

# Oregon Department of Human Services First Rebalance for 2021-23

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# Agencywide focus

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## THREE PRIORITY AREAS

Strengthening  
ODHS foundations

Responding to  
emergencies and  
disasters

Creating the future  
of human services  
in Oregon

# 2022 budget requests reflect these priorities:

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## Strengthening foundations

Key investments in **staffing, operations, and equipment** will empower ODHS to deliver its services more equitably and efficiently.

## Responding to emergencies

Staffing and equipment will ensure ODHS can fulfill its **disaster-response** functions while investing year-round in equitable **community preparedness**.

## Creating the future

Building the foundation for wellbeing **driven by the community** and with a focus on **local equity**.



# First ODHS Rebalance

2021-23 Biennium

# First rebalance: proposed change requests

ODHS Rebalance Changes by fund type and appropriation						
Net Change	GF	OF	FF	TF	POS	FTE
Central	(0.37)	43.21	9.43	52.27	2.00	1.88
Shared	-	2.68	-	2.68	13.00	11.88
SAEC	13.80	0.04	7.00	20.84	-	-
Self - Suff	(3.47)	(0.51)	14.84	10.86	30.00	25.93
Child Welfare	(5.45)	(2.75)	1.97	(6.23)	-	-
Voc Rehab	-	-	17.25	17.25	3.00	2.33
APD	(59.44)	64.10	(116.82)	(112.16)	21.00	12.95
I/DD	13.90	3.25	61.11	78.26	2.00	1.00
Change Total	(41.02)	110.01	(5.22)	63.77	71.00	55.97
Note: dollars in millions, not include Debt Service or Non-Limited Federal Funds						

# Aging and People with Disabilities (APD)

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ODHS APD	GF	OF	FF	TF	POS	FTE
APD LAB	1,436.48	295.13	2,942.36	4,673.97	1,838	1785.29
Challenge/MA	14.48	69.42	3.19	87.09	25	16.95
Savings	(68.81)	(7.30)	(117.74)	(193.85)		0.00
Technical	(5.11)	1.98	(2.27)	(5.40)	(4)	-4.00
<b>TOTAL</b>	<b>1,377.04</b>	<b>359.23</b>	<b>2,825.54</b>	<b>4,561.81</b>	<b>1,859</b>	<b>1,798.24</b>

**Net Savings of \$(59.44) million General Fund** mostly caseload and FMAP savings. ODHS recognizes significant risk in ODHS caseloads due to the pandemic.

APD challenges mostly relate to COVID activities such as setting up decompression hospitals. This request includes \$5 Million in COVID Nursing Facility Testing; after this letter was submitted leadership agreed to an additional \$4.5 million GF. ODHS supports the additional \$4.5 million for a total of \$9.5 million for testing.

# Intellectual and Developmental Disabilities (I/DD)

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ODHS I/DD	GF	OF	FF	TF	POS	FTE
<i>I/DD LAB</i>	<i>1,237.08</i>	<i>22.83</i>	<i>2,594.50</i>	<i>3,854.40</i>	<i>938</i>	<i>934.81</i>
Challenge/MA	24.57		51.05	75.62	2	1.00
Savings	(10.27)	(0.07)		-		
Techncial	(0.40)	3.32	(0.28)	2.64		
<b>TOTAL</b>	<b>1,250.98</b>	<b>26.07</b>	<b>2,655.61</b>	<b>3,932.66</b>	<b>940</b>	<b>935.81</b>
All Dollars in Millions						

**Net need of \$13.9 million GF** mostly due to increases in cost per case. There is also an uptick in in-home caseload.

These are somewhat offset by FMAP savings and a few other area of savings.

# Child Welfare (CW)

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ODHS CW	GF	OF	FF	TF	POS	FTE
CW LAB	890.64	37.71	562.27	1,490.62	3,341	3295.12
Challenge/MA	7.43	1.62	5.94	15.00		
Savings	(11.66)	(1.06)	(3.19)	(15.91)		
Technical	(1.22)	(3.32)	(0.78)	(5.32)		
<b>TOTAL</b>	<b>885.20</b>	<b>34.96</b>	<b>564.23</b>	<b>1,484.39</b>	<b>3,341</b>	<b>3,295.12</b>

All Dollars in Millions

**Net GF reduction of (\$5.4) million:** Savings mainly due to FMAP changes, Title IV-E and Medicaid client eligibility rate changes, and forecasted decrease in caseloads.

