reflect the rollout of FY 19 Private Provider COLA.

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Provide Funding for Wage Increases

| | | |
|-----------------------------|------------------|-------------------|
| Personal Services | 5,621,717 | 12,530,765 |
| Total - General Fund | 5,621,717 | 12,530,765 |

Background

The Governor's FY 20 and FY 21 Budget provides funding of \$70.3 million in FY 20 and \$165.9 million in FY 21, across seven appropriated funds, for state employee wages and collective bargaining increases.

Governor

Provide funding of \$5,621,717 in FY 20 and \$12,530,765 in FY 21 to reflect this agency's increased wage costs.

Adjust Funding to Reflect Leap Year Costs

| | | |
|--------------------------------|------------------|----------|
| Medicaid | 2,890,000 | - |
| Old Age Assistance | 90,000 | - |
| Aid To The Blind | 1,100 | - |
| Aid To The Disabled | 100,000 | - |
| Community Residential Services | 1,542,200 | - |
| Total - General Fund | 4,623,300 | - |

Background

Calendar year 2020 is a leap year. The Governor's FY 20 and FY 21 budget provides a total of \$5.4 million to four General Fund agencies for leap year costs.

Governor

Provide funding of \$4,623,300 in FY 20 to reflect this agency's leap year costs.

Provide Funding to Support the PCA Collective Bargaining Agreement

| | | |
|--------------------------------|------------------|------------------|
| Medicaid | 2,180,000 | 3,600,000 |
| Community Residential Services | 1,685,273 | 2,280,748 |
| Total - General Fund | 3,865,273 | 5,880,748 |

Governor

Provide funding of \$3,865,273 in FY 20 and \$5,880,748 in FY 21 to support the memorandum of agreement between the Personal Care Attendant (PCA) Workforce Council and the New England Health Care Employees Union. Funding supports annualization of wage increases in FY 19, wages increases in both FY 20 and FY 21, and costs for workers' compensation coverage, training and orientation.

Provide Funding for Statutorily Required Cost of Living Adjustments

| | | |
|---------------------------------------|------------------|------------------|
| Old Age Assistance | 240,000 | 440,000 |
| Aid To The Blind | 3,300 | 5,800 |
| Aid To The Disabled | 530,000 | 940,000 |
| Temporary Family Assistance - TANF | 1,490,000 | 2,710,000 |
| State Administered General Assistance | 370,000 | 680,000 |
| Total - General Fund | 2,633,300 | 4,775,800 |

Governor

Provide funding of \$2,633,300 in FY 20 and \$4,775,800 in FY 21 for cost of living adjustments (COLA) effective 7/1/20 and 7/1/21 for the following programs: Old Age Assistance, Aid to the Blind, Aid to the Disabled, Temporary Family Assistance, State Administered General Assistance. This funding is eliminated in a separate policy action.

Provide Funding for Statutorily Required Rate Increases

| | | |
|-----------------------------|-------------------|-------------------|
| Medicaid | 15,210,000 | 32,290,000 |
| Old Age Assistance | 800,000 | 1,730,000 |
| Aid To The Blind | 9,600 | 20,300 |
| Aid To The Disabled | 900,000 | 1,940,000 |
| Total - General Fund | 16,919,600 | 35,980,300 |

Governor

Provide funding of \$16,919,600 in FY 20 and \$35,980,300 in FY 21 to reflect rate increases. This funding is eliminated in a separate policy action.

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Update Current Services- Other Expenses and Personal Services

| | | |
|-----------------------------|-------------------|-------------------|
| Personal Services | 7,490,247 | 7,490,247 |
| Other Expenses | 11,282,079 | 4,841,137 |
| Total - General Fund | 18,772,326 | 12,331,384 |

Governor

Provide funding of \$18,772,326 in FY 20 and \$12,331,384 in FY 21 to reflect current services needs under Personal Services and Other Expenses. Personal Services adjustments reflect the annualization of positions funded in FY 19 including eligibility workers, quality assurance staff, MFP transition support, system modernization, and shared services positions. Other Expenses funding primarily reflects changes in federal support for certain ongoing operations and changes to contractual requirements.

Update Current Services- HUSKY B

| | | |
|-----------------------------|------------------|------------------|
| HUSKY B Program | 3,550,000 | 9,510,000 |
| Total - General Fund | 3,550,000 | 9,510,000 |

Background

The HUSKY B Program provides health coverage for children of families with incomes in excess of 201% of the Federal Poverty Level (FPL) up to 323% FPL. HUSKY program expenditures typically receive 65% federal reimbursement. From October 1, 2015 through September 30, 2019, the reimbursement rate is increased to 88%.

Governor

Increase funding by \$3,550,000 in FY 20 and \$9,510,000 to reflect the increased state share of HUSKY B expenditures due to scheduled changes in federal reimbursement.

Update Current Services- Medicaid

| | | |
|-----------------------------|-------------------|--------------------|
| Medicaid | 28,042,000 | 136,412,000 |
| Total - General Fund | 28,042,000 | 136,412,000 |

Background

DSS' Medicaid program provides remedial, preventive, and long-term medical care for income eligible aged, blind or disabled individuals (HUSKY C), low-income adults (HUSKY D) and families with children (HUSKY A). Payment is made directly to health care providers, by the department, for services delivered to eligible individuals. Medicaid services individuals across the HUSKY Health programs as follows: 450,000 individuals in HUSKY A, 94,000 in HUSKY C, and 240,000 in HUSKY D. The program complies with federal Medicaid law (Title XIX of the Social Security Act) and regulations.

