

# Agency of Human Services

FY 2022 Budget Adjustment

December 15, 2021

## AHS Budget Adjustment Overview

- Reflects an increase of \$38.0M GF (3.7% increase) primarily due to caseload & utilization, rate adjustments, ACO settlement, and recruitment/retention incentives:
  - Consensus caseload & utilization;
  - Family Services caseload increases;
  - Buy-In increase;
  - Targeted Case Management (TCM) increase;
  - CY 2020 ACO settlement of \$15.2M gross;
  - DMH and DOC staff recruitment and retention incentives.
- Continue to use Coronavirus Relief Funds for pandemic response, as well as FEMA funding.

## AHS FY21 BAA Secretary's Office

- Net-neutral transfer between AHS CO and DCF for management of the 2-1-1 contract.
- Net-neutral transfer with VDH of GF carryforward to provide additional funding for 1115 GC and APM waiver technical assistance.

# AHS FY21 BAA Secretary's Office – Global Commitment

- Effect to GF of 6.2% bump for the Medicaid program during Public Health Emergency Period (PHEP) through March of 2022 was reverted pursuant to Act 74 [\$66M FF].
- Use of one-time GF carried forward from SFY21 as matching funds for SFY22 [\$6.8M].
- Childless New Adult caseload and utilization changes reducing need for GF match [\$9.6M].
- True-up of CHIP Qualifying Claims [\$584k].

## AHS FY21 BAA – DVHA

- Updated Medicaid Consensus Forecast, will need to be adopted by the E-Board in January [\$66.7M all funds, \$28.8M GF];
- Increase in Buy-In [\$5.8M gross, \$2.5M GF];
- CY 2020 ACO Settlement [\$15.2M all funds, \$6.8M GF];
- Medicaid rate increase for participating providers [\$4.7M gross, \$2.1M GF].

## AHS FY21 BAA – DMH

- VPCH/MTCR staff incentive/retention funding [\$1.8M gross, \$760k GF];
- 16 bed Secure Residential Start-up cost [\$150k GF].

## AHS FY21 BAA– DCF

- Across DCF:
  - Adjustments to earnings due to capped federal funds, temp. staffing and grants/contracts [\$1.4M GF].
- Family Services Division:
  - Sub-adoption caseload increase [\$993k GF];
  - Substitute Care caseload increase [\$408k];
  - TCM rate adjustment [\$1.1M GF].
- Child Development Division:
  - Subsidy Caseload Underutilization [-\$814k GF].
- OEO
  - Emergency Housing Plan initiatives [\$6.1M GF].

## AHS FY21 BAA– DAIL

- Initial funding phase of LTC Oversight Initiative
- TBI utilization increase [\$66k GF];
- CFC carryforward for 1% reserve requirement, reinvestments, and anticipated caseload and utilization for SFY22 (AHS net-neutral) [\$4.6M GF].



## AHS FY21 BAA – VDH & DOC

- VDH – AHS net-neutral technical adjustments.
- DOC – Recruitment and retention incentives for staff [\$4.9M GF].