

DEPARTMENT OF SOCIAL SERVICES

FINANCIAL SUMMARY

	FY 2011 EXPENDITURE	FY 2012 APPROPRIATION	FY 2013 REQUEST	GOVERNOR RECOMMENDS FY 2013
Office of the Director	\$ 70,192,852	\$ 33,199,844	\$ 33,586,732	\$ 33,575,893
Family Support Division	534,494,865	525,247,584	525,233,715	520,926,984
Children's Division	492,342,553	526,737,639	534,961,018	546,291,738
Division of Youth Services	59,687,015	60,811,385	59,726,329	59,943,578
MO HealthNet Division	6,159,948,941	6,799,225,856	7,156,344,225	6,845,367,433
DEPARTMENTAL TOTAL	\$ 7,316,666,226	\$ 7,945,222,308 *	\$ 8,309,852,019	\$ 8,006,105,626
General Revenue Fund	1,426,384,001	1,594,286,317	1,683,871,583	1,554,666,906
Federal Stimulus - DSS Fund	28,222,766	60,000,000	98,362,500	100,000,000
Title XIX - Federal Funds and Other Funds	3,018,963,262	3,396,194,726	3,518,800,796	3,267,669,713
Temporary Assistance for Needy Families - Federal Funds	164,429,902	155,224,972	155,224,972	160,870,175
DSS - Federal and Other Funds	602,986,383	601,717,215	626,803,378	617,532,615
Uncompensated Care Fund	82,590,000	92,364,915	92,364,915	92,364,915
Pharmacy Rebates Fund	104,381,357	104,381,357	104,381,357	155,920,885
Third Party Liability Collections Fund	22,490,775	22,396,268	22,396,268	22,400,943
Intergovernmental Transfer Fund	70,206,872	71,348,801	71,348,801	71,348,801
Federal Reimbursement Allowance Fund	1,204,166,898	1,186,163,887	1,233,663,887	1,252,050,321
Pharmacy Reimbursement Allowance Fund	152,882,474	157,113,335	157,113,335	157,113,544
MO HealthNet Managed Care Organization Reimbursement Allowance Fund	600	2	2	385,069
Family Services Donations Fund	8,101	133,994	133,994	133,994
Child Support Enforcement Fund	7,912,558	12,354,868	12,262,618	12,189,032
Nursing Facility Federal Reimbursement Allowance Fund	218,247,095	245,822,055	287,558,017	287,558,017
Nursing Facility Quality of Care Fund	87,947	90,794	90,794	91,533
Health Initiatives Fund	29,767,023	26,783,585	26,783,585	27,674,514
Gaming Commission Fund	498,625	500,000	500,000	500,000
DSS Administrative Trust Fund	3,227,006	1,504,283	1,504,283	1,504,319
DSS Educational Improvement Fund	6,386,346	7,988,138	6,903,082	6,923,563
Blind Pension Fund	32,483,222	36,031,450	36,811,006	36,813,794
Healthy Families Trust Fund	64,779,494	64,779,494	64,779,494	64,779,444
Long Term Support UPL Fund	0	0	0	17,511,994
Life Sciences Research Trust Fund	33,757,651	43,000,000	43,000,000	33,000,000
Youth Services Products Fund	0	1	1	1
Missouri Rx Plan Fund	6,215,313	10,730,525	10,730,525	10,734,898
Youth Services Treatment Fund	0	999	999	999
Early Childhood Development, Education and Care Fund	14,216,169	15,645,776	15,645,776	15,645,874
Premium Fund	10,044,886	10,230,392	10,230,392	10,230,392
Blindness Education, Screening and Treatment Program Fund	63,098	349,000	349,000	349,000
Alternative Care Trust Fund	11,266,402	12,000,000	12,000,000	12,000,000
Ambulance Service Reimbursement Allowance Fund	0	10,162,515	10,162,515	10,162,665
Recovery Audit and Compliance Fund	0	5,922,644	5,922,644	5,925,206
Foster Care and Adoptive Parents Retention and Recruitment Fund	0	0	100,000	1,000
Medicaid Provider Enrollment Fund	0	0	51,500	51,500
Total Full-time Equivalent Employees	7,482.61	7,355.18	7,358.18	7,266.68
General Revenue Fund	2,321.11	1,861.34	1,864.34	1,824.84
Federal Funds	4,750.94	4,923.80	4,923.80	4,876.80
Other Funds	410.56	570.04	570.04	565.04

