

Kansas Department of
Social and Rehabilitation Services
Don Jordan, Secretary

House Appropriations and Senate Ways and Means
Committees

December 17, 2007

FY 09 Budget Overview

Social and Rehabilitation Services
Don Jordan, Secretary

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**Supplementals and Enhancements Included in the SRS Submitted Budget
FY 2008 Supplementals and FY 2009 Enhancements for SRS**

FY 2008 Supplemental Requests

Priority	Description	SF	All Funds	FTE
1	Implement Child Welfare Non-Medicaid Residential Placement Changes Changes to the Medicaid State Plan resulted in significant changes to the types of residential placements available to children experiencing behavioral and emotional problems. The placements for some children no longer qualify for Medicaid funding, and the cost of these placements will shift to the child welfare contractors. This supplemental request funds the additional costs incurred by the contractors.	7,458,210	9,217,316	
2	Replacement of Federal Funds Numerous federal and state policy changes have impacted the type of work done by Regional staff. Staff are spending more time on Child Protective Services and children who may not be candidates for foster care. These activities are not eligible for claiming federal funds, and state funds are required to maintain our current level of services.	10,500,000	0	
3	Developmental Disability Waiver Policy Change Effective January 2008, payments for children in custody who receive developmental disability waiver services will be reduced due to federal standards. This request represents the estimated cost of maintaining the present level of service to the affected children.	1,618,304	2,000,000	
4	Planning to Expand Larned State Hospital Adult Treatment Center Building to Replace the "Hospital" Building Funds are requested to begin planning for the replacement of the "Hospital" building which housed the crisis stabilization unit at LSH. The "Hospital" building was, until recently, used to house and treat psychiatric services program patients. The Department of Health and Environment recently determined that LSH's Hospital building, constructed in 1931, is in such poor condition that it requires extensive renovation if it is to be used to house or treat patients. Due to its age and antiquated structural design, it is not cost effective or feasible to rehabilitate the Hospital building for patient treatment.	0	360,000	
	TOTAL	19,576,514	11,577,316	0.00

FY 2009 Enhancement Requests

Priority	Description	SF	All Funds	FTE
1	Implement Child Welfare Non-Medicaid Residential Placement Changes Changes to the Medicaid State Plan resulted in significant changes to the types of residential placements available to children experiencing behavioral and emotional problems. The placements for some children no longer qualify for Medicaid funding, and the cost of these placements will shift to the child welfare contractors. This supplemental request funds the additional costs incurred by the contractors.	7,458,210	9,217,316	

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3	<p>Developmental Disability Waiver Policy Change Effective January 2008, payments for children in custody who receive developmental disability waiver services will be reduced due to federal standards. This enhancement represents the estimated cost of maintaining the present level of service to the affected children.</p>	2,962,799	3,661,610	
4	<p>Physical Disabilities (PD) Waiver Waiting List Provides funding to continue the practice of having no waiting list for PD Waiver funded services. The request will fund services for an additional 480 persons.</p>	4,479,200	11,000,000	
5	<p>Traumatic Brain Injury (TBI) Waiver Waiting List Provides funding to continue the practice of having no waiting list for TBI Waiver funded services. The request will fund services for an additional 121 persons.</p>	814,400	2,000,000	
6	<p>Adoption Support Caseload This request will fund a projected increase of 843 monthly children receiving adoption support.</p>	2,067,700	3,271,808	
7	<p>Permanent Custodianship Caseload This request will fund a projected increase of 170 monthly children placed in permanent custodianships.</p>	526,674	526,674	
8	<p>Child Care Caseload This request will fund a projected increase of 894 monthly children receiving child care assistance.</p>	4,860,449	4,860,449	
9	<p>Fund Kansas Youth Empowerment Grant with State Funds A recent federal review conducted by the Rehabilitation Services Administration determined that federal vocational rehabilitation funds may not be granted for any purpose. This enhancement maintains the grant by replacing federal funds with state funds.</p>	118,050	0	
10	<p>Independent Living Subsidy Caseload The child welfare independent living program provides individualized services and monthly subsidies to assist youth in becoming self-sufficient adults as they near and exit the foster care system. This request funds a projected increase of 132 children.</p>	659,605	659,605	
11	<p>Developmental Disability Waiver Waiting List Funds services for 244 persons currently waiting for community developmental disability services.</p>	4,072,000	10,000,000	

