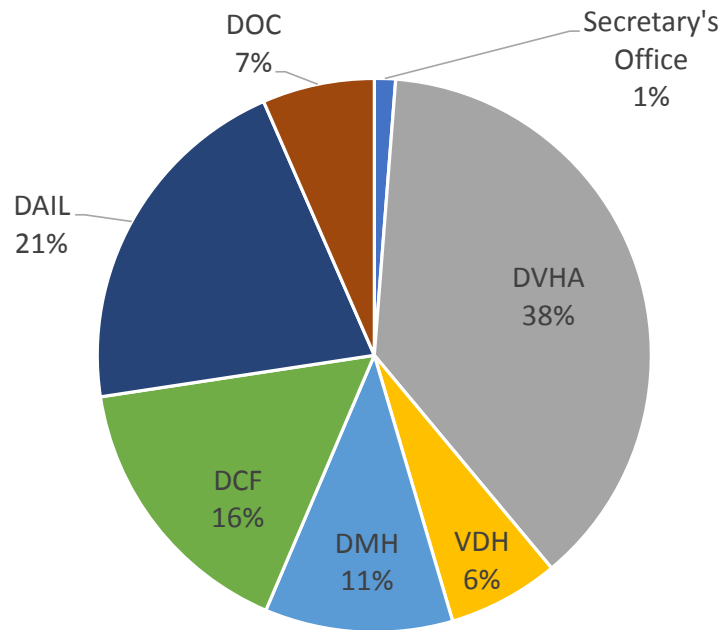


Agency of Human Services,
Secretary's Office
FY 2021 Governor's Recommend Budget

MISSION: AHS strives to improve the health and well-being of Vermonters today and tomorrow and to protect those among us who are unable to protect themselves.

Governor's Recommend Budget - \$2.6B



Note: Removes GC double count.

FY 2021 SUMMARY & HIGHLIGHTS

- 1.5% increase in General Fund budget;
- 3,525 positions;
- Savings from Medicaid Consensus – caseload & utilization;
- Funds Caseload & Utilization pressures AHS-wide including Developmental Services, Nursing Homes, FSD and DOC out-of-state;
- Funds Initiatives including Suicide Prevention, Newborn Home Visiting, Early Care & Learning, Mobile Response;
- Funds the annualized costs of 12 new level 1 beds at the Brattleboro Retreat;
- Makes a variety of adjustments across AHS including administrative and programmatic reductions.

