

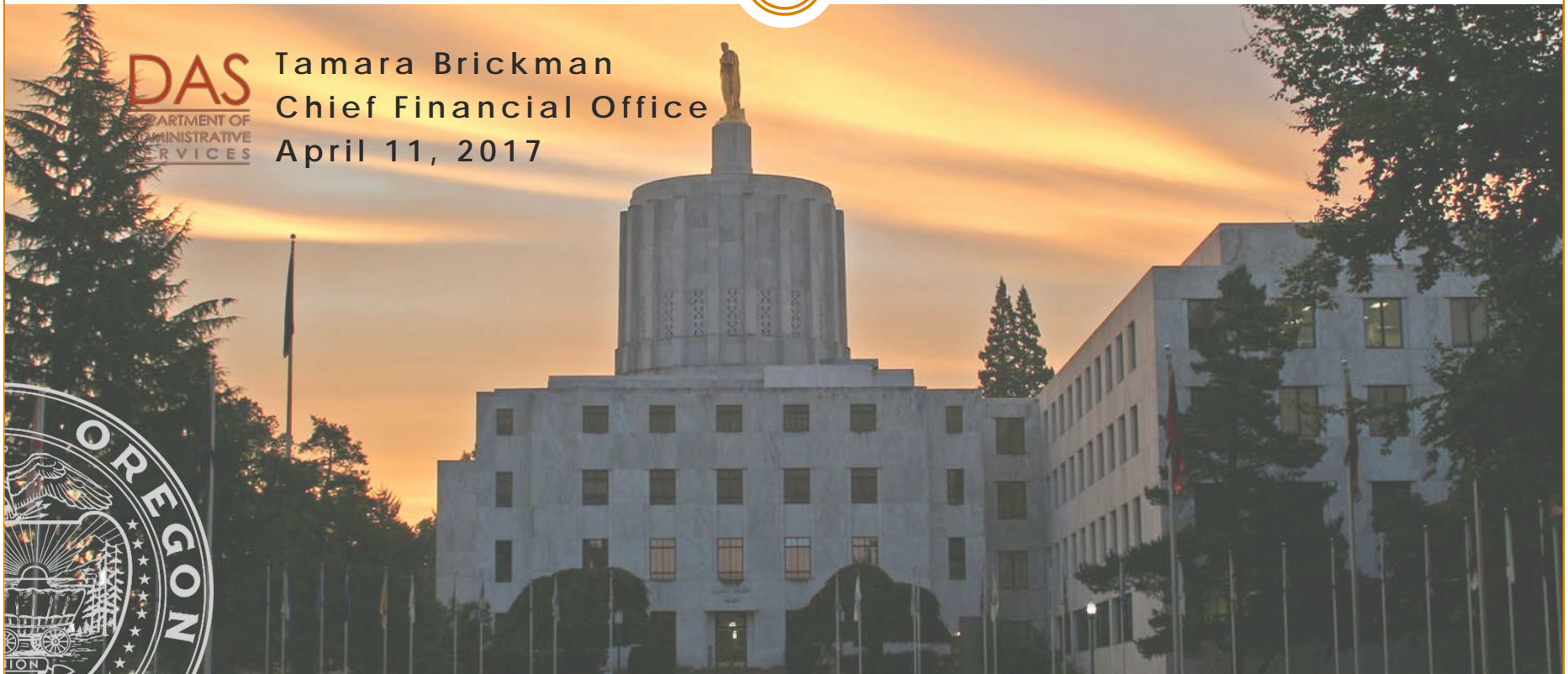
2017 – 2019

# GOVERNOR'S BUDGET

Department of Human Services



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Chief Financial Office  
April 11, 2017