# Self Sufficiency Program (SSP) Overview

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ODHS SSP	GF	OF	FF	TF	POS	FTE
SSP LAB	519.66	228.31	545.76	1,293.72	2742	2737.93
Challenge/MA	2.53	1.48	17.69	21.70	36	31.93
Savings	(0.05)		0.05		-	
Technical	(5.96)	(2.00)	(2.89)	(10.84)	(6)	(6.00)
<b>TOTAL</b>	<b>516.18</b>	<b>227.80</b>	<b>560.60</b>	<b>1,304.58</b>	<b>2,772</b>	<b>2,763.86</b>
All Dollars in Millions - does not include Non-Limited Federal Funds						

**Net GF reduction of \$3.5 million** includes a large reduction in technical adjustments.

**Somewhat offset by:**

- TANF UN Caseload increase
- SNAP penalty from 2019

# Vocational Rehabilitation (VR) Overview

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ODHS VR	GF	OF	FF	TF	POS	FTE
VR LAB	35.73	4.96	84.57	125.27	262	261.04
Challenge/MA			17.27	17.27	3	2.33
Savings						
Technical			(0.03)	(0.03)		
<b>TOTAL</b>	<b>35.73</b>	<b>4.96</b>	<b>101.82</b>	<b>142.52</b>	<b>265</b>	<b>263.37</b>

All Dollars in Millions

**VR has no GF issues** for this rebalance, and a net Federal Funds need of \$17.2 million tied to:

- Federal re-allotment funding
- Disability Innovation Grant award

# ODHS Central

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ODHS Central	GF	OF	FF	TF	POS	FTE
Central LAB	191.09	2.71	111.57	305.37	342	336.11
Challenge/MA	0.38	43.21	9.95	53.54		
Savings						
Technical	(0.75)	(0.00)	(0.52)	(1.27)	2	1.88
<b>TOTAL</b>	<b>190.72</b>	<b>45.92</b>	<b>121.00</b>	<b>357.64</b>	<b>344</b>	<b>337.99</b>
All Dollars in Millions						

## Central highlights are around Other Fund Limitation:

- Due to prospective FEMA funds, ODHS is requesting \$40 million in Other Funds Limitation in order to apply FEMA when received.
- Due to cash flow issues, ODHS is requesting an additional \$1.0 million Other Funds Limitation.
- Due to an oversight in LAB, Other Funds and Federal Funds related to ONE M&O were inadvertently omitted from the LAB request.

# ODHS Shared Services

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<b>ODHS Shared</b>	GF	OF	FF	TF	POS	FTE
Shared LAB		167.30		167.30	702	696.72
Challenge/MA		3.77		3.77	5	3.76
Savings		(1.10)		(1.10)	-	0
Technical		-		-	8	8.12
<b>TOTAL</b>		<b>169.98</b>		<b>169.98</b>	<b>715</b>	<b>708.60</b>

**ODHS shared services has an Other Fund limitation need of \$2.68 million.**

- Increased AG costs, specifically in the Office of Contracts and Procurement due to significant increases in workload requested by both ODHS and OHA. through the Office of Forecasting Research and Analysis.
- One LD positions to work with OHA on REAL-D issues
- Other positions being moved for a variety of reasons to Shared due to capacity issues

# State Assessments and Enterprise Costs

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<b>ODHS SAEC</b>	<b>GF</b>	<b>OF</b>	<b>FF</b>	<b>TF</b>
SAEC LAB	319.42	50.36	230.30	600.08
Challenge/MA	0.36	0.02	0.23	0.62
Savings				
Technical	13.44	0.02	6.77	20.22
<b>TOTAL</b>	<b>333.22</b>	<b>50.40</b>	<b>237.30</b>	<b>620.92</b>
All Dollars in Millions - does not include debt service				

**SAEC has a net GF increase of \$13.8 million GF.** This is a net of the following issues:

- The main increase is from normal movement of support funding earned with new positions to SAEC where the expenditures will occur.
- The other main need is to increase AAG costs in shared services, specifically in the Office of Contracts and Procurement that does contracts for ODHS and OHA and has experienced dramatic increases in workload over the last several years.

# Other and Federal Funds Limitation Requests

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Other	APD	I/DD	SSP	CW	VR	Central	Shared	SAEC	Totals
<b>LAB - w/Dec 21</b>	295.13	22.83	228.31	37.71	4.96	2.71	167.30	50.36	809.30
<b>ASK</b>	64.10	3.25	(0.51)	(2.75)	-	43.21	2.68	0.04	110.01
<b>New LAB</b>	359.23	26.07	227.80	34.96	4.96	45.92	169.98	50.40	919.31
Federal	APD	I/DD	SSP	CW	VR	Central	Shared	SAEC	Totals
<b>LAB - w/Dec 21</b>	2,942.36	2,594.50	545.76	562.27	84.57	111.57		230.30	7,071.32
<b>ASK</b>	(116.82)	61.11	14.84	1.97	17.25	9.43		7.00	(5.22)
<b>New LAB</b>	2,825.54	2,655.61	560.60	564.23	101.82	121.00	-	237.30	7,066.10

# Major Risks

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- COVID and the economic situation introduce significant risk to forecasting
- Unexpected caseload or cost-per-case changes
- Federal policy changes
- Fire costs for 21-23 may be understated
- Timing of FEMA reimbursement
- New significant emergencies in 2022



# Closing Comments/ Questions