Agency of Human Services

FY 2021 Budget

Senate Appropriations Committee

January 30, 2020

AHS FY21 Budget Overview

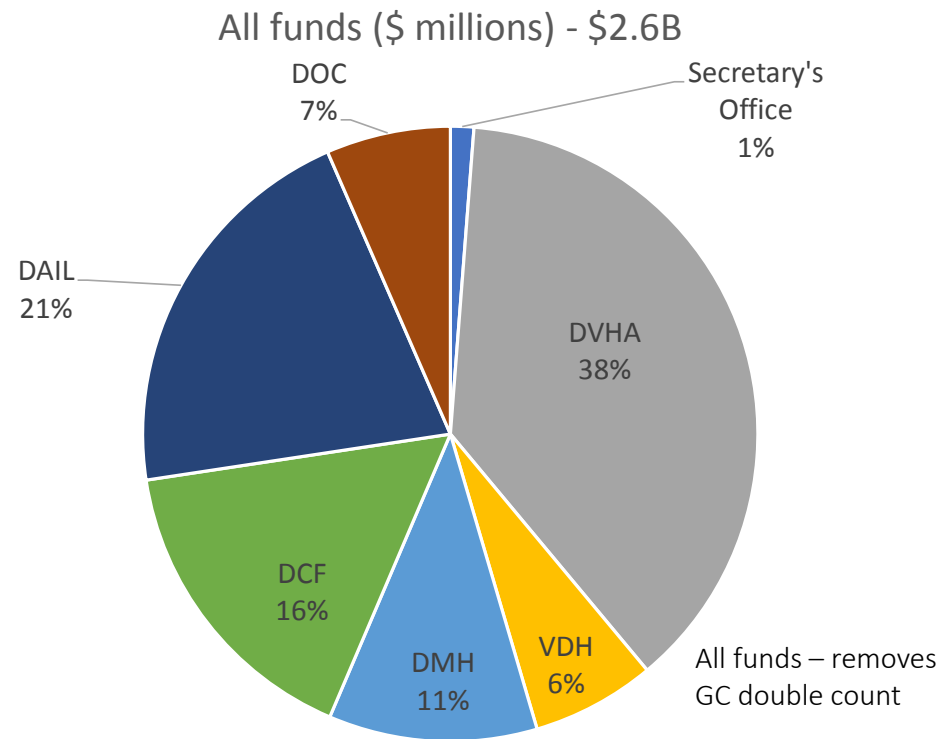
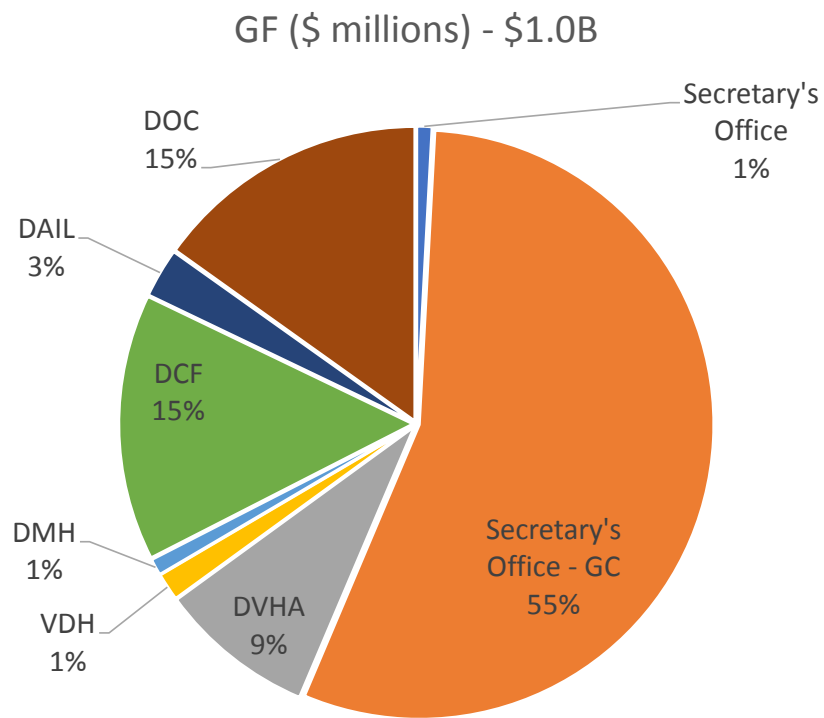
- Reflects an increase of \$15.1M GF, 1.5% increase over the FY20 As Passed;
- When including one-time GF initiatives, reflects a 1.7% increase over the FY20 As Passed.

AHS – FY2021 Budget Picture

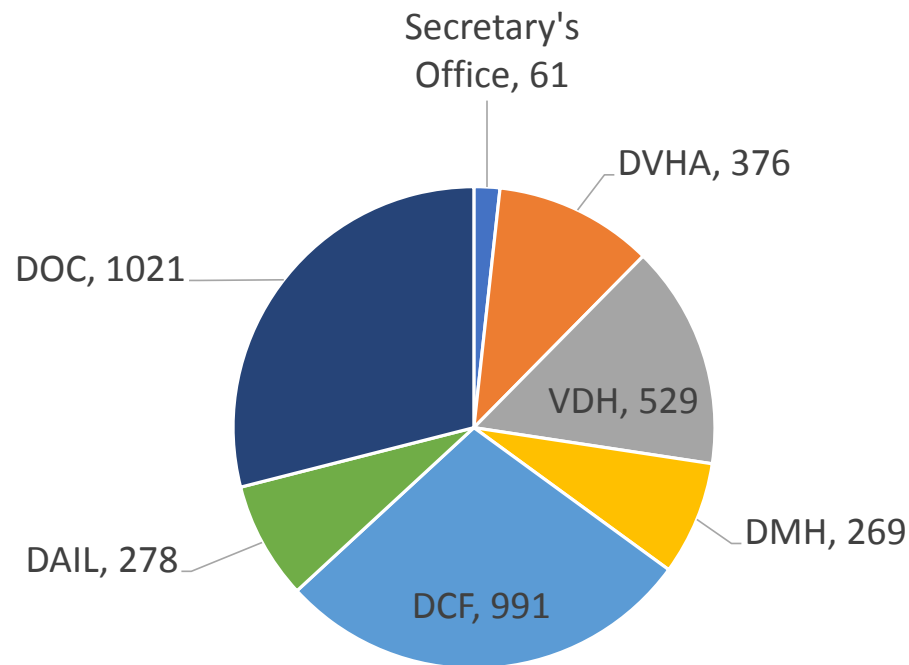
	\$993.6M	FY2020 General Fund
+	\$10.6M	Revenue Pressures
+	\$5.5M	Salary Pressures
+	\$15.4M	Forecasted Pressures
+	\$16.9M	Other Operating Pressures
+	\$2.6M	Initiatives
<hr/>		
	\$1,044.7M	
-	\$993.6M	
<hr/>		
	\$51.1M	Need to reduce for level fund to FY2020
-	\$9.1M	Improving Revenue – SHCRF, FMAP, Medicare, Other
<hr/>		
	\$42.0M	
-	\$26.6M	Identified downs in FY2021 – caseload and reduction proposals
<hr/>		
	+\$15.1M	Proposed FY2021 Budget increase over FY2020