Governor

Provide funding of \$28,042,000 in FY 200 and \$136,412,000 in FY 21 to reflect current services requirements for the Medicaid program. This update reflects caseload, utilization and associated costs, as well as changes in federal reimbursement, processing and contractual-related savings.

Update Current Services- Supplemental Assistance Programs

| | | |
|-----------------------------|---------------|------------------|
| Old Age Assistance | 2,391,030 | 3,431,030 |
| Aid To The Blind | (56,005) | (60,105) |
| Aid To The Disabled | (2,302,500) | (2,232,500) |
| Total - General Fund | 32,525 | 1,138,425 |

Background

State Supplemental programs consist of Old Age Assistance, Aid to the Blind, Aid to the Disabled. These programs provide monthly financial assistance to low-income individuals. These programs are entirely state funded, but operate under both state and federal guidelines. In order to receive benefits, an individual must have another source of income to supplement, such as federal Social Security, Supplemental Security Income, or Veteran's Benefits. All recipients are automatically eligible for health care benefits under the state's Medicaid program. In FY 18 the number of unduplicated paid cases averaged 8,200 per month under Aid to the Disabled, 3,500 under Old Age Assistance, and 40 under Aid to the Blind.

Governor

Provide net funding of \$32,525 in FY 20 and \$1,138,425 in FY 21 to reflect current requirements under Old Age Assistance, and the Aid to the Disabled and Blind line items.

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Update Current Services- Temporary Family Assistance (TFA)

| | | |
|------------------------------------|---------------------|---------------------|
| Temporary Family Assistance - TANF | (12,901,712) | (14,261,712) |
| Total - General Fund | (12,901,712) | (14,261,712) |

Background

The Temporary Family Assistance (TFA) program provides cash assistance to eligible low-income families. The TFA program limits assistance to 21 months for non-exempt cases, with possible six month extensions for good cause. Individuals in the TFA program are usually eligible for health care services provided under the state's Medicaid program. The average monthly caseload under this (and its predecessor) program has declined from over 60,000 families in FY 95 to approximately 12,800 in FY 18 with an average cost per case of \$483. For December 2019, the number of unduplicated paid cases totaled 11,116 with an average cost per case of \$485.

Governor

Reduce funding by \$12,901,712 in FY 20 and \$14,261,712 in FY 21 to reflect anticipated expenditure requirements under the TFA program.

Update Current Services- Connecticut Home Care Program for Elders

| | | |
|-------------------------------|--------------------|--------------------|
| Connecticut Home Care Program | (7,540,000) | (7,450,000) |
| Total - General Fund | (7,540,000) | (7,450,000) |

Background

The state-funded Connecticut Home Care Program for Elders (CHCPE) provides home and community-based services to elderly who are at risk of nursing home placement and meet the program's financial eligibility criteria. Category 1 is targeted to individuals who are at risk of hospitalization or short-term nursing facility placement if preventive home care services are not provided. Category 2 is targeted to individuals who are frail enough to require nursing facility care, but have resources that would prevent them from qualifying for Medicaid upon admission to a nursing facility. In FY 18 the average number of state-funded clients per month was approximately 3,000 and is projected to decrease to a monthly average of 2,600 in FY 19.

Governor

Reduce funding by \$7,540,000 in FY 20 and \$7,450,000 in FY 21 to reflect current expenditure requirements under the Connecticut Home Care Program line item.

Reduce Hospital Supplemental Payments to Align with Current Law

| | | |
|--------------------------------|----------------------|----------------------|
| Hospital Supplemental Payments | (329,840,138) | (329,840,138) |
| Total - General Fund | (329,840,138) | (329,840,138) |

Governor

Reduce funding by \$329,840,138 in FY 20 and FY 21 in the Hospital Supplemental Payment account to reflect funding the account at the level required by Section 55 of PA 18-81 of \$166.5 million compared to the FY 19 level of approximately \$496.3 million.

Annualize FY 2019 CLA Conversions and Closures

| | | |
|--------------------------------|------------------|------------------|
| Aid To The Disabled | 555,000 | 555,000 |
| Community Residential Services | 7,102,389 | 7,102,389 |
| Total - General Fund | 7,657,389 | 7,657,389 |

Background

In FY 19, ten Department of Developmental (DDS) group homes are converting from public operation to private providers. The state receives a 50% federal reimbursement for Medicaid waived programs. Group homes for DDS consumers, operated by private providers, are funded in the Community Residential Services account which is budgeted in the DSS.

The employees associated with the ten homes are offered placements in vacancies within DDS or other state agencies, per the provisions of the 2017 SEBAC agreement. The annualized savings of \$8.2 million associated with the conversions is reflected in the DDS budget, resulting in net saving of \$500,000 between the two agencies.

Governor

Provide funding of \$7,657,389 in both FY 20 and FY 21 to annualize the costs associated with the FY 19 conversion of DDS operated group homes to private provider operation.

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Provide Funding for Caseload Growth for Community Residential Services Placements

| | | |
|--------------------------------|-------------------|-------------------|
| Community Residential Services | 10,179,625 | 26,728,825 |
| Total - General Fund | 10,179,625 | 26,728,825 |

Background

The Community Residential Services account funds individuals supported by the DDS. As of December, 2018, the DDS Management Information Report shows that 6,906 individuals are funded through this account as follows: 2,629 individuals are funded for in-home supports and 4,277 individuals are funded for group homes, community companion homes or continuous residential supports (24-hour supports).

Governor

Provide funding of \$10,179,625 in FY 20 and \$26,728,825 in FY 21 to support residential services for 77 individuals in FY 20 and 67 individuals in FY 21 who will be aging out of residential services provided by the Department of Children and Families or local education agencies and 65 individuals in FY 20 and 53 individuals in FY 21 who will be transitioning from long-term facilities under Money Follows the Person.

