

Program Budget Comparison

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding.

Program Budget Comparison								
Budget Item	Base Fiscal 2012	Approp. Fiscal 2013	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 12-13	Biennium Fiscal 14-15	Biennium Change	Biennium % Change
FTE	369.15	369.15	369.15	369.15	369.15	369.15	0.00	0.00%
Personal Services	18,606,388	19,002,027	20,148,688	20,172,187	37,608,415	40,320,875	2,712,460	7.21%
Operating Expenses	5,510,177	5,561,216	5,601,227	5,655,951	11,071,393	11,257,178	185,785	1.68%
Equipment & Intangible Assets	32,220	14,240	32,220	32,220	46,460	64,440	17,980	38.70%
Grants	7,181,939	6,338,025	7,181,939	7,181,939	13,519,964	14,363,878	843,914	6.24%
Benefits & Claims	29,832,885	32,142,537	33,048,099	34,322,496	61,975,422	67,370,595	5,395,173	8.71%
Debt Service	1,527	130,912	1,527	1,527	132,439	3,054	(129,385)	(97.69%)
Total Costs	\$61,165,136	\$63,188,957	\$66,013,700	\$67,366,320	\$124,354,093	\$133,380,020	\$9,025,927	7.26%
General Fund	31,865,778	33,318,418	34,908,946	35,971,663	65,184,196	70,880,609	5,696,413	8.74%
State Special	2,187,150	2,513,522	2,187,150	2,187,150	4,700,672	4,374,300	(326,372)	(6.94%)
Federal Special	27,112,208	27,357,017	28,917,604	29,207,507	54,469,225	58,125,111	3,655,886	6.71%
Total Funds	\$61,165,136	\$63,188,957	\$66,013,700	\$67,366,320	\$124,354,093	\$133,380,020	\$9,025,927	7.26%

Page Reference

Legislative Budget Analysis, B-45

Division Appropriation Highlights

The Child and Family Services Division (CFSD) appropriation for the 2015 biennium is \$9.0 million higher than the 2013 biennium budget. The increase is primarily due to:

- Increases in personal services that included the raises provided by DPHHS in FY 2012
- Funding for anticipated caseload increases in foster care, subsidized adoption, and subsidized guardianship
- Provider rate increases
- An additional stipend for foster care and kinship care.

The legislature did not fund the Governor's request to make 13.50 modified FTE permanent.

Funding

The division is funded from a variety of sources and funding and federal matching rates vary by function.

General fund is used as matching funds to draw federal funds supporting benefits, grants and functions serving foster care, subsidized adoptions, and family reunifications as well as safe, non-violent environments for children. The only major activity of the division that is supported entirely by general fund is the centralized intake function at about \$2.4 million over the biennium for 22.00 FTE.

The majority of federal funds support foster care, adoption, and guardianship subsidies.

State special revenue primarily supports the cost of foster care from a wide variety of third party contributions such as parental payments, collections from child support enforcement for children in foster care, and supplemental security income (SSI) for eligible children.

Budget Summary by Category

The following summarizes the total budget by base, present law adjustments, and new proposals.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget
Base Budget	31,865,778	31,865,778	63,731,556	89.91%	61,165,136	61,165,136	122,330,272	91.72%
Statewide PL Adjustments	844,247	988,102	1,832,349	2.59%	1,039,195	1,071,321	2,110,516	1.58%
Other PL Adjustments	1,610,860	2,191,252	3,802,112	5.36%	2,721,032	3,724,588	6,445,620	4.83%
New Proposals	588,061	926,531	1,514,592	2.14%	1,088,337	1,405,275	2,493,612	1.87%
Total Budget	\$34,908,946	\$35,971,663	\$70,880,609		\$66,013,700	\$67,366,320	\$133,380,020	

Present Law Adjustments

The "Present Law Adjustments" table shows the changes to the base budget adopted by the legislature.