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12	<p>Temporary Assistance for Needy Families (TANF) Work Incentive Policies Evidence demonstrates that work supports increase job retention. This enhancement allows families to retain more of their earnings while on assistance and provides five months of limited assistance as families leave welfare with employment. The enhancement will also improve the state's TANF work participation rate.</p>	0	3,818,029	
13	<p>Increase Funding for Regional Staffing The Fiscal Year 2008 Governor's Budget Recommendation supported the agency's request to reduce shrinkage to allow 155 vacant regional positions to be filled. The purpose of the agency's request was to address increasing demands arising from federal and state requirements. The approved FY 2007 funding allowed approximately 50 vacant positions to be filled. This enhancement reduces shrinkage to 4.5% to provide funds to fill the other 105 vacant positions.</p>	3,895,416	6,072,356	
14	<p>Implement a Human Services Management (HSM) System Funds are requested to initiate the first phase of a multiple phase business technology project for an outcome-based, integrated delivery of services system. The first phase of the project will be a partnership with the Kansas Health Policy Authority to implement a new eligibility system.</p>	4,200,000	7,000,000	
15	<p>Money Follows the Person (MFP) Grant Shifts funds from nursing facilities to the PD, TBI and DD waivers to serve qualifying persons leaving nursing facilities to live in community-based settings. These funds will match a federal grant which provides enhanced federal match for first year startup costs.</p>	1,039,360	5,013,615	
16	<p>Autism Waiver Waiting List Expands the Autism Waiver allowing for an additional 100 young children with autism spectrum disorders and their families to be served.</p>	1,018,000	2,500,000	
17	<p>Increase Attendant Care for Independent Living (ACIL) Reimbursement Rates Provides increased reimbursement rates for the ACIL program so providers can pay competitive wages and recruit a sufficient number of nurses.</p>	1,614,272	3,964,321	
18	<p>Kansas Food Security Task Force Initiatives The Kansas Food Security Task Force, a subcommittee of the Kansas Food Policy Council, issued five recommendations. Of these, three pertain directly to SRS, and are funded by this enhancement:</p> <ul style="list-style-type: none"> • Outreach to improve participation in the food stamp program. • Expand electronic benefit services to farmers' markets. • Supplement food available to the Emergency Food Assistance Program with state funds. 	829,611	1,267,500	1.00
19	<p>Staffing for Health Policy Authority Premium Assistance Program Adds an additional 5.0 FTE to the regional offices to meet the anticipated increase in Medicaid and SCHIP applications.</p>	138,425	276,850	5.00

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20	<p>Increased Reimbursement Rates Provides rate increases to a variety of SRS programs to keep pace with the rising cost of providing community-based services. Substance Abuse grants are paid based on the amount of services provided to non-Medicaid eligible persons under 200% of the federal poverty level. Last year \$2,087,280 was provided to address about half of this reimbursement gap. A similar amount is included in this request. The remaining portion of the request provides for approximately a two percent reimbursement rate increase.</p> <table style="margin-left: auto; margin-right: auto;"> <tr> <td></td> <td style="text-align: right;">All Funds</td> </tr> <tr> <td>AAPS Grants</td> <td style="text-align: right;">2,400,000</td> </tr> <tr> <td>Substance Abuse Treatment</td> <td style="text-align: right;">508,000</td> </tr> <tr> <td>CSS TCM</td> <td style="text-align: right;">945,000</td> </tr> <tr> <td>DD Waiver</td> <td style="text-align: right;">5,625,000</td> </tr> <tr> <td>DD Grants</td> <td style="text-align: right;">281,000</td> </tr> <tr> <td>ICF/MR</td> <td style="text-align: right;">367,400</td> </tr> <tr> <td>PD Waiver</td> <td style="text-align: right;">2,042,000</td> </tr> <tr> <td>TBI Waiver</td> <td style="text-align: right;">137,000</td> </tr> <tr> <td>Head Injury Rehab Facilities</td> <td style="text-align: right;">474,000</td> </tr> <tr> <td>TA Waiver</td> <td style="text-align: right;">4,816</td> </tr> </table>		All Funds	AAPS Grants	2,400,000	Substance Abuse Treatment	508,000	CSS TCM	945,000	DD Waiver	5,625,000	DD Grants	281,000	ICF/MR	367,400	PD Waiver	2,042,000	TBI Waiver	137,000	Head Injury Rehab Facilities	474,000	TA Waiver	4,816	6,795,029	12,784,216	
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21	<p>Expand Traumatic Brain Injury Waiver to Serve Persons with Strokes Provides funding for community-based rehabilitation supports and services to Medicaid eligible persons with acquired brain injuries as a result of a stroke.</p>	1,690,040	4,150,392																							
22	<p>Community Based Competency Evaluations Funds are requested for an increase in the number of forensic evaluations completed in the community or jails.</p>	320,000	320,000	3.00																						
23	<p>Increase Centers for Independent Living (CIL) Grants Provides funds needed to raise the base operating grants for CILs so all CILs receive at a minimum \$250,000 base grant funding. The 2007 Legislature appropriated \$650,000 of this request. An additional \$259,851 is needed to meet the \$250,000 goal. Also requested is \$500,000 to replace dwindling revenue from the Social Security Rehabilitation Incentive funds with SGF.</p>	759,851	759,851																							
24	<p>Expand Child Support Enforcement (CSE) Contracts The purpose of CSE's legal enforcement contracts is to secure the full amount of child support payment by non-custodial parents. This proposal adds legal enforcement funds for the Kansas City area, Garden City, Liberal, and Great Bend.</p>	707,200	2,080,000																							
25	<p>Kansas Early Head Start Rate Adjustment This enhancement funds a four percent rate increase for the Kansas Early Head Start Program. Administrative increases, child care increases, and other program cost increases, such as transportation for home visits, have been absorbed during the past ten years.</p>	453,696	453,696																							
26	<p>Kansas Consumer Advisory Council for Adult Mental Health Provides funding to the Kansas Consumer Advisory Council for Adult Mental Health, to enhance efforts to involve more consumers, giving them the information and skills to better advocate for themselves.</p>	135,000	135,000																							