Provide Funding for Nursing Home Fair Rent Additions

| | | |
|-----------------------------|------------------|------------------|
| Medicaid | 1,000,000 | 2,000,000 |
| Total - General Fund | 1,000,000 | 2,000,000 |

Governor

Provide funding of \$1 million in FY 20 and \$2 million in FY 21 to reflect nursing home fair rent additions.

Update Current Services- Protective Services for the Elderly

| | | |
|------------------------------------|------------------|------------------|
| Protective Services to the Elderly | (228,004) | (198,304) |
| Total - General Fund | (228,004) | (198,304) |

Background

The Protective Services for the Elderly Program is designed to safeguard people 60 years and older from physical, mental and emotional abuse, neglect and abandonment and/or financial abuse and exploitation. The Department of Social Services social workers devise a plan of care aimed at assuring an elder's safety while preserving the person's right of self-determination. Staff may help the person remain in the living situation he or she prefers, safeguard legal rights, prevent bodily injury or harm, determine service needs and then mobilize resources to provide necessary services. In FY 18 the number of unduplicated paid cases averaged 65 per month.

Governor

Reduce funding by \$228,004 in FY 20 and \$198,304 in FY 21 to reflect current requirements under the Protective Services for the Elderly line item.

Update Current Services- State Administered General Assistance

| | | |
|---------------------------------------|--------------------|--------------------|
| State Administered General Assistance | (1,524,722) | (1,864,722) |
| Total - General Fund | (1,524,722) | (1,864,722) |

Background

The State Administered General Assistance (SAGA) program provides limited cash assistance to individuals who are unable to work for medical or other prescribed reasons. Enrollees receive an average of \$219 a month. In FY 18 the number of unduplicated paid cases averaged 7,200 per month. Based on data through December 2018, the number of unduplicated paid cases averaged approximately 6,900.

Governor

Reduce funding by \$1,524,722 in FY 20 and \$1,864,722 in FY 21 to reflect anticipated requirements under SAGA.

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Provide Funding for Medicare Part D Clawback Requirements

| | | |
|-----------------------------|------------------|------------------|
| Medicaid | 4,400,000 | 8,790,000 |
| Total - General Fund | 4,400,000 | 8,790,000 |

Background

The Medicare Part D clawback payment is the monthly cost-sharing payment to the federal government for the Medicare Part D prescription drug program for dually-eligible beneficiaries. A state's monthly clawback amount is calculated by multiplying its monthly Part D dual-eligible enrollment by CMS's estimate of the state's share of its per capita expenditure (PCE) for Medicaid covered drugs for dual-eligible persons. Part D expenditures have increased in recent years with the availability of new specialty drugs (such as those for Hepatitis C), growth in prescription drug utilization, and rising drug prices overall.

Governor

Provide funding of \$4,400,000 in FY 20 and \$8,790,000 in FY 21 for increases in the Medicare Part D clawback payment.

Totals

| Budget Components | Governor Recommended | |
|-------------------------------|----------------------|----------------------|
| | FY 20 | FY 21 |
| FY 19 Appropriation - GF | 4,303,808,650 | 4,303,808,650 |
| Policy Revisions | 317,566,782 | 264,290,782 |
| Current Services | (203,992,234) | (49,133,953) |
| Total Recommended - GF | 4,417,383,198 | 4,518,965,479 |

| Positions | Governor Recommended | |
|-------------------------------|----------------------|--------------|
| | FY 20 | FY 21 |
| FY 19 Appropriation - GF | 1,986 | 1,986 |
| Policy Revisions | 35 | 35 |
| Total Recommended - GF | 2,021 | 2,021 |

Department of Rehabilitation Services

SDR63500

Permanent Full-Time Positions

| Fund | Actual FY 18 | Appropriation FY 19 | Agency Requested | | Governor Recommended | | % Diff Gov-App FY 20 |
|----------------------------|-----------------|------------------------|------------------|-------|----------------------|-------|----------------------------|
| | | | FY 20 | FY 21 | FY 20 | FY 21 | |
| General Fund | 113 | 136 | 136 | 136 | 136 | 136 | - |
| Workers' Compensation Fund | 6 | 6 | 6 | 6 | 6 | 6 | - |

