

# DEPARTMENT OF SOCIAL SERVICES

## FINANCIAL SUMMARY

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	FY 2012 REQUEST	GOVERNOR RECOMMENDS FY 2012
Office of the Director	\$ 42,348,021	\$ 24,802,479	\$ 50,845,967	\$ 26,249,456
Family Support Division	579,337,964	492,516,829	493,187,133	525,442,834
Children's Division	509,709,385	521,439,812	520,009,917	526,737,639
Division of Youth Services	60,497,917	61,904,239	60,289,692	60,811,385
MO HealthNet Division	6,095,036,317	6,555,928,996	7,045,237,382	7,034,102,523
<b>DEPARTMENTAL TOTAL</b>	<b>\$ 7,286,929,604</b>	<b>\$ 7,656,592,355 *</b>	<b>\$ 8,169,570,091</b>	<b>\$ 8,173,343,837</b>
General Revenue Fund	1,372,999,748	1,458,352,466	1,682,524,735	1,632,483,265
Federal Budget Stabilization Fund	70,704,787	0	0	0
Federal Stimulus - DSS Fund	8,736,985	0	0	60,000,000
Title XIX - Federal Funds and Other Funds	3,035,579,262	3,280,002,322	3,556,441,157	3,529,431,310
Temporary Assistance for Needy Families - Federal Funds	154,070,780	155,224,972	155,224,972	155,224,972
DSS - Federal and Other Funds	664,695,569	576,353,922	596,858,954	600,130,715
Uncompensated Care Fund	91,700,001	91,000,001	91,000,001	91,000,001
Pharmacy Rebates Fund	101,837,644	104,381,357	104,381,357	104,381,357
Third Party Liability Collections Fund	22,270,755	22,396,268	22,396,268	22,396,268
Intergovernmental Transfer Fund	83,775,968	136,080,463	136,080,463	136,080,463
Federal Reimbursement Allowance Fund	1,130,287,292	1,186,163,887	1,186,163,887	1,186,163,887
Pharmacy Reimbursement Allowance Fund	107,062,226	148,304,883	148,304,883	157,113,335
MO HealthNet Managed Care Organization Reimbursement Allowance Fund	14,742,960	2	2	2
Family Services Donations Fund	9,585	133,994	133,994	133,994
Child Support Enforcement Fund	9,455,544	12,164,335	12,025,467	12,262,618
Nursing Facility Federal Reimbursement Allowance Fund	221,535,727	245,822,055	245,822,055	245,822,055
Nursing Facility Quality of Care Fund	87,597	90,794	90,794	90,794
Health Initiatives Fund	19,943,432	20,583,585	20,583,585	26,783,585
Gaming Commission Fund	462,174	500,000	500,000	500,000
DSS Administrative Trust Fund	5,447,744	5,452,035	1,504,283	1,504,283
DSS Educational Improvement Fund	5,814,684	6,603,082	6,603,082	7,988,138
Blind Pension Fund	30,613,524	34,311,970	36,031,450	36,031,450
Healthy Families Trust Fund	52,975,451	64,779,494	64,779,494	64,779,494
Life Sciences Research Trust Fund	37,725,000	43,000,000	43,000,000	43,000,000
Youth Services Products Fund	0	1	1	1
Missouri Rx Plan Fund	10,084,952	17,230,525	10,730,525	10,730,525
Youth Services Treatment Fund	0	999	999	999
Early Childhood Development, Education and Care Fund	13,478,503	14,917,036	15,645,776	15,645,776
Premium Fund	9,240,272	10,230,392	10,230,392	10,230,392
Blindness Education, Screening and Treatment Program Fund	53,145	349,000	349,000	349,000
Alternative Care Trust Fund	11,538,293	12,000,000	12,000,000	12,000,000
Ambulance Service Reimbursement Allowance Fund	0	10,162,515	10,162,515	10,162,515
Recovery Audit and Compliance Fund	0	0	0	922,643
<b>Total Full-time Equivalent Employees</b>	<b>7,982.90</b>	<b>7,759.68</b>	<b>7,651.18</b>	<b>7,378.18</b>
General Revenue Fund	2,532.86	2,110.50	2,058.00	1,884.34
Federal Funds	5,023.43	5,078.15	5,022.15	4,923.80
Other Funds	426.61	571.03	571.03	570.04

\* Does not include \$148,126,085 recommended in the Fiscal Year 2011 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Social Services supplemental appropriations.

## DEPARTMENT OF SOCIAL SERVICES

### DEPARTMENT SUMMARY

The Fiscal Year 2012 budget provides \$8.2 billion for the Department of Social Services. The core functions provided by the Department of Social Services include:

- Protecting the welfare of Missouri's children through foster care, child abuse and neglect investigations, children's treatment, purchase of child care, and adoption assistance.
- Administering income support programs and many of the state's child support enforcement functions, such as, Temporary Assistance for Needy Families, Food Stamps, Energy Assistance, Blind Pension, Supplemental Aid to the Blind, Domestic Violence, and Medicaid eligibility.
- Providing case management, community care, and aftercare to youth committed to the state's custody for various crimes. The Juvenile Court Diversion Program works with local communities to help prevent juvenile crime and provide treatment for youth in their own communities.
- Administering health care delivery to over 900,000 of Missouri's neediest citizens, including the elderly, people with disabilities, children, and pregnant women. The Medicaid Program (Title XIX of the Social Security Act) is a federal-state effort to meet the health care needs of those who cannot pay for their own care. The health care services include hospital, physician, pharmacy, skilled nursing home care, home health care, mental health, and managed care. While states must meet certain minimum criteria, each state can establish eligibility guidelines, benefit packages, and provider payment rates for its Medicaid Program.