# Department of Human Services

## 2017-19 Governor's Budget Overview

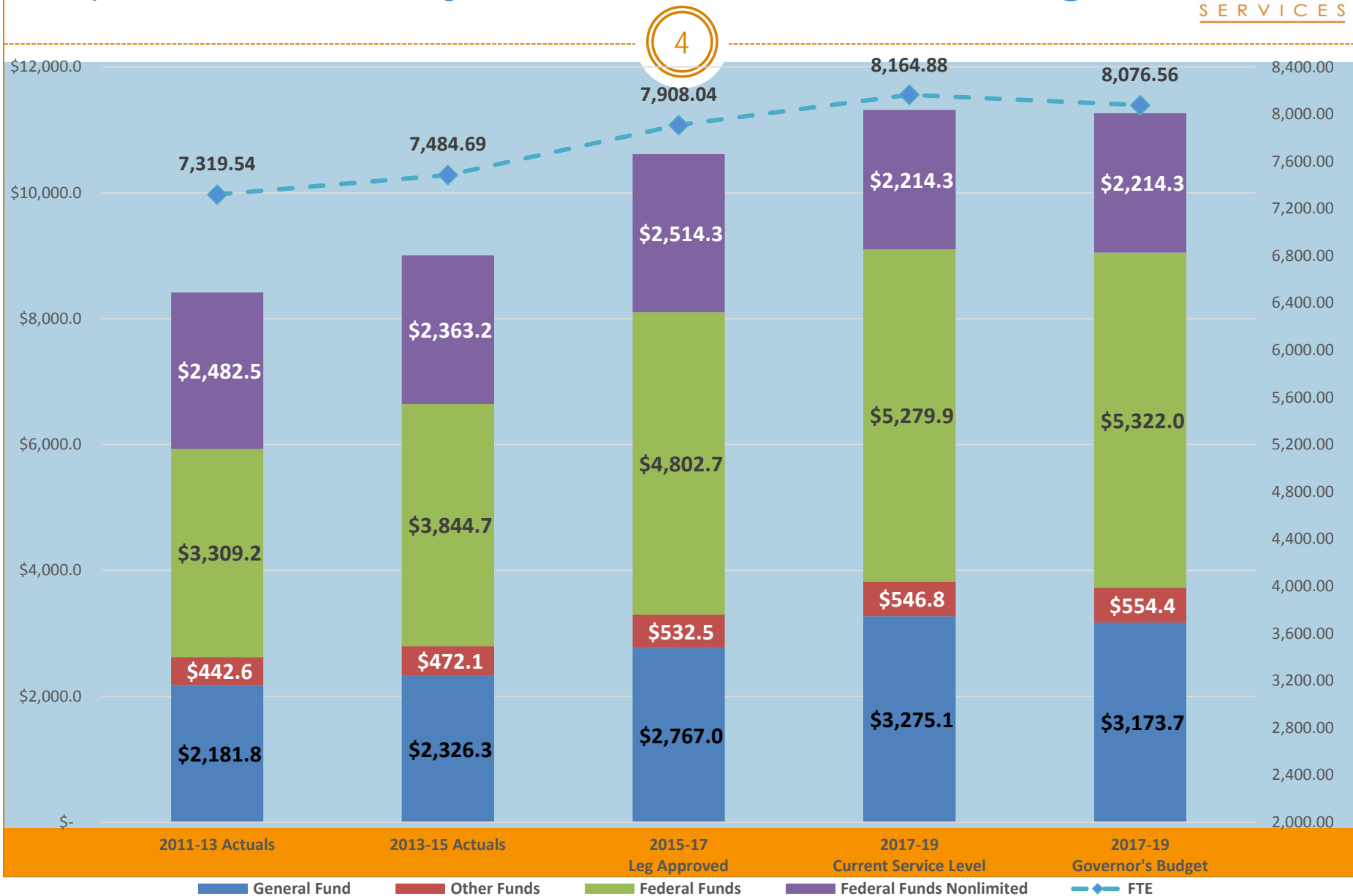
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- Child focused budget in DHS
  - Invest in children and support families working to make ends meet
  - Protect kids in foster care
- Preserve existing eligibility for Self Sufficiency and Medicaid related programs within Adults and People with Disabilities (APD) and Individuals with Intellectual/Developmental Disabilities (I/DD).
- Maintain core services for vulnerable individuals receiving Medicaid related programs.
- The 2017-19 Governor's Budget represents a 14.7% General Fund (6.1% total funds) increase from the 2015-17 Legislatively Approved Budget. It is a 3.1% General Fund (0.5% total funds) decrease from Current Service Level.

- Agency's emerging issues
  - Child Welfare Redesign
    - ✦ Implementation of the Unified Child and Youth Safety Implementation Plan to redesign child and youth safety systems.
  - K Plan
    - ✦ The Affordable Care Act of 2010 (ACA) section 1915(k) to the Social Security Act (the "Community First Choice Option"), which Oregon adopted.
    - ✦ Under the "K" Plan, DHS Caseloads and costs per case, in both the APD and I/DD programs, have grown significantly (primarily for in-home services).