Budget Summary

| Account | Actual FY 18 | Appropriation FY 19 | Agency Requested | | Governor Recommended | | % Diff Gov-App FY 20 |
|---|-------------------|------------------------|-------------------|-------------------|----------------------|-------------------|----------------------------|
| | | | FY 20 | FY 21 | FY 20 | FY 21 | |
| Personal Services | 4,684,986 | 6,630,843 | 6,949,201 | 7,312,987 | 6,961,374 | 7,345,000 | 4.98 |
| Other Expenses | 1,328,114 | 1,435,685 | 1,435,685 | 1,435,685 | 1,422,517 | 1,422,517 | (0.92) |
| Other Current Expenses | | | | | | | |
| Part-Time Interpreters | (4,514) | - | - | - | - | - | n/a |
| Educational Aid for Blind and Visually Handicapped Children | 3,476,665 | 3,952,579 | 4,141,761 | 4,322,828 | 4,145,301 | 4,337,011 | 4.88 |
| Employment Opportunities - Blind & Disabled | 395,506 | 1,011,871 | 1,021,990 | 1,021,990 | 1,021,990 | 1,021,990 | 1.00 |
| Other Than Payments to Local Governments | | | | | | | |
| Vocational Rehabilitation - Disabled | 8,207,005 | 7,207,005 | 7,279,075 | 7,279,075 | 7,279,075 | 7,279,075 | 1.00 |
| Supplementary Relief and Services | 44,847 | 44,847 | 44,847 | 44,847 | 44,847 | 44,847 | - |
| Special Training for the Deaf Blind | 127,030 | 262,643 | 265,269 | 265,269 | 265,269 | 265,269 | 1.00 |
| Connecticut Radio Information Service | 20,194 | 20,194 | 20,194 | 20,194 | 20,194 | 20,194 | - |
| Independent Living Centers | 309,407 | 309,407 | 312,725 | 312,725 | 312,725 | 312,725 | 1.07 |
| Programs for Senior Citizens | - | 3,268,993 | 3,278,743 | 3,278,743 | 3,278,743 | 3,278,743 | 0.30 |
| Elderly Nutrition | - | 4,626,390 | 4,626,390 | 4,626,390 | 2,626,390 | 2,626,390 | (43.23) |
| Agency Total - General Fund | 18,589,240 | 28,770,457 | 29,375,880 | 29,920,733 | 27,378,425 | 27,953,761 | (4.84) |
| Fall Prevention | - | 376,023 | 377,955 | 377,955 | 377,955 | 377,955 | 0.51 |
| Agency Total - Insurance Fund | - | 376,023 | 377,955 | 377,955 | 377,955 | 377,955 | 0.51 |
| Personal Services | 479,948 | 514,113 | 532,952 | 556,240 | 532,952 | 556,240 | 3.66 |
| Other Expenses | 52,949 | 53,822 | 53,822 | 53,822 | 53,822 | 53,822 | - |
| Rehabilitative Services | 1,111,912 | 1,111,913 | 1,111,913 | 1,111,913 | 1,111,913 | 1,111,913 | - |
| Fringe Benefits | 400,164 | 430,485 | 493,567 | 515,134 | 493,567 | 515,134 | 14.65 |
| Agency Total - Workers' Compensation Fund | 2,044,973 | 2,110,333 | 2,192,254 | 2,237,109 | 2,192,254 | 2,237,109 | 3.88 |
| Total - Appropriated Funds | 20,634,213 | 31,256,813 | 31,946,089 | 32,535,797 | 29,948,634 | 30,568,825 | (4.19) |

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Policy Revisions

Annualize FY 2019 Holdbacks

| | | |
|-----------------------------|--------------------|--------------------|
| Elderly Nutrition | (2,000,000) | (2,000,000) |
| Total - General Fund | (2,000,000) | (2,000,000) |

Background

The Office of Policy and Management implemented FY 19 holdbacks totaling \$18.5 million. The Governor's FY 20 and FY 21 Budget annualizes \$7.7 million of these holdbacks in both FY 20 and FY 21 across various agencies.

Governor

Reduce funding by \$2 million in both FY 20 and FY 21 to annualize this agency's FY 19 holdbacks.

Adjust Funding to Reflect Cellular Services Savings

| | | |
|-----------------------------|-----------------|-----------------|
| Other Expenses | (13,168) | (13,168) |
| Total - General Fund | (13,168) | (13,168) |

Background

The Governor's FY 20 and FY 21 Budget reduces funding by \$197,555 in both FY 20 and FY 21, across five appropriated funds, to reflect cellular services savings.

Governor

Reduce funding by \$13,168 in both FY 20 and FY 21 to reflect this agency's cellular services savings.

Current Services

Provide Funding for Wage Increases

| | | |
|---|----------------|------------------|
| Personal Services | 330,531 | 714,157 |
| Educational Aid for Blind and Visually Handicapped Children | 192,722 | 384,432 |
| Total - General Fund | 523,253 | 1,098,589 |
| Personal Services | 18,839 | 42,127 |
| Total - Workers' Compensation Fund | 18,839 | 42,127 |

Background

The Governor's FY 20 and FY 21 Budget provides funding of \$70.3 million in FY 20 and \$165.9 million in FY 21, across seven appropriated funds, for state employee wages and collective bargaining increases.

Governor

Provide funding of \$523,253 in FY 20 and \$1,098,589 in FY 21 in the General Fund and \$18,839 in FY 20 and \$42,127 in FY 21 in the Workers' Compensation Fund to reflect this agency's increased wage costs.

Provide Funds to Reflect the FY 19 Private Provider COLA

| | | |
|---|---------------|---------------|
| Employment Opportunities - Blind & Disabled | 10,119 | 10,119 |
| Vocational Rehabilitation - Disabled | 72,070 | 72,070 |
| Special Training for the Deaf Blind | 2,626 | 2,626 |
| Independent Living Centers | 3,318 | 3,318 |
| Programs for Senior Citizens | 9,750 | 9,750 |
| Total - General Fund | 97,883 | 97,883 |
| Fall Prevention | 1,932 | 1,932 |
| Total - Insurance Fund | 1,932 | 1,932 |

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Background

The Revised FY 19 budget (PA 18-81, Sec. 69) provided a 1% COLA to employees of human services providers. In FY 19, funding to support these increases was appropriated to the Office of Policy and Management and a total of \$5.8 million was distributed to individual agencies.

Governor

Provide funding of \$97,883 in the General Fund and \$1,932 in the Insurance Fund in both FY 20 and FY 21 to reflect the rollout of FY 19 Private Provider COLA.

Adjust Fringe Benefits

| | | |
|---|---------------|---------------|
| Fringe Benefits | 63,082 | 84,649 |
| Total - Workers' Compensation Fund | 63,082 | 84,649 |

Background

The fringe benefit costs for employees supported by funds other than the General Fund are budgeted for within their respective agencies, as opposed to the fringe benefit accounts within the Office of the State Comptroller. In addition, this agency is charged indirect overhead costs by the State Comptroller for utilizing certain centralized state agency services.