**DEPARTMENT OF SOCIAL SERVICES  
OFFICE OF THE DIRECTOR**

**FINANCIAL SUMMARY**

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Office of the Director	\$ 454,145	\$ 394,493	\$ 394,378
Mail Center Consolidation	333,049	0	0
Federal Grants and Donations	24,081,317	5,954,958	5,954,958
Human Resource Center	508,875	526,079	525,826
Staff Training	229,764	249,675	241,600
Missouri Medicaid Audit and Compliance	0	0	5,082,774
Recovery Audit and Compliance	0	0	500,000
Finance and Administrative Services	8,702,515	9,204,554	5,256,364
Revenue Maximization	195,000	250,000	250,000
Neglected and Delinquent Children	2,156,070	2,100,000	2,100,000
Legal Services	5,687,286	6,122,720	5,943,556
<b>TOTAL</b>	<b>\$ 42,348,021</b>	<b>\$ 24,802,479</b>	<b>\$ 26,249,456</b>
<b>PERSONAL SERVICE</b>			
General Revenue Fund	4,242,765	4,100,202	5,176,519
Federal Funds	4,272,367	4,240,303	5,656,620
Other Funds	823,869	810,321	1,150,321
<b>EXPENSE AND EQUIPMENT</b>			
General Revenue Fund	376,438	665,660	1,157,105
Federal Funds	4,894,108	4,107,639	5,595,646
Other Funds	5,518,119	5,592,427	2,227,318
<b>PROGRAM SPECIFIC DISTRIBUTION</b>			
General Revenue Fund	2,156,070	2,100,000	2,100,000
Federal Funds	20,064,285	3,160,957	3,160,957
Other Funds	0	24,970	24,970
<b>TOTAL</b>	<b>6,775,273</b>	<b>6,865,862</b>	<b>8,433,624</b>
General Revenue Fund	6,775,273	6,865,862	8,433,624
Federal Funds	29,230,760	11,508,899	14,413,223
Other Funds	6,341,988	6,427,718	3,402,609
<b>Total Full-time Equivalent Employees</b>			
General Revenue Fund	234.74	224.99	292.49
Federal Funds	105.74	105.93	126.98
Other Funds	108.37	100.46	137.46
Other Funds	20.63	18.60	28.05

**Office of the Director** – The Office of the Director includes the director, the director's staff, the Human Resource Center (HRC), and the Missouri Medicaid Audit and Compliance Unit (MMAC). The director provides leadership for over 7,000 employees and the divisions of the Department of Social Services. Current focus areas include the development of an infrastructure to promote the application of health information technologies and the health information exchanges in the state. The HRC plans, develops, and implements statewide human resource programs and training curriculums, giving direction and coordination to all divisions in the Department of Social Services. The MMAC ensures Medicaid provider payments are in compliance with state and federal requirements, thereby helping to ensure the efficiency of the Medicaid Program.

**Division of Finance and Administrative Services** – The Division of Finance and Administrative Services provides centralized financial and administrative support to all divisions. Financial related functions include audit support and contract compliance, budgeting, expenditure review and control, federal grants management and reporting, implementation of the department's fiscal policies, and responding to changes in federal and state fiscal policy. Administrative support services include emergency management, telecommunications, warehouse/inventory coordination and distribution, fleet management, and research and data management.

**DEPARTMENT OF SOCIAL SERVICES  
OFFICE OF THE DIRECTOR**

**Division of Legal Services** – The Division of Legal Services (DLS) provides comprehensive legal support to all divisions in the department. DLS responsibilities include due process hearings for public assistance and child support recipient appeals, legal advice and representation for the Children’s Division investigating fraud and abuse of public assistance programs, and conducting background investigations on department employees. The division also includes the State Technical Assistance Team which is responsible for assisting in investigations of child abuse, neglect, exploitation, child fatality, and management and training of Missouri’s Child Fatality Review Program. DLS also coordinates the department’s compliance with applicable federal and state privacy laws, such as the Health Insurance Portability and Accountability Act.

**Fiscal Year 2012 Governor’s Recommendations**

- \$500,000 Recovery Audit and Compliance Fund to pay recovery audit contractors.
- \$3,441,156 and 41 staff reallocated from the MO HealthNet Division for the Missouri Medicaid Audit and Compliance Unit, including \$1,270,577 general revenue.
- \$1,467,490 and 36 staff transferred from Department of Health and Senior Services and Department of Mental Health for the Missouri Medicaid Audit and Compliance Unit, including \$311,102 general revenue.
- (\$3,961,669) and (9.5) staff core reduction from the Fiscal Year 2011 appropriation level, including (\$13,917) general revenue.