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27	<p>Vehicle Replacement Funds the replacement of 65 vehicles projected to meet the mileage threshold of 100,000 miles for cars and 140,000 miles for trucks. The vehicles are used predominantly for direct services.</p>	523,143	815,500	
	<p>CAPITAL IMPROVEMENTS</p>			
28	<p>State Hospitals Rehabilitation and Repairs Provides funds for rehabilitation and repair to the five state hospitals.</p>	0	2,081,000	
29	<p>State Hospitals Major Repair and Renovation Provides funds for major repair and renovation projects at the five state hospitals.</p>	0	8,890,380	
30	<p>Expand Larned State Hospital Adult Treatment Center Building to Replace "Hospital" Building Provides funds to replace the "Hospital" building which housed the crisis stabilization unit at LSH. The "Hospital" building was, until recently, used to house and treat psychiatric services program patients. The Department of Health and Environment recently determined that LSH's Hospital building, constructed in 1931, is in such poor condition that it requires extensive renovation if it is to be used to house or treat patients. Due to its age and antiquated structural design, it is not cost effective or feasible to rehabilitate the Hospital building for patient treatment.</p>	0	5,250,000	
	<p>TOTAL</p>	62,638,130	112,830,168	9.00

**Supplementals and Enhancements Included in the State Hospital Submitted Budgets
FY 2008 Supplementals and FY 2009 Enhancements**

FY 2008 Supplemental Requests

Priority	Hospital	Description	SGF	All Funds	FTE
1	LSH	Manage Health and Safety Requirements – Add Equipment, furniture and supplies Provides funding for equipment, furniture and supplies to manage health and safety requirements.	500,000	500,000	
2	LSH	Expand Sexual Predator Treatment Program (SPTP) Transition House Provides funding for 10.5 months to serve three residents approved to move to the Transition House Services located on the Osawatomie State Hospital campus. This request also includes funding for an additional 6.00 FTE, and furnishings and supplies for the staff office.	228,486	228,486	6.00
3	LSH	Fee Fund Shortfall Funds a Fee Fund shortfall with State General Fund.	539,469	0	
<i>SUBTOTAL – LARNED STATE HOSPITAL</i>			<i>1,267,955</i>	<i>728,486</i>	<i>6.00</i>
1	OSH	Adjust shrinkage rate to replace salaries used to fund the Operating Expenditures (OOE) shortfall Provides funding to reduce the salary shrinkage rate which will allow OSH to fill the approved number of positions.	150,000	150,000	
<i>SUBTOTAL – OSAWATOMIE STATE HOSPITAL</i>			<i>150,000</i>	<i>150,000</i>	<i>0.00</i>
1	RMHF	Adjust shrinkage rate to replace salaries used to fund the Operating Expenditures (OOE) shortfall Provides funding to reduce the salary shrinkage rate which will allow RMHF to fill the approved number of positions.	70,000	70,000	
<i>SUBTOTAL – RAINBOW MENTAL HEALTH FACILITY</i>			<i>70,000</i>	<i>70,000</i>	<i>0.00</i>
TOTAL SUPPLEMENTAL REQUESTS			1,487,955	948,486	6.00