Governor

Provide funding of \$63,082 in FY 20 and \$84,649 in FY 21 to ensure sufficient funds for fringe benefits.

Totals

| Budget Components | Governor Recommended | |
|-------------------------------|----------------------|-------------------|
| | FY 20 | FY 21 |
| FY 19 Appropriation - GF | 28,770,457 | 28,770,457 |
| Policy Revisions | (2,013,168) | (2,013,168) |
| Current Services | 621,136 | 1,196,472 |
| Total Recommended - GF | 27,378,425 | 27,953,761 |
| FY 19 Appropriation - IF | 376,023 | 376,023 |
| Current Services | 1,932 | 1,932 |
| Total Recommended - IF | 377,955 | 377,955 |
| FY 19 Appropriation - WF | 2,110,333 | 2,110,333 |
| Current Services | 81,921 | 126,776 |
| Total Recommended - WF | 2,192,254 | 2,237,109 |

Department of Children and Families

DCF91000

Permanent Full-Time Positions

| Fund | Actual FY 18 | Appropriation FY 19 | Agency Requested | | Governor Recommended | | % Diff Gov-App FY 20 |
|--------------|-----------------|------------------------|------------------|-------|----------------------|-------|----------------------------|
| | | | FY 20 | FY 21 | FY 20 | FY 21 | |
| General Fund | 3,240 | 3,240 | 3,240 | 3,240 | 3,021 | 3,021 | (6.76) |

Budget Summary

| Account | Actual FY 18 | Appropriation FY 19 | Agency Requested | | Governor Recommended | | % Diff Gov-App FY 20 |
|--|--------------------|------------------------|--------------------|--------------------|----------------------|--------------------|----------------------------|
| | | | FY 20 | FY 21 | FY 20 | FY 21 | |
| Personal Services | 267,482,418 | 266,242,164 | 276,491,592 | 290,522,191 | 269,468,513 | 279,496,655 | 1.21 |
| Other Expenses | 29,045,562 | 28,887,225 | 28,887,225 | 28,887,225 | 28,964,687 | 29,160,237 | 0.27 |
| Other Current Expenses | | | | | | | |
| Workers' Compensation Claims | 11,898,936 | 12,578,720 | 12,578,720 | 12,578,720 | 10,470,082 | 10,158,413 | (16.76) |
| Family Support Services | 867,677 | 867,677 | 946,451 | 946,451 | 946,451 | 946,451 | 9.08 |
| Differential Response System | 7,757,446 | 7,764,046 | 8,343,446 | 8,343,446 | 13,120,002 | 15,812,975 | 68.98 |
| Regional Behavioral Health Consultation | 1,699,624 | 1,619,023 | 1,646,024 | 1,646,024 | 1,646,024 | 1,646,024 | 1.67 |
| Other Than Payments to Local Governments | | | | | | | |
| Health Assessment and Consultation | 1,332,551 | 1,082,532 | 1,415,403 | 1,415,403 | 1,415,723 | 1,415,723 | 30.78 |
| Grants for Psychiatric Clinics for Children | 15,032,177 | 14,979,041 | 16,335,082 | 16,335,082 | 16,182,464 | 16,182,464 | 8.03 |
| Day Treatment Centers for Children | 6,815,978 | 6,759,728 | 7,275,589 | 7,275,589 | 7,275,589 | 7,275,589 | 7.63 |
| Juvenile Justice Outreach Services | 5,334,894 | - | - | - | - | - | n/a |
| Child Abuse and Neglect Intervention | 9,114,092 | 10,116,287 | 10,317,006 | 10,317,006 | 9,874,101 | 9,874,101 | (2.39) |
| Community Based Prevention Programs | 7,641,692 | 7,637,305 | 7,553,849 | 7,553,849 | 7,527,785 | 7,527,785 | (1.43) |
| Family Violence Outreach and Counseling | 2,984,472 | 2,547,289 | 3,743,007 | 3,743,007 | 3,745,395 | 3,745,395 | 47.03 |
| Supportive Housing | 19,840,312 | 18,479,526 | 19,847,971 | 19,847,971 | 19,886,064 | 19,886,064 | 7.61 |
| No Nexus Special Education | 2,150,567 | 2,151,861 | 2,151,861 | 2,151,861 | 1,904,652 | 1,952,268 | (11.49) |
| Family Preservation Services | 5,497,768 | 6,070,574 | 6,590,918 | 6,590,918 | 6,593,987 | 6,593,987 | 8.62 |
| Substance Abuse Treatment | 13,713,558 | 9,840,612 | 8,869,573 | 8,869,573 | 8,629,640 | 8,629,640 | (12.31) |
| Child Welfare Support Services | 1,757,081 | 1,757,237 | 2,576,983 | 2,576,983 | 2,560,026 | 2,560,026 | 45.68 |
| Board and Care for Children - Adoption | 97,096,101 | 98,735,921 | 101,883,552 | 102,812,611 | 102,078,733 | 104,750,134 | 3.39 |
| Board and Care for Children - Foster | 135,911,632 | 135,345,435 | 137,181,903 | 140,842,999 | 136,996,712 | 136,781,796 | 1.22 |
| Board and Care for Children - Short-term and Residential | 92,718,837 | 90,339,295 | 96,390,533 | 91,790,893 | 89,246,759 | 88,983,554 | (1.21) |
| Individualized Family Supports | 5,841,933 | 6,552,680 | 7,871,283 | 7,900,524 | 5,885,205 | 5,885,205 | (10.19) |
| Community Kidcare | 36,799,636 | 37,968,191 | 44,793,529 | 44,793,529 | 44,221,621 | 44,103,938 | 16.47 |
| Covenant to Care | 133,548 | 133,548 | 161,408 | 161,408 | 161,412 | 161,412 | 20.86 |
| Agency Total - General Fund | 778,468,492 | 768,455,917 | 803,852,908 | 817,903,263 | 788,801,627 | 803,529,836 | 2.65 |