**DEPARTMENT OF SOCIAL SERVICES  
FAMILY SUPPORT DIVISION**

**FINANCIAL SUMMARY**

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Family Support Administration	\$ 20,585,939	\$ 32,549,858	\$ 34,402,825
Income Maintenance Field Staff and Operations	84,942,121	86,940,035	86,593,613
Family Support Staff Training	219,800	381,527	360,901
Community Partnerships	8,080,327	8,100,723	8,100,723
Missouri Mentoring Partnership	1,281,227	1,385,000	1,295,000
Adolescent Boys Program	221,400	230,400	195,840
Family Nutrition Program	8,626,079	9,294,560	9,294,560
Temporary Assistance for Needy Families (TANF)	122,764,952	123,804,057	123,804,057
Adult Supplementation	58,870	61,665	51,665
Supplemental Nursing Care	24,956,106	25,807,581	25,807,581
Blind Pension	29,008,197	31,465,434	33,184,914
Refugee Assistance	1,839,044	3,808,853	3,808,853
Community Services Block Grant	15,013,778	19,144,171	19,144,171
Homeless Challenge Grant	311,931	500,000	500,000
Emergency Shelter Grants	1,340,000	1,880,000	1,880,000
Food Distribution Programs	1,175,585	1,500,000	1,500,000
Energy Assistance	114,033,921	40,826,051	40,826,051
Domestic Violence	5,926,137	6,437,653	5,825,153
Blind Administration	4,181,314	4,765,729	4,765,729
Services for the Visually Impaired	7,157,906	8,558,151	8,558,151
Business Enterprises	0	0	30,000,000
Child Support Field Staff and Operations	29,549,988	34,975,381	35,443,047
Child Support Distributions	98,063,342	50,100,000	50,100,000
<b>TOTAL</b>	<b>\$ 579,337,964</b>	<b>\$ 492,516,829</b>	<b>\$ 525,442,834</b>
<b>PERSONAL SERVICE</b>			
General Revenue Fund	22,996,017	23,257,782	20,438,832
Federal Funds	84,001,662	87,320,614	84,437,432
Other Funds	8,811,720	10,145,203	9,719,055
<b>EXPENSE AND EQUIPMENT</b>			
General Revenue Fund	8,092,072	13,094,398	14,822,915
Federal Funds	29,116,201	38,226,709	43,441,367
Other Funds	1,803,578	3,149,859	3,674,290
<b>PROGRAM SPECIFIC DISTRIBUTION</b>			
General Revenue Fund	34,379,173	37,273,487	37,173,487
Federal Funds	360,142,160	245,898,505	275,865,704
Other Funds	29,995,381	34,150,272	35,869,752
<b>TOTAL</b>			
General Revenue Fund	65,467,262	73,625,667	72,435,234
Federal Funds	473,260,023	371,445,828	403,744,503
Other Funds	40,610,679	47,445,334	49,263,097
<b>Total Full-time Equivalent Employees</b>			
General Revenue Fund	3,773.37	3,761.91	3,509.91
Federal Funds	760.87	553.16	481.04
Other Funds	2,737.65	2,784.31	2,623.03
Other Funds	274.85	424.44	405.84

**Administrative Services** – Management, coordination, and general direction are provided to all Family Support Division programs. The division director and staff monitor the efficiency and effectiveness of and provide policy direction for Income Maintenance and Child Support programs. Administrative Services also provides financial management and operational services, human resource support, and systems support to Income Maintenance and Child Support Enforcement field staff.

**Income Maintenance Field Staff and Operations** – Staff provides intake services, information and referral, and eligibility determinations for applicants of services provided by the department. Funds in these sections support the salaries, general operating expenses, and training for Income Maintenance eligibility specialists, administrative and supervisory staff, and clerical support positions in Family Support offices.

**DEPARTMENT OF SOCIAL SERVICES  
FAMILY SUPPORT DIVISION**

**Temporary Assistance for Needy Families (TANF)** – TANF is a program designed to provide temporary assistance/relief to families to promote self-sufficiency so parents do not remain dependent on government payments and children do not grow up in poverty. Under federal welfare reform, TANF was designed to be a temporary assistance which, coupled with a myriad of other support services, would enable parents to find and retain employment; thereby, enabling them to support their families without government assistance.

**Adult Supplementation** – The federal government assumed responsibility for Old Age Assistance, Aid to the Permanently and Totally Disabled, and Aid to the Blind programs in January 1974 when it created the Supplemental Security Income (SSI) Program. Recipients who are eligible for SSI, but who receive smaller benefits than their December 1973 payments, receive payments from the state equal to the difference. Recipients who are not eligible for SSI, but who received payments under one of the earlier programs, receive payments from the state equal to the amount they received in December 1973. The caseload has been declining since 1973 as recipients die, become ineligible through income changes, or leave the state.