# Department of Human Services

## Expenditure History + 2017-19 Governor's Budget



- Key Cost Drivers

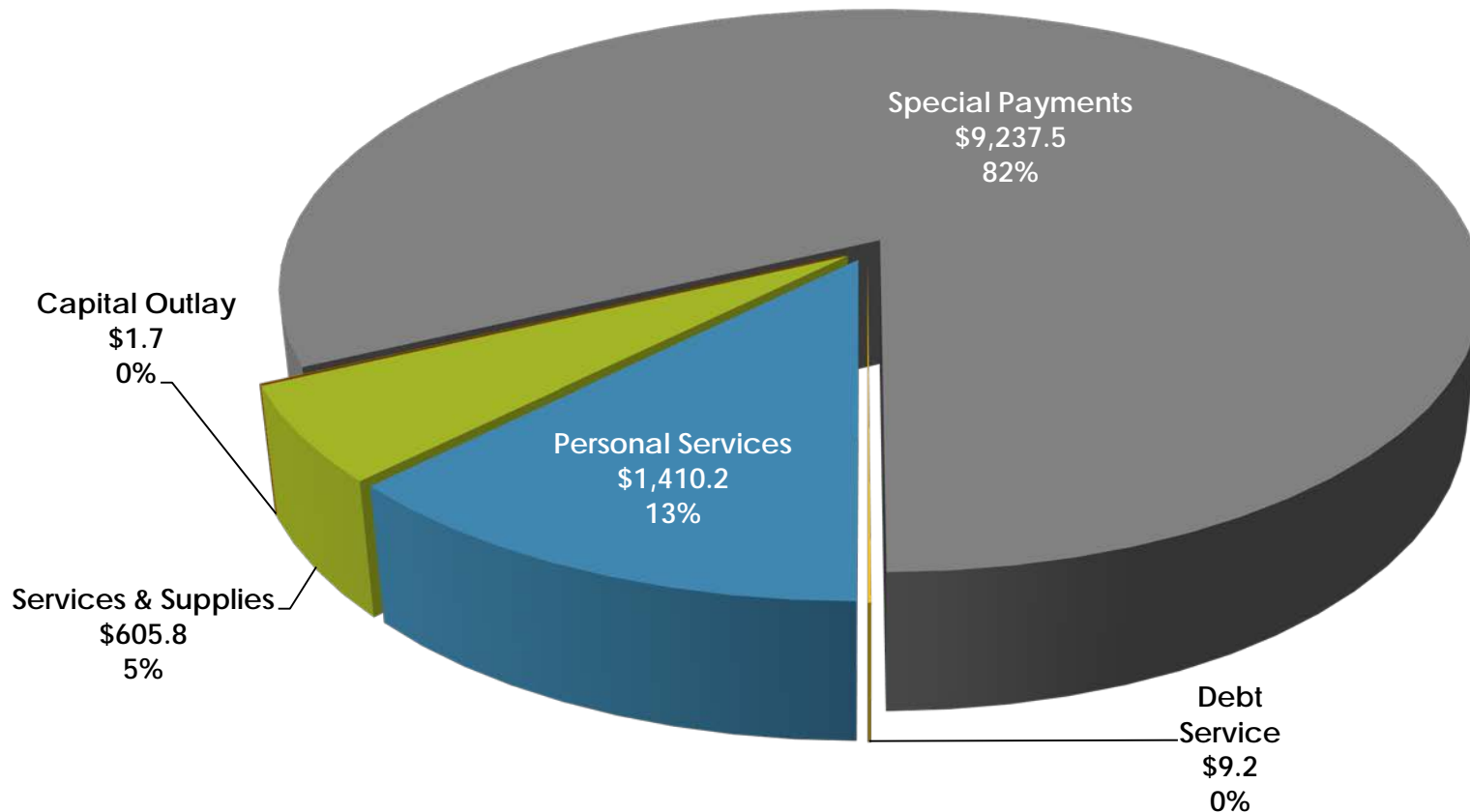
- Adults and People with Disabilities (APD) and Intellectual and Developmental Disabilities Programs (I/DD)
  - ✦ Increases in caseload and cost per case (acuity level of client)
- Child Welfare
  - ✦ Behavioral Rehabilitative Services, Attorney General costs and the need to recruit more foster care providers
- Self Sufficiency
  - ✦ Economy - while improvement is occurring in employment rates across Oregon, poverty levels actually continue to increase across the state