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Policy Revisions

Adjust Private Residential Treatment Center Rates

| | | |
|--|--------------------|--------------------|
| Board and Care for Children - Short-term and Residential | (3,352,715) | (4,435,605) |
| Total - General Fund | (3,352,715) | (4,435,605) |

Background

Pursuant to CGS Sec. 17a-17 and agency regulations, DCF's Single Cost Accounting System (SCAS) determines the per diem payment rates for in-state, private residential treatment centers. Under SCAS, increases in the allowable residential care components over the previous year rates are limited to the increase in the consumer price index plus 2%, or the actual increase in allowable costs, whichever is less. SCAS rate increases have been suspended in every biennial budget since the FY 04 and FY 05 Biennial Budget.

Governor

Eliminate funding of \$3,352,715 in FY 20 and \$4,435,605 in FY 21 to reflect the suspension of SCAS per diem rate increases for in-state, private residential treatment centers.

Reduce Overtime Expenditures with Technology

| | | |
|-----------------------------|--------------------|--------------------|
| Personal Services | (2,100,000) | (2,100,000) |
| Total - General Fund | (2,100,000) | (2,100,000) |

Background

Kronos software is anticipated to reduce overtime through: (1) enhanced utilization of the staff on-hand, as it will be immediately apparent with an automated system how much staff is needed where, or if there is enough staff on shift already to cover the need, and (2) business management analytics.

Governor

Reduce funding by \$2,100,000 in both FY 20 and FY 21 to reflect overtime savings projected from improved scheduling and management of overtime through the implementation of Kronos software.

Achieve Savings through Contracting for Court-Ordered Psychological Evaluations

| | | |
|--------------------------------------|--------------------|--------------------|
| Board and Care for Children - Foster | (1,000,000) | (1,000,000) |
| Total - General Fund | (1,000,000) | (1,000,000) |

Background

DCF is responsible for paying for court-ordered evaluations. Prior to FY 09, the agency contracted with a third party for quality assurance activities associated with these evaluations. The third party charged 8% of the payments it managed. With third party oversight, the average, annual cost for these evaluations was \$325,000. In the first year with only partial oversight, FY 09, costs increased to \$524,234. DCF spent \$2.1 million on these evaluations in FY 18.

Governor

Reduce funding by \$1,000,000 in both FY 20 and FY 21 to reflect savings anticipated from the reestablishment of a third party for quality assurance of court-ordered evaluations.

Provide Enhanced Care Coordination in the Differential Response System

| | | |
|---------------------------------|----------------|--------------------|
| Personal Services | (4,524,400) | (9,048,801) |
| Differential Response System | 4,768,706 | 7,461,679 |
| Total - General Fund | 244,306 | (1,587,122) |
| Positions - General Fund | (120) | (120) |

Background

The Differential Response System (DRS) is a way of responding to low-risk reports of abuse and/or neglect that differs from the traditional child protective investigations model. DRS works to understand the family issues that lie beneath a maltreatment report. It utilizes a non-adversarial approach to engage parents and connect them with the services that best address their specific needs. Children and families who have been offered intensive care coordination have an increased level of stability, reducing the likelihood of future involvement with the department.

Governor

Provide net funding of \$244,306 in FY 20 and reduce net funding by \$1,587,122 in FY 21 to reflect enhanced care coordination for families that have come to the attention of DCF. Families will be assessed for the appropriate level of care, referred to appropriate

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

services, and followed-up with to ensure that these services are producing the desired outcomes. Program costs are offset by personnel savings achieved through the elimination of 120 social worker positions.

Privatize Case Management for Voluntary Services Program

| | | |
|---------------------------------|-----------------|------------------|
| Personal Services | (624,201) | (737,692) |
| Community Kidcare | 562,910 | 445,227 |
| Total - General Fund | (61,291) | (292,465) |
| Positions - General Fund | (10) | (10) |

Background

DCF may provide, on a voluntary basis (at the request of the family), casework, community referrals and treatment services for children who are not committed to the department. The Voluntary Services program is for children and youth with serious emotional disturbances, mental illnesses, and/or substance dependency. This program is only for families who are not abusive or neglectful.

Governor

Reduce funding by net \$61,291 in FY 20 and a net \$292,465 in FY 21. This reflects the provision of funding under the Community KidCare account for targeted case management services of \$592,910 in FY 20 and \$445,227 in FY 21. It also includes a reduction in Personal Services account funding of \$624,201 in FY 20 and \$797,692 in FY 21, and the elimination of 10 social worker positions, to reflect savings anticipated from the procurement of case management services for families involved in the Voluntary Services Program.

Current Services

Provide Funding for Wage Increases

| | | |
|-----------------------------|-------------------|-------------------|
| Personal Services | 12,105,937 | 26,438,972 |
| Total - General Fund | 12,105,937 | 26,438,972 |

Background

The Governor's FY 20 and FY 21 Budget provides funding of \$70.3 million in FY 20 and \$165.9 million in FY 21, across seven appropriated funds, for state employee wages and collective bargaining increases.

Governor

Provide funding of \$12,105,937 in FY 20 and \$26,438,972 in FY 21 to reflect this agency's increased wage costs.