**Supplemental Nursing Care** – This state-funded program makes monthly cash payments to residents of residential care, assisted living, and non-Medicaid nursing facilities. The type of facility appropriate for clients is dictated by their level of need for care. Minimal medical care is provided in Residential Care, more in Assisting Living, and significantly more in Nursing Facilities. Supplemental Nursing Care recipients also are provided an allowance each month for personal needs such as toiletries, transportation, and hair care.

**Blind Pension and Supplemental Aid to Blind** – Three separate programs assist blind persons. The first, Supplemental Aid to the Blind, pays benefits to those who meet certain income requirements. The second, Blind Pension, aids the blind who do not qualify for Supplemental Aid to the Blind and who do not own property – excluding homes – worth more than \$20,000. The third program, Adult Supplemental Payments, aids those who received Aid to the Blind before the federal SSI Program began in 1974, but who receive less from SSI than from the earlier program. New cases that meet the state's 1973 guideline also may be certified for Supplemental Aid to the Blind. All of these programs are funded from an earmarked state property tax that provides revenue to the Blind Pension Fund.

**Community Services Block Grant (CSBG), Emergency Shelter Grants, Homeless Funding, and Refugee Assistance** – CSBG funds are used to address six causes of poverty: unemployment, inadequate education, malnutrition, inadequate housing, unmet emergency needs, and poor use of income. Federal statutes require that 90 percent of CSBG funding be passed through to Community Action Agencies. The Emergency Shelter Grants Program provides grants to local governments for renovation or conversion of buildings for emergency shelters and to help meet the cost of emergency shelter operations. Homeless Challenge Grants offer local communities matching funds to establish programs to combat homelessness. The Refugee Assistance Program provides services to help refugees overcome language barriers, acquire or adapt vocational skills, and adjust to their new environment.

**Food Distribution** – The federally funded Food Distribution Program enables Family Support to provide USDA commodities and administrative funds to not-for-profit food banks to store, ship, and distribute food to eligible individuals and families. The Food Distribution Program also provides commodities for the Summer Food Service Program and other charitable institutions.

**Energy Assistance** – The Low-Income Home Energy Assistance Program is a federally funded block grant which provides heating assistance payments and winter and summer crisis assistance to low-income households.

**Domestic Violence** – This program issues contracts to local family violence shelters. Funds may be used for emergency shelters, counseling, and services for families in community-based shelters.

**Services for the Visually Impaired** – Professional staff in Rehabilitation Services for the Blind counsel and train blind and visually impaired Missourians, arrange for the purchase of other services, and help the visually impaired find jobs. Services include rehabilitation, vocational rehabilitation, diagnosis and treatment of eye disease, equipment and supplies for blind preschool children, the Public Building Vending program, and the Readers for the Blind Program.

**Child Support Field Staff and Operations** – Child Support Enforcement staff provide services to locate missing parents; establish paternity, medical support, and financial child support obligations; and enforce the collection of support payments for TANF, MO HealthNet and for non-TANF families that apply for child support services. The state retains approximately 36 percent of all assigned child support collected on current and former TANF cases.

**DEPARTMENT OF SOCIAL SERVICES  
FAMILY SUPPORT DIVISION**

**Child Support Distributions** – Distributions are made to reimburse counties that have signed a cooperative agreement with the Department of Social Services to provide judicial assistance in the establishment and enforcement of child support obligations. Child support collection and prosecution costs incurred by the counties are reimbursed by the federal government at a rate of 66 percent. This funding also supports contractual agreements with local governments to assist the division with paternity and other types of child support referrals through the establishment of multi-county, full-service centers. Counties pool resources to establish service centers dedicated to child support work.

Distributions are also made to families when the payment was collected by the department and to refund overpayments from federal income tax refund intercepts. This appropriation also provides a mechanism for reimbursing non-custodial parents for child support payments over-collected from state income tax refund intercepts.

**Fiscal Year 2012 Governor's Recommendations**

- \$30,000,000 federal funds to distribute funding to blind vendors for food services provided at Fort Leonard Wood.
- \$1,970,017 federal funds for the electronic benefit transfer contract due to increased volume of cases.
- \$989,856 Blind Pension Fund to increase the monthly benefit from \$686 to \$707 per month.
- \$729,624 Blind Pension Fund for caseload increase of blind pension recipients.
- \$100,000 federal funds to match planned spending levels for domestic violence prevention activities and services.
- \$2,318,303 transferred from Fringe Benefits for contractual staff, including \$923,855 general revenue.
- (\$3,044,683) and (252) staff core reduction from the Fiscal Year 2011 appropriation level, including (\$2,114,288) general revenue.
- (\$137,112) federal and other funds core reduction for one-time expenditures.