# Department of Human Services

## 2017-19 Governor's Budget

6

### Agency Budget by Expenditure Category (in millions)

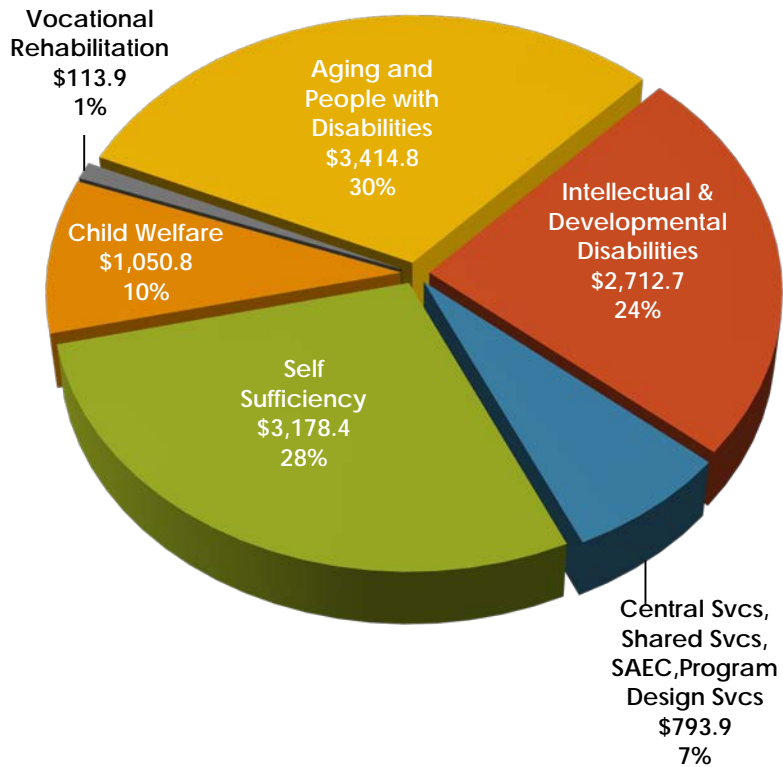


# Department of Human Services

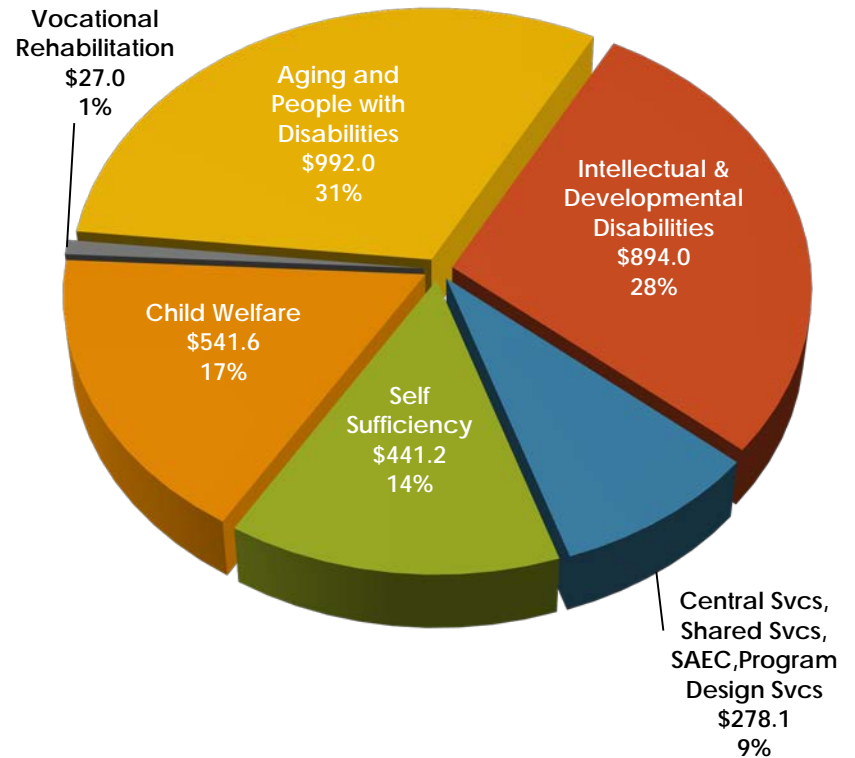
## 2017-19 Governor's Budget

7

Agency Budget by Program Expenditures Total Funds  
(in millions)



Agency Budget by Program Expenditures General Funds  
(in millions)



# Department of Human Services

## 2017-19 Governor's Budget

8

- Cost Saving Measures

- Eliminates most Service and Supplies Inflation granted at Current Service Level
- Does not backfill flat funded Federal grants with General Fund
- Reduces Oregon Project Independence to Maintenance of Efforts levels required by Older Americans Act
- Recommends expending Fairview Housing Trust on I/DD programs
- Eliminates the APD 24-hour Live-In Program and moves to hourly support services
- Holds most provider rates in APD and I/DD at current rates



### • New Investments

- Child Welfare - Foster Care Provider Rate Increase (\$12.8 million total funds)
- Child Welfare – Behavioral Rehabilitation Rate model update (\$5.9 million total funds)
- Child Welfare - Funding for AG representation of Child Welfare workers in dependency proceedings (\$19.9 million total funds)
- I/DD – Direct Service Provider rate model update (\$71.3 million total funds)
- APD – Completion of the Centralized Abuse Management System (\$4.3 million total funds)
- DHS-Wide – Continued implementation of the Integrated Eligibility Project (\$132 million total funds for DHS, some funding - \$10.8 million - for OHA as part of Shared Services)
- DHS-Wide – Increased staffing in the Background Check Unit (\$14.6 million total funds)