- Additional Investments:
- **\$2M** EF for Early Care & Learning – FY21 base
 - **\$600K** GF for Mobile Response & Stabilization Services
 - **\$650K** GF for Childcare Transportation
 - **\$418K** GF for Emergency Housing

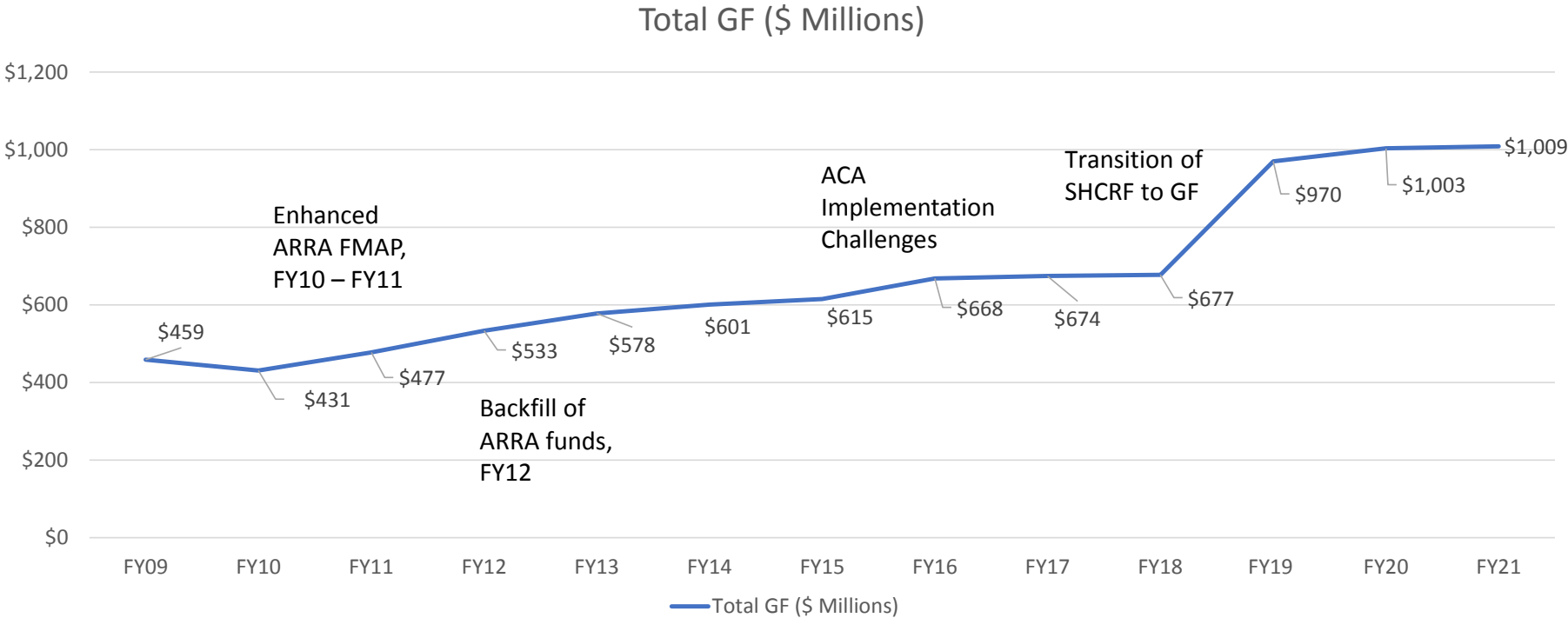
AHS – FY21 Budget by Department



AHS – Positions by Department – 3,525



AHS General Fund Budget

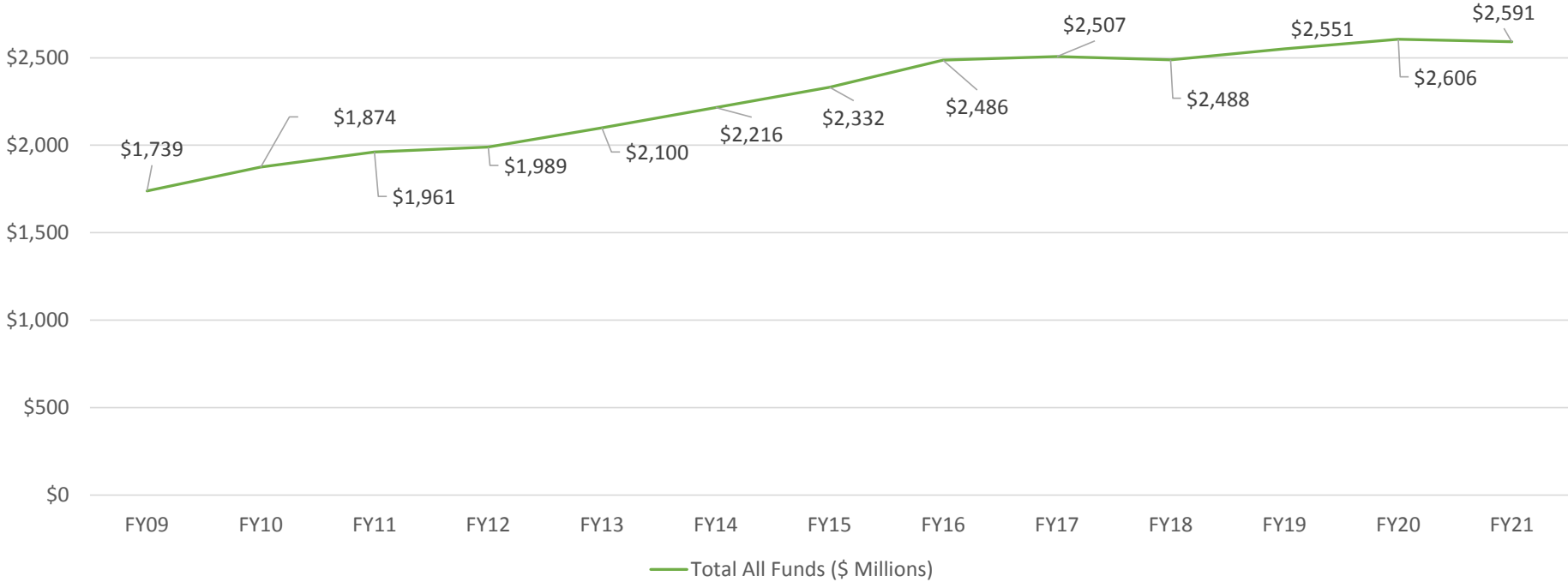


Source: AHS Ups & Downs documents thru BAA. FY20 BAA amount reflects FY20 Gov. Rec BAA, FY21 reflects Gov Recommend.



AHS All Funds (Excluding GC) Budget

Total All Funds (\$ Millions)



Source: AHS Ups & Downs documents thru BAA. FY20 BAA amount reflects FY20 Gov. Rec BAA, FY21 reflects Gov Recommend.



Medicaid Spending

\$ Millions



Includes Global Commitment, State Only Programs, DSH, Clawback and SCHIP.