**DEPARTMENT OF SOCIAL SERVICES  
CHILDREN'S DIVISION**

**FINANCIAL SUMMARY**

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Children's Administration	\$ 5,863,036	\$ 6,804,529	\$ 6,804,487
Children's Field Staff and Operations	69,394,505	79,443,723	78,385,657
Child Welfare Accreditation	7,630,337	0	0
Children's Staff Training	1,130,522	1,224,397	1,145,569
Children's Treatment Services	11,810,416	11,976,238	11,922,168
Crisis Nursery	879,706	0	0
Teen Crisis Care	286,075	0	0
Crisis Care	0	1,250,001	1,250,001
Foster Care	35,283,758	37,302,719	47,004,455
Adoption and Subsidized Guardianship	78,857,557	81,739,364	78,847,840
Adoption Resource Centers	274,000	150,000	150,000
Independent Living	3,991,826	4,050,000	3,000,000
Transitional Living	2,064,018	2,064,018	2,064,018
Children's Programs Pool	14,595,845	14,195,873	14,195,646
Child Assessment Centers	2,241,971	2,298,952	2,298,952
Residential Treatment	52,124,115	51,644,115	51,344,115
Foster Care Case Management Contracts	25,157,066	24,357,066	24,357,066
IV-E Court Contracts	108,374	400,000	400,000
Child Abuse and Neglect Grant	114,089	188,316	188,316
Foster Care Children's Account	11,538,293	12,000,000	12,000,000
Purchase of Child Care	185,150,206	188,950,501	188,950,501
Child Abuse and Neglect Prevention	1,143,182	1,400,000	1,190,000
Child Abuse Prevention Demonstrations	70,488	0	0
Foster Youth Educational Assistance	0	0	1,238,848
<b>TOTAL</b>	<b>\$ 509,709,385</b>	<b>\$ 521,439,812</b>	<b>\$ 526,737,639</b>
<b>PERSONAL SERVICE</b>			
General Revenue Fund	29,973,591	30,832,942	29,278,288
Federal Funds	44,817,556	46,479,363	45,892,619
Other Funds	109,228	112,400	112,400
<b>EXPENSE AND EQUIPMENT</b>			
General Revenue Fund	3,762,061	3,841,027	4,774,696
Federal Funds	8,919,806	9,322,932	9,536,118
Other Funds	63,971	1,038,781	1,036,514
<b>PROGRAM SPECIFIC DISTRIBUTION</b>			
General Revenue Fund	209,374,688	210,911,610	212,523,663
Federal Funds	187,717,416	192,988,036	196,939,613
Other Funds	24,971,068	25,912,721	26,643,728
<b>TOTAL</b>	<b>243,110,340</b>	<b>245,585,579</b>	<b>246,576,647</b>
General Revenue Fund	243,110,340	245,585,579	246,576,647
Federal Funds	241,454,778	248,790,331	252,368,350
Other Funds	25,144,267	27,063,902	27,792,642
<b>Total Full-time Equivalent Employees</b>			
General Revenue Fund	2,252.75	2,128.53	2,060.53
Federal Funds	907.80	756.73	707.35
Other Funds	1,341.98	1,369.00	1,350.38
	2.97	2.80	2.80

**Children's Administration** – The Children's Division Administrative Services provides management, coordination, and general direction for all Children's Division programs. The division director and staff monitor the effectiveness of programs that promote safety, permanency, and well-being for Missouri's children served by the division. Administrative Services provides policy direction, financial management and operational services, and human resource support to field staff.

## **DEPARTMENT OF SOCIAL SERVICES CHILDREN'S DIVISION**

**CD Field Staff and Operations/Staff Training** – This provides funding and training for Children's Service workers and support staff to maintain the Children's Division programs in each of the state's 45 Judicial Circuits. Front-line staff respond to allegations of child abuse or neglect, provide assistance for families in need of services to keep or return children home safely, secure appropriate out-of-home placements for children placed in the division's custody, and locate permanent homes when it is in the best interest of children.

In 2009, the Children's Division obtained national accreditation by the Council on Accreditation (COA), in accordance with Section 210.113, RSMo. To achieve accreditation, Missouri's child welfare system was reviewed and measured against nationally-recognized standards of best practice established by COA.

**Children's Treatment Services, Intensive In-Home Services, Crisis Care, and Prevention Programs** – The Children's Treatment Services funding provides a variety of contracted services to child abuse victims and their parents. Specific services include family therapy, homemaker services, respite care, parent aides, child care, and crisis care services. Children's Treatment Services also provides funding for intensive, in-home services to help prevent placement of children in foster care and keep children with their families. Prevention programs such as Crisis Care Centers and home visitation provide services for families and children to prevent child abuse and neglect and to divert children from the state's custody.

**Foster Care, Children's Account, Adoption Subsidy, and Subsidized Guardianship** – The Foster Care Program provides monthly room and board payments for children in the custody and care of the Children's Division. Types of placements include traditional foster care, relative care, and kinship care. For children with intensive behavioral or medical needs, specialized placements are provided. Payments are made for non-Medicaid medical and dental services, clothing, transportation, foster parent training, respite care, and other needs. Children in state custody may receive funds from a variety of sources, including child support payments. These monies are used to offset the cost of maintaining the child in foster care and to pay for any special expenses of the child.

The Adoption Subsidy Program and Subsidized Guardianship Program provide financial assistance to parents who adopt or become legal guardians of special needs children in order to move these children from foster care into permanent family arrangements.