Annualize Funding for Juan F. Compliance

| | | |
|---|------------------|------------------|
| Family Support Services | 69,403 | 69,403 |
| Differential Response System | 524,393 | 524,393 |
| Regional Behavioral Health Consultation | 25,248 | 25,248 |
| Health Assessment and Consultation | 319,514 | 319,514 |
| Grants for Psychiatric Clinics for Children | 766,712 | 766,712 |
| Day Treatment Centers for Children | 448,564 | 448,564 |
| Child Abuse and Neglect Intervention | (347,562) | (347,562) |
| Community Based Prevention Programs | (154,594) | (154,594) |
| Family Violence Outreach and Counseling | 1,176,711 | 1,176,711 |
| Supportive Housing | 1,360,787 | 1,360,787 |
| Family Preservation Services | 483,926 | 483,926 |
| Substance Abuse Treatment | (1,031,546) | (1,031,546) |
| Child Welfare Support Services | 87,340 | 87,340 |
| Board and Care for Children - Foster | 1,300,000 | 1,300,000 |
| Individualized Family Supports | 1,000,000 | 1,000,000 |
| Community Kidcare | 3,017,417 | 3,017,417 |
| Covenant to Care | 26,270 | 26,270 |
| Total - General Fund | 9,072,583 | 9,072,583 |

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Background

The Court Monitor's findings indicate that the department maintained compliance with five of the ten 2017 Revised Juan F. Exit Plan outcome measures during both the Second Quarter 2018 and the Third Quarter 2018. The five measures that were met have each been previously pre-certified as compliant. DCF maintained compliance. The five measures that were not met are: (1) Completion of Investigation, (2) Case Planning, (3) Children's Needs Met, (4) Worker-Child Visitation In-Home, and (5) Caseload Standards.

Governor

Provide net funding of \$9,072,583 in both FY 20 and FY 21 to appropriately fund 17 accounts necessary to achieve 2017 Revised Juan F. Exit Plan performance outcomes.

Maintain Community Services Post-Juvenile Justice Consolidation

| | | |
|---|------------------|------------------|
| Grants for Psychiatric Clinics for Children | 314,456 | 314,456 |
| Substance Abuse Treatment | (247,671) | (247,671) |
| Child Welfare Support Services | 700,116 | 700,116 |
| Community Kidcare | 3,361,239 | 3,361,239 |
| Total - General Fund | 4,128,140 | 4,128,140 |

Background

Following the consolidation of juvenile justice funding for delinquent children and youth under the Court Support Services Division (CSSD) of the Judicial Branch (PA 17-2 JSS), DCF's Juvenile Justice Outreach Services account was transferred to CSSD. The DCF Juvenile Justice Outreach Services account supported a variety of juvenile justice related programs for children, youth, and their families. These include the Fostering Responsibility, Education, and Employment program (FREE), Multi-Dimensional Family Therapy - Family Substance Abuse Treatments Services, Juvenile Review Boards, Multisystemic Therapy for Transition Age Youth, intermediate evaluations, employment programs (e.g., Work to Learn), and Functional Family Therapy.

Governor

Provide funding of \$4,128,140 in both FY 20 and FY 21 to continue support for various community-based services benefiting non-delinquent children and youth, formerly funded under DCF's Juvenile Justice Outreach Services account.

Adjust Private Residential Treatment Center Rates

| | | |
|--|------------------|------------------|
| No Nexus Special Education | 46,455 | 94,071 |
| Board and Care for Children - Short-term and Residential | 3,352,715 | 4,435,605 |
| Total - General Fund | 3,399,170 | 4,529,676 |

Background

Pursuant to CGS Sec. 17a-17 and agency regulations, DCF's Single Cost Accounting System (SCAS) determines the per diem payment rates for in-state, private residential treatment centers. Under SCAS, increases in the allowable residential care components over the previous year rates are limited to the increase in the consumer price index plus 2%, or the actual increase in allowable costs, whichever is less. SCAS rate increases have been suspended in every biennial budget since the FY 04 and FY 05 Biennial Budget.

Governor

Provide funding of \$3,399,170 in FY 20 and \$4,529,676 in FY 21 to reflect SCAS rate increases.

Achieve Efficiencies Through Creation of Central Transportation Unit

| | | |
|--|--------------------|--------------------|
| Personal Services | 119,000 | 237,999 |
| Other Expenses | 345,550 | 541,100 |
| Board and Care for Children - Foster | (1,956,000) | (3,912,000) |
| Board and Care for Children - Short-term and Residential | (150,000) | (300,000) |
| Total - General Fund | (1,641,450) | (3,432,901) |
| Positions - General Fund | 66 | 66 |

Governor

Reduce funding by a net \$1,641,450 in FY 20 and a net \$3,432,901 in FY 21 through the establishment of a transportation unit within the agency. Positions reflect 60 Maintainers (drivers), three Maintenance Supervisory II, and three Office Assistants. This unit, similar to the one in the Department of Corrections, is anticipated to reduce utilization of credentialed transportation vendors and overtime.