AHS Budget Highlights: Initiatives

- Invests \$3M total (\$1M GF, \$2M EF) for Early Care and Learning
- Invests \$1M GF at VDH for Sustained Home Visiting, will leverage Medicaid funds
- Provides \$575K GF at DMH for Suicide Prevention
- Invests \$600K GF one-time at DMH Mobile Response & Stabilization Services
- Provides \$650K GF one-time at DCF for Childcare Transportation
- Invests \$418K GF one-time at DCF for Emergency Housing Initiative

AHS Budget Highlights: AHS-wide Proposals

- Global Commitment investment phasedown:
 - Continues phasedown Room & Board investments – DMH & DCF
 - Continues phasedown UVM Physician Training investment
- Salary & Fringe – including Capped Federal Funds
- Internal Service Funds
- Transfer of funding for VHC Sustainability (net-neutral)

FY21 Budget - AHS Secretary's Office

UPS \$10.6M GF:

- Salary & Fringe
- Internal Service Funds
- New Adult Caseload & Utilization
- CHIP Qualifying Claims

DOWNS (\$4.1M) GF:

- Internal Audit Group Restructure
- Contract Savings
- SHCRF Revenue
- Base FMAP Change
 - FY20 – 53.87%
 - FY21 – 54.39%
- UVM Investment Phasedown

FY21 Budget - DVHA

UPS \$5.0M GF:

- Salary & Fringe
- Internal Service Funds
- Brattleboro Retreat Rate Increase
- Buy-in
- Clawback

DOWNS (\$11.4M) GF:

- Medicaid Consensus
- Contract Savings
- Rebase HIT
- Align Prior Authorization
- Preferred Drug List (PDL) for HIV

FY21 Budget - VDH

UPS \$1.8 M GF:

- Fringe
- Internal Service Funds
- Misc Spending Adjustments
- Sustained Home Visiting

DOWNS (\$990K) GF:

- Nuclear Regulatory Commission Revenue
- Medicare for Opioid Treatment Programs

FY21 Budget - DMH

UPS \$4.9M GF:

- Salary & Fringe
- Internal Service Funds
- CHIP FMAP
- Forensic Doctor Contract
- Kids Residential Cost & Caseload Increase
- Brattleboro Retreat:
 - Rate Increase (CRT & Level 1)
 - Annualization of 12 New Beds
- Level 1 Cost Increase - RRMC
- Room & Board Investment Phasedown
- Suicide Prevention

DOWNS (\$345K) GF:

- Leverage Medicare Revenue
- Contract Reductions
- UVMCM Fellowship Savings
- Eliminate One Vacant Position

FY21 Budget - DCF

UPS \$11.2M GF:

- Salary & Fringe
 - Class RFRs
 - Capped Federal Funds
- Internal Service Funds
- SSI Revenues
- GA – PNI & Emergency Housing
- FSD Sub Care Caseload & CPC
- Woodside Alternative Funding
- Balanced & Restorative Justice (BARJ) Contract
- Room & Board Investment Phasedown
- CDD – CIS Bundled Services
- Early Care & Learning Initiative

DOWNS (\$9.4M) GF:

- Revenue Adjustments – Medicaid, IV-E
- FSD Sub Adopt Caseload & CPC
- Reach Up Caseload Savings
- Close Woodside & Transition to Alternative Placements
- Implement Elderly Simplified Application Program
- Increase OCS Vacancy Savings
- Eliminate NCSS High Fidelity Wrap
- Reduce CCFAP Stabilization Grants
- Restructure childcare transportation services
- Reach Up – Reduce Transportation Grants
- OEO – Eliminate Microbusiness Development Program
- OEO- Eliminate Individual Development Account Program

FY21 Budget - DAIL

UPS \$8.3M GF:

- Salary & Fringe
- Internal Service Funds
- Nursing Home Inflationary Increase & Rebase
- Nursing Home – Case Mix Pressure
- Home & Community Base Caseload Increase
- Developmental Services Caseload
- Annualization of Personal Needs Allowance Increase

DOWNS: (\$3.3M) GF:

- Attendant Services GF – Forecasted Attrition
- Utilization
 - Attendant Services – Medicaid
 - Nursing Home Bed Day
 - TBI
 - Non-HCBS
 - AFSCME
- DS Budget to Actuals Alignment

FY21 Budget - DOC

UPS \$9.3M GF:

- Salary & Fringe
- Internal Service Funds
- Operating Increases
- OOS Caseload
- Medically Assisted Treatment
- Hepatitis C Treatment

DOWNS (\$6.5M) GF:

- Shift CHSVT Funding to Ed Fund
- Increase US Marshalls Beds & Per Diem
- Eliminate Home Detention
- Low Risk Supervision
- Eliminate Windsor Mothballing
- Fill Caledonia County Workcamp
- Reduce Grants
- Leverage Medicaid for Transitional Housing and Community Rehabilitative Care