**Children's Programs Pool** – This pooled appropriation allows flexible spending for Children's Program areas.

**Child Assessment Centers** – Child Assessment Centers provide a child friendly setting where children, reported to have been sexually abused, can be interviewed by multi-disciplinary team members and receive a single medical examination.

**Residential Treatment, Transitional Living, Independent Living, and Title IV-E Court Contracts** – Residential facilities are used when foster family care cannot meet the children's treatment needs. The division contracts with a wide range of residential programs, ranging from small group homes to large, self-contained, resident campuses. Facilities must be licensed or be accredited by one of three nationally recognized accrediting organizations. Independent Living programs assist foster care children, ages 15 to 21, in learning the necessary skills for the transition from foster care to adult independent living in the community. Transitional Living placement programs assist foster care children ages 16 to 21 by placing youth in their communities with support services. Court contracts through the Title IV-E Program allow the Children's Division to pass through federal funds to be used for reimbursement to juvenile courts for children in the court's custody placed in juvenile court residential facilities.

**Foster Care Case Management Contracts** – The Children's Division contracts with private agencies to provide foster/adoption case management services to children who have been removed from their homes and are under the jurisdiction of the Juvenile Court. These children have been abused and/or neglected or were found to be at serious risk of such. The goal of the foster care case management contracts is to improve safety, stability, and timely permanency for these children.

**Purchase of Child Care** – A key to successful welfare reform and the prevention of abuse and neglect is access to quality, affordable child care. Without child care assistance, many parents could not participate in job training or education, or maintain employment in order to become self-sufficient and end their dependence on government assistance. Without such assistance, the risk of children being left in unsafe environments also increases. The Early Childhood Development, Education and Care Fund supports programs to improve the availability of, and access to, quality child care and programs that prepare children to enter school ready to succeed. Because children learn more from the ages of zero to five than during any other developmental period, the availability of quality child care is essential to preparing children for school.

### **Fiscal Year 2012 Governor's Recommendations**

- \$6,910,396 for additional funding necessary to operate existing services for children in state custody, including \$3,276,338 general revenue.
- \$728,740 Early Childhood Development, Education and Care Fund for a fund switch from general revenue.
- \$88,848 for foster youth tuition waivers.
- \$696,020 transferred from Fringe Benefits for contractual staff, including \$505,310 general revenue.
- (\$3,123,477) and (68) staff core reduction from the Fiscal Year 2011 appropriation level, including (\$2,879,428) general revenue.
- (\$2,700) federal funds transferred to the Office of Administration for parking leases.

**DEPARTMENT OF SOCIAL SERVICES  
DIVISION OF YOUTH SERVICES**

**FINANCIAL SUMMARY**

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Administrative Services	\$ 1,979,159	\$ 2,067,695	\$ 2,066,860
Youth Treatment Programs	54,583,112	55,757,058	54,665,039
Juvenile Court Diversion	3,935,646	4,079,486	4,079,486
<b>TOTAL</b>	<b>\$ 60,497,917</b>	<b>\$ 61,904,239</b>	<b>\$ 60,811,385</b>
<b>PERSONAL SERVICE</b>			
General Revenue Fund	21,617,537	21,596,214	18,221,171
Federal Funds	22,134,839	22,121,828	22,742,673
Other Funds	2,862,306	2,869,743	3,169,743
<b>EXPENSE AND EQUIPMENT</b>			
General Revenue Fund	423,140	401,390	994,702
Federal Funds	6,357,003	6,928,268	6,567,192
Other Funds	3,071,167	3,660,110	4,937,898
<b>PROGRAM SPECIFIC DISTRIBUTION</b>			
General Revenue Fund	3,498,158	3,586,804	3,590,625
Federal Funds	66,975	31,149	71,380
Other Funds	466,792	708,733	516,001
<b>TOTAL</b>			
General Revenue Fund	25,538,835	25,584,408	22,806,498
Federal Funds	28,558,817	29,081,245	29,381,245
Other Funds	6,400,265	7,238,586	8,623,642
<b>Total Full-time Equivalent Employees</b>			
General Revenue Fund	1,477.87	1,376.14	1,288.14
Federal Funds	682.84	609.65	504.44
Other Funds	703.52	685.39	694.44
	91.51	81.10	89.26

**Youth Services Administration** – The youth services administrative unit assumes overall responsibility for designing, implementing, managing, and evaluating all programs operated by the Division of Youth Services (DYS). Five regional offices work with central office staff to ensure program efficiency and effectiveness at the local level.

**Youth Treatment** – Youth treatment is composed of residential services and non-residential services. Residential Services provides youthful offenders with structured rehabilitation programs when placement at home is no longer an option. Services include academic and vocational education for youth in residential placement. The division operates seven secure care facilities, 18 moderate care facilities, and seven community based facilities. Non-residential Services help youthful offenders adjust to community life and become law-abiding and productive citizens. The division provides: case management; community care which includes day treatment, intensive supervision, family counseling, and alternative living; and aftercare services. Case management involves evaluating youths' needs and managing their service delivery plan. Community care involves treatment of youth without placement in a DYS facility. Alternative living includes foster care and independent living services for juveniles who cannot return to their homes. Day treatment programs provide education and treatment services for youth who continue to live at home. Family counseling is provided to strengthen the family structure, communication, and parenting. Intensive supervision provides mentoring to youth in the community. Aftercare is the provision of support services to help juveniles return to their families and communities as law-abiding and productive citizens.