Present Law Adjustments	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					1,878,074					1,902,526
Vacancy Savings					(819,371)					(820,324)
Inflation/Deflation					(19,508)					(10,881)
Total Statewide Present Law Adjustments		\$844,247	\$0	\$194,948	\$1,039,195		\$988,102	\$0	\$83,219	\$1,071,321
DP 50 - Initial Motion to FY 2012 Base	0.00	(844,247)	0	(194,948)	(1,039,195)	0.00	(988,102)	0	(83,219)	(1,071,321)
DP 51 - Adjustment for Statewide Personal Services	0.00	680,038	742	377,923	1,058,703	0.00	695,720	750	385,732	1,082,202
DP 52 - Adjustment for Statewide Operations	0.00	(12,430)	(1)	(7,077)	(19,508)	0.00	(6,927)	(1)	(3,953)	(10,881)
DP 30200 - Guardianship Caseload (Restricted/OTO)	0.00	89,591	0	56,258	145,849	0.00	128,999	0	79,453	208,452
DP 30201 - Subsidized Adoption Caseload	0.00	500,124	0	575,599	1,075,723	0.00	766,423	0	877,072	1,643,495
DP 30202 - Foster Care Caseload (Restricted)	0.00	729,288	0	176,017	905,305	0.00	1,088,638	0	143,751	1,232,389
DP 30300 - Required Overtime / Holiday / Differential Pay	0.00	329,713	0	153,884	483,597	0.00	329,713	0	153,884	483,597
DP 30400 - Guardianship FMAP Adjustment	0.00	15,612	0	(15,612)	0	0.00	15,873	0	(15,873)	0
DP 30401 - Subsidized Adoption FMAP Adjustment	0.00	52,962	0	(52,962)	0	0.00	58,258	0	(58,258)	0
DP 30402 - Foster Care FMAP Adjustment	0.00	(1,762)	0	1,762	0	0.00	126	0	(126)	0
DP 30500 - Private Lease Adjustment	0.00	29,347	0	14,921	44,268	0.00	59,907	0	30,458	90,365
DP 30803 - Leased Vehicles	0.00	42,624	0	23,666	66,290	0.00	42,624	0	23,666	66,290
Total Other Present Law Adjustments	0.00	\$1,610,860	\$741	\$1,109,431	\$2,721,032	0.00	\$2,191,252	\$749	\$1,532,587	\$3,724,588
Grand Total All Present Law Adjustments	0.00	\$2,455,107	\$741	\$1,304,379	\$3,760,227	0.00	\$3,179,354	\$749	\$1,615,806	\$4,795,909

DP 50 - Initial Motion to FY 2012 Base - The legislature adopted a motion to establish the starting point for budget deliberations as the FY 2012 base. This adjustment removes statewide present law adjustments for personal services, vacancy savings, fixed costs, and inflation/deflation.

DP 51 - Adjustment for Statewide Personal Services - This adjustment funds statewide personal services and vacancy savings.

DP 52 - Adjustment for Statewide Operations - This adjustment funds the fixed cost and inflation/deflation rates as approved by the General Government subcommittee.

DP 30200 - Guardianship Caseload (Restricted/OTO) - The legislature approved restricted, OTO funding to cover projected increases in the number of finalized guardianships and the average cost per day. \$1,000 of the funding may be used to generate reports described in the following language: "The Child and Family Services Division of the Department of Health and Human Services shall report to the interim Children, Families, Health, and Human Services Committee by June 30, 2014, and to the 2015 session Joint Appropriations Subcommittee on Health and Human Services on the policies and procedures developed for the implementation of House Bill No. 131 and Senate Bill No. 65 and cases that resulted in better outcomes for children and families."

DP 30201 - Subsidized Adoption Caseload - The legislature provided funding to cover the projected increases in the number of finalized adoptions and the average cost per day in the Subsidized Adoption Program.

DP 30202 - Foster Care Caseload (Restricted) - The legislature approved restricted funding for the projected increases in the foster care caseload and developed the following language. "Funding for Foster Case Caseload may be expended only by the Child and Family Services Division for projected increases in caseload."

DP 30300 - Required Overtime / Holiday / Differential Pay - The legislature restored funding for overtime, holidays worked, differential pay, and the corresponding benefits.

DP 30400 - Guardianship FMAP Adjustment - The Legislature approved an increase general fund of \$31,485 for the biennium with a corresponding decrease in federal funds.

DP 30401 - Subsidized Adoption FMAP Adjustment - The legislature supported a funding increase in general fund of \$111,220 for the biennium with a corresponding decrease in federal funds.

DP 30402 - Foster Care FMAP Adjustment - The legislature approved funding decreases to the general fund of \$1,636 in FY 2014 with a corresponding increase in federal funds. There is an increase of \$126 general fund in FY 2015 with a corresponding decrease in federal funds.

DP 30500 - Private Lease Adjustment - The legislature approved \$134,633 in total funds for the 2015 biennium to pay the cost associated with lease adjustments in non-state owned buildings throughout the state.

DP 30803 - Leased Vehicles - The legislature approved funds to allow CFSD to replace aged, high-mileage vehicles currently owned by the division with leased vehicles available through the State Motor Pool.