* Does not include \$55,490,234 recommended in the Fiscal Year 2012 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 2013 budget provides \$8 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 approximately 900,000 Missouri 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 2011 EXPENDITURE	FY 2012 APPROPRIATION	GOVERNOR RECOMMENDS FY 2013
Office of the Director	\$ 383,327	\$ 344,766	\$ 345,685
Federal Grants and Donations	54,868,702	5,954,958	5,954,958
Human Resource Center	503,839	525,826	529,865
Staff Training	219,414	241,600	239,692
Missouri Medicaid Audit and Compliance	0	12,082,774	12,118,829
Recovery Audit and Compliance	0	500,000	500,000
Finance and Administrative Services	6,612,214	5,256,364	5,282,247
Revenue Maximization	297,857	250,000	250,000
Neglected and Delinquent Children	2,076,396	2,100,000	2,100,000
Legal Services	5,231,103	5,943,556	6,254,617
TOTAL	\$ 70,192,852	\$ 33,199,844	\$ 33,575,893
PERSONAL SERVICE			
General Revenue Fund	3,790,611	5,126,907	5,338,632
Federal Funds	3,876,787	5,656,620	5,757,677
Other Funds	742,323	1,150,321	1,160,866
EXPENSE AND EQUIPMENT			
General Revenue Fund	634,229	1,570,605	1,516,446
Federal Funds	13,925,505	7,182,146	7,239,146
Other Funds	3,244,290	7,227,318	7,277,199
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	2,076,396	2,100,000	2,100,000
Federal Funds	41,902,711	3,160,957	3,160,957
Other Funds	0	24,970	24,970
TOTAL			
General Revenue Fund	6,501,236	8,797,512	8,955,078
Federal Funds	59,705,003	15,999,723	16,157,780
Other Funds	3,986,613	8,402,609	8,463,035
Total Full-time Equivalent Employees			
General Revenue Fund	202.98	292.49	297.49
Federal Funds	89.34	126.98	130.78
Other Funds	18.07	28.05	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. 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. The division's 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. The division also coordinates the department's compliance with applicable federal and state privacy laws, such as the Health Insurance Portability and Accountability Act.

Fiscal Year 2013 Governor's Recommendations

- \$206,000 federal and other funds to comply with federal program integrity requirements for Medicaid providers.
- \$180,888 and three staff for the Division of Legal Services to conduct hearings related to Temporary Assistance for Needy Families drug testing requirements pursuant to HB 73 and 47 (2011).
- \$110,151 for pay plan, including \$47,303 general revenue.
- \$83,530 and two staff transferred from the Department of Health and Senior Services to Division of Legal Services for consolidation of hearings unit staff, including \$34,776 general revenue.
- (\$194,750) one-time core reduction for a Medicaid case management system, including (\$97,250) general revenue.
- (\$9,770) core reduction from the Fiscal Year 2012 appropriation level, including (\$8,151) general revenue.

**DEPARTMENT OF SOCIAL SERVICES
FAMILY SUPPORT DIVISION**

FINANCIAL SUMMARY

	FY 2011 EXPENDITURE	FY 2012 APPROPRIATION	GOVERNOR RECOMMENDS FY 2013
Family Support Administration	\$ 22,457,256	\$ 34,402,825	\$ 30,216,128
Income Maintenance Field Staff and Operations	76,447,458	85,593,613	85,680,266
Family Support Staff Training	146,574	360,901	349,899
Community Partnerships	7,610,918	8,100,723	8,101,576
Missouri Mentoring Partnership	1,220,004	1,295,000	1,294,935
Adolescent Boys Program	186,840	195,840	195,840
Family Nutrition Program	9,291,102	9,294,560	9,294,560
Temporary Assistance for Needy Families (TANF)	124,134,918	123,804,057	123,804,057
Adult Supplementation	49,123	51,665	41,665
Supplemental Nursing Care	24,620,981	25,807,581	25,178,384
Blind Pension	30,815,112	33,184,914	33,964,470
Refugee Assistance	1,794,921	3,808,853	3,808,853
Community Services Block Grant	19,115,465	19,144,171	19,644,171
Homeless Challenge Grant	140,327	500,000	0
Emergency Shelter Grants	1,476,639	1,880,000	1,880,000
Food Distribution Programs	1,146,352	1,500,000	1,500,000
Energy Assistance	79,113,793	40,826,051	40,828,602
Domestic Violence	5,570,674	6,537,653	6,537,653
Blind Administration	3,965,548	4,765,729	4,795,963
Services for the Visually Impaired	7,194,023	8,558,151	8,557,407
Business Enterprises	0	30,000,000	30,000,000
Child Support Field Staff and Operations	29,174,455	35,535,297	35,152,555
Child Support Distributions	88,822,382	50,100,000	50,100,000
TOTAL	\$ 534,494,865	\$ 525,247,584	\$ 520,926,984
PERSONAL SERVICE			
General Revenue Fund	19,682,510	19,438,832	19,206,066
Federal Funds	77,452,174	84,437,432	84,129,242
Other Funds	8,416,459	9,719,055	9,681,698
EXPENSE AND EQUIPMENT			
General Revenue Fund	10,694,178	15,535,415	14,427,462
Federal Funds	32,646,117	43,441,367	40,788,013
Other Funds	653,508	3,766,540	3,645,201
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	27,229,505	37,173,487	36,534,290
Federal Funds	325,824,362	275,865,704	275,865,704
Other Funds	31,896,052	35,869,752	36,649,308
TOTAL			
General Revenue Fund	57,606,193	72,147,734	70,167,818
Federal Funds	435,922,653	403,744,503	400,782,959
Other Funds	40,966,019	49,355,347	49,976,207
Total Full-time Equivalent Employees			
General Revenue Fund	3,431.88	3,486.91	3,428.91
Federal Funds	649.69	458.04	438.04
Other Funds	2,518.86	2,623.03	2,590.03
Other Funds	263.33	405.84	400.84