**Juvenile Court Diversion** – The Juvenile Court Diversion Program encourages local communities to develop programs to divert youth from commitment to DYS through contracts with local courts to provide early intervention services to first-time offenders to stop their delinquent behavior.

**Fiscal Year 2012 Governor's Recommendations**

- \$1,085,056 DSS Educational Improvement Fund for one-time expenditures.
- \$300,000 DSS Educational Improvement Fund and 8.17 staff to replace general revenue in youth treatment services.
- \$300,000 federal funds and 9.05 staff to replace general revenue due to increased Medicaid earnings.
- \$288,697 transferred from Fringe Benefits for contractual staff.
- (\$1,612,861) and (38.5) staff transferred to the Office of Administration for maintenance consolidation.
- (\$1,453,746) and (66.72) staff core reduction from the Fiscal Year 2011 appropriation level.

**DEPARTMENT OF SOCIAL SERVICES  
MO HEALTHNET DIVISION**

**FINANCIAL SUMMARY**

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Administrative Services	\$ 73,771,476	\$ 90,704,238	\$ 133,604,581
MO HealthNet Vendor Payments and Managed Care	5,990,078,018	6,432,169,887	6,866,706,304
State Medical	31,186,823	33,054,871	33,791,638
<b>TOTAL</b>	<b>\$ 6,095,036,317</b>	<b>\$ 6,555,928,996</b>	<b>\$ 7,034,102,523</b>
<b>PERSONAL SERVICE</b>			
General Revenue Fund	3,004,555	3,383,947	2,679,454
Federal Funds	5,244,167	5,620,219	4,915,726
Other Funds	1,541,140	1,621,280	1,621,280
<b>EXPENSE AND EQUIPMENT</b>			
General Revenue Fund	28,097,915	23,106,998	10,618,887
Federal Funds	73,734,623	84,799,342	56,153,713
Other Funds	5,680,483	7,584,022	8,726,647
<b>PROGRAM SPECIFIC DISTRIBUTION</b>			
General Revenue Fund	1,001,005,568	1,080,200,005	1,268,932,921
Federal Funds	3,082,304,215	3,260,335,352	3,583,810,237
Other Funds	1,894,423,651	2,089,277,831	2,096,643,658
<b>TOTAL</b>			
General Revenue Fund	1,032,108,038	1,106,690,950	1,282,231,262
Federal Funds	3,161,283,005	3,350,754,913	3,644,879,676
Other Funds	1,901,645,274	2,098,483,133	2,106,991,585
<b>Total Full-time Equivalent Employees</b>			
General Revenue Fund	244.17	268.11	227.11
Federal Funds	75.61	85.03	64.53
Other Funds	131.91	138.99	118.49
	36.65	44.09	44.09

**Administrative Services** – The MO HealthNet Division is an intermediary for providing services to both participants and providers. The agency's structure includes two major sections: Finance and Operations, and Clinical Services.

Finance and Operations work to incorporate the newest and best technology to accurately and efficiently pay providers in a paperless environment. Technology is a robust reporting function that is critical to the management responsibilities of the division. The resultant database of paid claims is used to monitor the programs, provide program integrity, and compile data to project financial needs and trends. Provider enrollment and relations, participant services, and premium collections are also functions under the Finance and Operations section.

The Clinical Services section oversees pharmacy enhancement and rebates, the exception program, the psychology program, and the Missouri Rx Plan. The Clinical Services unit reaches out to organizations through existing contracts, such as the University of Missouri Health Management Team, to assist in needed data mining and analysis. The process allows for examination and analysis of performance in terms of efficiency of operations and anticipated health status outcomes. Utilizing a variety of sources, the Clinical Services section establishes best practices based on evidence-based reviews.

**Fiscal Year 2012 Governor's Recommendations**

- \$60,000,000 federal funds for health technology incentives.
- (\$10,633,646) federal funds core reduction for one-time expenditures related to Medicaid Management Information System reengineering.
- (\$3,441,156) and (41) staff reallocated from the MO HealthNet Division for the Missouri Medicaid Audit and Compliance Unit, including (\$1,270,577) general revenue.
- (\$3,024,855) core reduction from the Fiscal Year 2011 appropriation level, including (\$524,855) general revenue.