FY 2009 Hospital Enhancement Requests

Priority	Hospital	Description	SGF	All Funds	FTE
1	LSH	Add Staff to Manage Health and Safety Requirements Provides funding for 9.0 custodial workers, 1.0 custodial supervisor and 2.0 health/safety inspectors to manage and maintain health and safety requirements.	356,944	356,944	12.00
2	LSH	Adjust shrinkage rate to replace salaries used to fund the Operating Expenditures (OOE) shortfall Provides funding to reduce the salary shrinkage rate which will allow LSH to fill the approved number of positions.	897,795	897,795	
Priority	Hospital	Description	SGF	All Funds	FTE
3	LSH	Expand Sexual Predator Treatment Program (SPTP) Transition House Continues funding to serve three residents approved to move in FY 2008 to the Transition House Services located on the OSH campus. An additional 6.0 FTE are requested.	249,269	249,269	6.00
4	LSH	Expand State Security Program Capacity Provides funding to staff and operate another 30-bed unit in the state security program to provide greater capacity for forensic evaluations and treatment. An additional 54.50 FTE are requested.	2,778,932	2,778,932	54.50
5	LSH	Increase Support Services for the Expansion of 68 Inmates at the Larned Correctional Mental Health Facility (LCMHF) Provides funding for dietary and laundry services, as well as sewer and water, for the expansion of LCMHF for 68 inmates. An additional 4.0 FTE are requested.	258,908	258,908	4.00
6	LSH	Fee Fund Shortfall Funds a Fee Fund shortfall with State General Fund.	708,596	0	
7	LSH	Vehicle Replacement Request Provides funding to replace nine high mileage vehicles.	140,562	140,562	
8	LSH	Debt Service for City of Larned Waste Water Treatment Plant Provides funding for LSH to pay its share of the cost to replace the existing water treatment plant.	124,827	124,827	
SUBTOTAL – LARNED STATE HOSPITAL			5,515,833	4,807,237	76.50
1	OSH	Additional Direct Care Staff to Achieve Core Ratios Provides funding for an additional 25.60 direct care staff to provide needed nursing care and supervision for its patients and meet federal certification requirements.	888,635	888,635	25.60

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2	OSH	30 Bed Unit for Six Months Funds the cost of operating and staffing the newly remodeled 30 bed unit approved for opening by the 2007 Kansas Legislature. The unit is expected to be available for patient care in January 2009. An additional 49.80 FTE are requested.	1,473,800	1,473,800	49.80
3	OSH	Adjust shrinkage rate to replace salaries used to fund the Operating Expenditures (OOE) shortfall Provides funding to reduce the salary shrinkage rate which will allow OSH to fill the approved number of positions.	594,555	594,555	
4	OSH	Replace 2 Vehicles Provides funding to replace two high mileage vehicles.	40,900	40,900	
5	OSH	Fund IT Equipment and Software Upgrades This request is to fund an Electronic Patient Records Program, Time Clock System, and to purchase Tracking systems software.	125,000	125,000	
6	OSH	Fund Delayed Capital Maintenance Provides funding for maintenance and repairs to current systems until renovations from the capital improvement plan are complete in fiscal years 2010 and 2011.	150,000	150,000	
Priority	Hospital	Description	SGF	All Funds	FTE
7	OSH	Replace Office Furniture and Computers Funds replacement office furniture and equipment.	56,192	56,192	
<i>SUBTOTAL – OSAWATOMIE STATE HOSPITAL</i>			<i>3,329,082</i>	<i>3,329,082</i>	<i>75.40</i>
1	RMHF	Add Direct Care Staff to Meet Core Ratios Provides funding for an additional 21.0 nursing staff to provide needed nursing care and supervision for its patients and meet federal certification requirements.	724,753	724,753	21.00
2	RMHF	Adjust shrinkage rate to replace salaries used to fund the Operating Expenditures (OOE) shortfall Provides funding to reduce the salary shrinkage rate which will allow RMHF to fill the approved number of positions.	275,000	275,000	
3	RMHF	Replacement of One Vehicle Provides funding to replace one high mileage vehicle.	17,700	17,700	
4	RMHF	Fund IT Equipment and Software Upgrades This request is to fund an Electronic Patient Records Program, Time Clock System, and to purchase Tracking systems software.	125,000	125,000	

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5	RMHF	Replace Office Furniture and Computers Funds replacement office furniture and equipment.	15,000	15,000	
<i>SUBTOTAL – RAINBOW MENTAL HEALTH FACILITY</i>			<i>1,157,453</i>	<i>1,157,453</i>	<i>21.00</i>
1	PSH	Vehicle Replacement Request Provides funding to replace 14 high mileage vehicles.	273,000	273,000	
<i>SUBTOTAL – PARSONS STATE HOSPITAL AND TRAINING CENTER</i>			<i>273,000</i>	<i>273,000</i>	<i>0.00</i>
1	KNI	Vehicle Replacement Request Provides funding to replace 19 high mileage vehicles.	339,660	339,660	
<i>SUBTOTAL – KANSAS NEUROLOGICAL INSTITUTE</i>			<i>339,660</i>	<i>339,660</i>	<i>0.00</i>
TOTAL ENHANCEMENT REQUESTS			10,615,028	9,906,432	172.90

FY 2008 SRS Approved Budget including State Hospitals Expenditures Pie Chart
FY 2008 SRS Approved Budget including State Hospitals Funding Pie Chart

Pie Charts