New Proposals

New Proposals	Fiscal 2014					Fiscal 2015					
	Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 53 - Base Funding Switch											
03	0.00	176,639	(741)	(175,898)	0	0.00	299,309	(749)	(298,560)	0	
DP 30805 - Tribal Foster Care (Restricted / OTO)											
03	0.00	200,000	0	0	200,000	0.00	200,000	0	0	200,000	
DP 30901 - PRI - Foster Care											
03	0.00	153,014	0	69,218	222,232	0.00	309,193	0	139,716	448,909	
DP 30902 - PRI - Subsidized Adoption											
03	0.00	23,746	0	28,261	52,007	0.00	48,009	0	57,045	105,054	
DP 30903 - PRI - Subsidized Guardianship											
03	0.00	2,686	0	1,823	4,509	0.00	5,429	0	3,679	9,108	
DP 30904 - PRI - In Home Services											
03	0.00	31,976	0	0	31,976	0.00	64,591	0	0	64,591	
DP 30910 - Foster Care Stipend (Restricted / Biennial / OTO)											
03	0.00	0	0	577,613	577,613	0.00	0	0	577,613	577,613	
Total	0.00	\$588,061	(\$741)	\$501,017	\$1,088,337	0.00	\$926,531	(\$749)	\$479,493	\$1,405,275	

DP 53 - Base Funding Switch - The legislature approved the funding switch to base operations.

DP 30805 - Tribal Foster Care (Restricted / OTO) - The legislature approved a restricted, one-time-only appropriation of \$200,000 in general fund for each year of the biennium. Funding is restricted to use by the Child and Family Services Division on non-Title IV-E billable services for Tribal children living on the reservation.

DP 30901 - PRI - Foster Care - The legislature approved funding for a 2% provider rate increase in each year of the biennium for Foster Care services. The legislature directed DPHHS to raise provider rates by 2% each year of the 2015 biennium and included the requirement in HB 625, a bill to implement HB 2.

The table in the agency write-up shows the funding per program. Calculations account for the caseload increase. All rate increases are considered part of the benefit structure and would be distributed through the social assistance account.

DP 30902 - PRI - Subsidized Adoption - The legislature approved funding for a 2% provider rate increase in each year of the biennium for Foster Care services. The legislature directed DPHHS to raise provider rates by 2% each year of the 2015 biennium and included the requirement in HB 625, a bill to implement HB 2.

DP 30903 - PRI - Subsidized Guardianship - The legislature approved funding for a 2% provider rate increase in each year of the biennium for Foster Care services. The legislature directed DPHHS to raise provider rates by 2% each year of the 2015 biennium and included the requirement in HB 625, a bill to implement HB 2.

DP 30904 - PRI - In Home Services - The legislature approved funding for a 2% provider rate increase in each year of the biennium for Foster Care services. The legislature directed DPHHS to raise provider rates by 2% each year of the 2015 biennium and included the requirement in HB 625, a bill to implement HB 2.

DP 30910 - Foster Care Stipend (Restricted / Biennial / OTO) - The legislature approved a restricted, biennial, one-time-only (OTO) appropriation of \$577,613 federal TANF funds each year of the biennium for a \$0.75 per day stipend for regular foster care and regular kinship care families. This funding is the continuation of the OTO stipend that was implemented by the 2011 Legislature. It is an estimated \$0.75 per day in addition to the daily foster care maintenance payment. The Child and Family Services Division may adjust the stipend amount to reflect the appropriation and the actual number of children placed in regular family foster care and regular kinship foster care.

Language and Statutory Authority

The legislature proposes the following language for inclusion in HB 2.

The department of public health and human services must use \$310,724 in fiscal year 2014 and \$627,662 in fiscal year 2015 of funds in the Child and Family Services Division to raise provider rates by 2% in fiscal year 2014 and by an additional 2% in fiscal year 2015.

The Child and Family Services Division of the Department of Health and Human Services shall report to the interim Children, Families, Health, and Human Services Committee by June 30, 2014, and to the 2015 session Joint Appropriations Subcommittee on Health and Human Services on the policies and procedures developed for the implementation of House Bill No. 131 and Senate Bill No. 65 and cases that resulted in better outcomes for children and families.

Funding for Foster Case Caseload may be expended only by the Child and Family Services Division for projected increases in caseload.

Funding for Tribal Foster Care may be used only by the Child and Family Services Division for non-Title IV-E billable services provided to Tribal children living on the reservation.

Funding for Foster Care Stipend may be used only by the Child and Family Services Division to pay stipends to families who provide regular foster care in a youth foster home and kinship families who provide regular foster care in a kinship foster home of an estimated 75 cents per day in addition to the daily foster care maintenance payment. The Child and Family Services Division may adjust the stipend amount to reflect the funding of \$577,613 each year of the biennium with the actual number of children placed in regular family foster care and kinship foster care.