**DEPARTMENT OF SOCIAL SERVICES  
MO HEALTHNET DIVISION**

**MEDICAID EXPENDITURES  
SELECTED SERVICES AND ANNUAL TOTALS**

	FY 2010 EXPENDITURE	FY 2011 APPROPRIATION	GOVERNOR RECOMMENDS FY 2012
Pharmacy	\$ 981,742,589	\$ 1,112,708,022	\$ 1,283,516,358
Physicians	489,417,513	594,571,350	610,110,530
Dental	14,606,278	19,914,360	20,441,627
Premium Payments	157,634,508	190,403,958	207,999,701
Nursing Facilities and Home Health	599,195,189	596,097,732	571,049,510
Rehabilitation and Specialty Services	252,434,409	292,089,529	295,204,728
Managed Care	1,054,886,453	1,068,925,172	1,170,243,613
Hospital Care	727,936,477	813,250,756	912,849,100
Safety Net Hospitals	4,386,191	8,000,000	8,000,000
FRA and NFFRA	1,092,144,116	1,114,021,150	1,114,021,150
Health Care Access	6,223,705	10,447,611	11,096,714
Children's Health Insurance Program	150,006,401	156,387,490	180,246,700
School District Claiming	34,660,255	33,369,908	54,723,724
MO HealthNet Supplemental Pool	184,232,753	35,698,084	35,698,084
IGT Safety Net Hospitals	232,998,681	199,854,549	199,854,549
IGT DMH	0	178,630,216	178,630,216
FQHC	7,572,500	7,800,000	13,020,000
<b>TOTAL</b>	<b>\$ 5,990,078,018</b>	<b>\$ 6,432,169,887</b>	<b>\$ 6,866,706,304</b>
<b>EXPENSE AND EQUIPMENT</b>			
General Revenue Fund	20,344,269	15,203,000	3,779,578
Federal Funds	21,506,259	19,668,000	5,622,103
Other Funds	1,504,629	391,600	1,534,225
<b>PROGRAM SPECIFIC DISTRIBUTION</b>			
General Revenue Fund	971,784,407	1,049,108,899	1,237,131,298
Federal Funds	3,082,304,215	3,260,334,322	3,523,809,207
Other Funds	1,892,634,239	2,087,464,066	2,094,829,893
<b>TOTAL</b>			
General Revenue Fund	992,128,676	1,064,311,899	1,240,910,876
Federal Funds	3,103,810,474	3,280,002,322	3,529,431,310
Other Funds	1,894,138,868	2,087,855,666	2,096,364,118
<b>Total Full-time Equivalent Employees</b>			
	0.00	0.00	0.00

**Vendor Payments** – The Medicaid Program (Title XIX of the Social Security Act) is a federal-state effort to pay for the health care of those who cannot pay for their own care. Federal law sets the minimum services for any state that opts to administer the Medicaid Program. These include hospital; physician; Early and Periodic Screening, Diagnostic and Treatment lab and x-ray; skilled nursing home care; home health care; Federally Qualified Health Centers; rural health clinics; non-emergency transportation; and family planning services.

In addition to Medicaid State Plan Services, Missouri provides women's health services for women with incomes no greater than 185 percent of the federal poverty level, through an 1115 waiver. Also, the State Children's Health Insurance Program State Plan is the federal-state effort to pay for the health care of uninsured children above existing Medicaid eligibility limits up to 300 percent of the federal poverty level. Children will receive a benefit package equal to Medicaid coverage, though non-emergency medical transportation is not available to children in families with income above 150 percent of the federal poverty level.

**DEPARTMENT OF SOCIAL SERVICES  
MO HEALTHNET DIVISION**

**Fiscal Year 2012 Governor's Recommendations**

- \$159,253,736 for the additional anticipated cost of existing Medicaid programs to ensure that all program cores are sufficiently funded to meet projected expenditures, including \$56,349,670 general revenue.
- \$142,071,858 to fund caseload growth for the Permanently and Totally Disabled, Qualified Medical Beneficiary, custodial parents and children, including \$51,377,251 general revenue.
- \$78,787,562 to apply an actuarially required trend factor for both utilization and cost component increases for managed care in the eastern, central, and western regions, including \$28,175,334 general revenue.
- \$72,729,001 for increased clawback payments for Medicare Part D drug coverage.
- \$56,823,117 to address the anticipated increases in the pharmacy program due to new drugs, therapies, utilization, and inflation, including \$11,685,508 general revenue.
- \$11,301,984 for anticipated increases in Medicare Part A and B premiums, including \$3,977,661 general revenue.
- \$10,084,395 for an adjustment to address the change in the Medicaid federal participation percentage, including \$4,572,583 general revenue.
- \$9,000,000 federal funds for a health care home initiative through the Federally Qualified Health Centers.
- \$394,595 for anticipated increases to Medicare hospice rates, including \$144,380 general revenue.
- (\$105,909,831) core reduction from the Fiscal Year 2011 appropriation level, including (\$52,412,411) general revenue.

**State Medical** – The State Medical Program allows individuals who do not meet categorical eligibility criteria for Title XIX to receive nearly all of the same services, which are reimbursed for Title XIX eligibles, including non-institutional, nursing facility, and hospital care. These individuals include Child Welfare Services, Blind Pension, Presumptive Eligibility for Pregnant Women recipients, and youth in the custody of the Division of Youth Services.

**Fiscal Year 2012 Governor's Recommendations**

- \$736,767 to address the anticipated increases in the pharmacy program due to new drugs, therapies, utilization, and inflation.