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Provide Funds to Reflect the FY 19 Private Provider COLA

| | | |
|--|------------------|------------------|
| Family Support Services | 9,371 | 9,371 |
| Differential Response System | 62,857 | 62,857 |
| Regional Behavioral Health Consultation | 1,753 | 1,753 |
| Health Assessment and Consultation | 13,677 | 13,677 |
| Grants for Psychiatric Clinics for Children | 122,255 | 122,255 |
| Day Treatment Centers for Children | 67,297 | 67,297 |
| Child Abuse and Neglect Intervention | 105,376 | 105,376 |
| Community Based Prevention Programs | 45,074 | 45,074 |
| Family Violence Outreach and Counseling | 21,395 | 21,395 |
| Supportive Housing | 45,751 | 45,751 |
| Family Preservation Services | 39,487 | 39,487 |
| Substance Abuse Treatment | 68,245 | 68,245 |
| Child Welfare Support Services | 15,333 | 15,333 |
| Board and Care for Children - Foster | 84,379 | 84,379 |
| Board and Care for Children - Short-term and Residential | 604,695 | 604,695 |
| Community Kidcare | 307,864 | 307,864 |
| Covenant to Care | 1,594 | 1,594 |
| Total - General Fund | 1,616,403 | 1,616,403 |

Background

The Revised FY 19 budget (PA 18-81, Sec. 69) provided a 1% COLA to employees of human services providers. In FY 19, funding to support these increases was appropriated to the Office of Policy and Management and a total of \$5.8 million was distributed to individual agencies.

Governor

Provide funding of \$1,616,403 in FY 20 and FY 21 to reflect the rollout of FY 19 Private Provider COLA.

Adjust Funding for Personal Services

| | | |
|-----------------------------|--------------------|--------------------|
| Personal Services | (1,250,000) | (1,036,000) |
| Total - General Fund | (1,250,000) | (1,036,000) |

Governor

Reduce Personal Services account funding by \$1,250,000 in FY 20 and \$1,036,000 in FY 21 to reflect overtime savings related to 120 social workers completing training and handling full caseloads. Second fiscal year savings are partially offset by \$214,000 in increased costs associated with a stipulated agreement increasing physician on-call payment rates.

Adjust Funding to Reflect Current Caseloads and Requirements

| | | |
|--|------------------|------------------|
| Workers' Compensation Claims | (2,108,638) | (2,420,307) |
| No Nexus Special Education | (293,664) | (293,664) |
| Board and Care for Children - Adoption | 3,086,328 | 6,014,213 |
| Board and Care for Children - Foster | 2,993,698 | 4,963,982 |
| Board and Care for Children - Short-term and Residential | (1,670,414) | (1,660,436) |
| Individualized Family Supports | (1,667,475) | (1,667,475) |
| Community Kidcare | (96,000) | (96,000) |
| Total - General Fund | (656,165) | 3,940,313 |

Governor

Reduce funding by a net \$656,165 in FY 20 and increase funding by \$3,940,313 in FY 21 to adequately fund current program caseloads and requirements.

Adjust Funding to Reflect Leap Year Costs

| | | |
|--|----------------|----------|
| Board and Care for Children - Adoption | 256,484 | - |
| Board and Care for Children - Foster | 229,200 | - |
| Board and Care for Children - Short-term and Residential | 123,183 | - |
| Total - General Fund | 608,867 | - |

| Account | Governor Recommended | |
|---------|----------------------|-------|
| | FY 20 | FY 21 |

Background

Calendar year 2020 is a leap year. The Governor's FY 20 and FY 21 budget provides a total of \$5.4 million to four General Fund agencies for leap year costs.

Governor

Provide funding of \$608,867 in FY 20 to reflect this agency's leap year costs.

Adjust Funding and Positions Related to Juvenile Justice Consolidation

| | | |
|---------------------------------|------------------|------------------|
| Permanent Full-Time | - | - |
| Personal Services | (499,987) | (499,987) |
| Total - General Fund | (499,987) | (499,987) |
| Positions - General Fund | (155) | (155) |

Background

Juvenile Justice (JJ) funding for delinquent children and youth was consolidated under the Court Support Services Division of the Judicial Branch per PA 17-2 JSS. The Connecticut Juvenile Training School stopped taking new admissions on 1/1/18, and the last youth left the facility on 4/11/18.

Governor

Reduce funding by \$499,987 in FY 20 and FY 21, and eliminate 155 positions, to reflect JJ positions that either transferred out of the agency, or will be retiring in FY 19.

Adjust Funding for State Operated Facility Other Expenses

| | | |
|-----------------------------|------------------|------------------|
| Other Expenses | (250,000) | (250,000) |
| Total - General Fund | (250,000) | (250,000) |

Governor

Reduce funding by \$250,000 in both FY 20 and FY 21 to reflect savings associated with DCF turning over the High Meadows facility in Hamden to the Office of Policy and Management as a surplus property.

Adjust Funding to Reflect Cellular Services Savings

| | | |
|-----------------------------|-----------------|-----------------|
| Other Expenses | (18,088) | (18,088) |
| Total - General Fund | (18,088) | (18,088) |

Background

The Governor's FY 20 and FY 21 Budget reduces funding by \$197,555 in both FY 20 and FY 21, across five appropriated funds, to reflect cellular services savings.

Governor

Reduce funding by \$18,088 in both FY 20 and FY 21 to reflect this agency's cellular services savings.

Totals

| Budget Components | Governor Recommended | |
|-------------------------------|----------------------|--------------------|
| | FY 20 | FY 21 |
| FY 19 Appropriation - GF | 768,455,917 | 768,455,917 |
| Policy Revisions | (6,269,700) | (9,415,192) |
| Current Services | 26,615,410 | 44,489,111 |
| Total Recommended - GF | 788,801,627 | 803,529,836 |

| Positions | Governor Recommended | |
|-------------------------------|----------------------|--------------|
| | FY 20 | FY 21 |
| FY 19 Appropriation - GF | 3,240 | 3,240 |
| Policy Revisions | (130) | (130) |
| Current Services | (89) | (89) |
| Total Recommended - GF | 3,021 | 3,021 |