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 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 is designed to be a temporary assistance which, coupled with a myriad of other support services, enables 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 for use in paying for their care. 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 is collected by the department on behalf of the family 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 2013 Governor's Recommendations

- \$1,125,010 to fund the HB 73 and 47 (2011) provision requiring a photograph be added to the electronic benefits transfer card for TANF recipients, including \$978,122 general revenue.
- \$585,396 Blind Pension Fund for caseload increase of blind pension recipients.
- \$498,217 federal funds for drug testing TANF recipients pursuant to HB 73 and 47 (2011).
- \$350,000 federal funds for a fund switch from general revenue for domestic violence shelters and prevention grants.
- \$194,160 Blind Pension Fund to increase monthly benefit from \$707 to \$711 per month.
- \$1,026,579 for pay plan, including \$350,070 general revenue.
- (\$6,129,945) and (58) staff core reduction from the Fiscal Year 2012 appropriation level, including (\$3,308,108) general revenue.
- (\$1,970,017) federal funds core reduction for one-time expenditures.

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

FINANCIAL SUMMARY

	FY 2011 EXPENDITURE	FY 2012 APPROPRIATION	GOVERNOR RECOMMENDS FY 2013
Children's Administration	\$ 5,622,435	\$ 6,804,487	\$ 6,840,688
Children's Field Staff and Operations	73,700,072	77,134,947	77,936,715
Children's Staff Training	1,030,749	1,145,569	1,135,030
Children's Treatment Services	11,789,872	14,772,878	13,172,859
Crisis Care	976,076	2,050,001	2,050,001
Foster Care	37,257,912	47,004,455	52,681,755
Adoption and Subsidized Guardianship	80,244,875	78,847,840	78,847,361
Adoption Resource Centers	147,000	150,000	150,000
Independent Living	3,946,478	3,000,000	3,000,000
Transitional Living	2,063,568	2,064,018	2,064,018
Children's Programs Pool	18,880,380	11,795,646	11,795,646
Child Assessment Centers	2,240,641	2,298,952	2,298,952
Residential Treatment	51,644,095	51,344,115	55,789,291
Foster Care Case Management Contracts	24,338,390	24,357,066	24,357,066
IV-E Court Contracts	72,396	400,000	400,000
Child Abuse and Neglect Grant	91,827	188,316	188,316
Foster Care Children's Account	11,266,402	12,000,000	12,000,000
Purchase of Child Care	165,974,201	188,950,501	198,955,192
Child Abuse and Neglect Prevention	1,055,184	1,190,000	1,190,000
Foster Youth Educational Assistance	0	1,238,848	1,238,848
IV-E-CASA Training	0	0	200,000
TOTAL	\$ 492,342,553	\$ 526,737,639	\$ 546,291,738
PERSONAL SERVICE			
General Revenue Fund	28,724,224	29,278,288	29,183,278
Federal Funds	43,883,196	45,892,619	45,768,215
Other Funds	103,214	112,400	113,430
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,557,977	4,774,697	5,145,443
Federal Funds	7,178,286	9,536,119	10,414,688
Other Funds	23,236	1,036,514	1,036,303
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	209,631,629	212,523,662	221,386,750
Federal Funds	174,799,975	196,939,612	206,599,903
Other Funds	25,440,816	26,643,728	26,643,728
TOTAL	240,913,830	246,576,647	255,715,471
General Revenue Fund	240,913,830	246,576,647	255,715,471
Federal Funds	225,861,457	252,368,350	262,782,806
Other Funds	25,567,266	27,792,642	27,793,461
Total Full-time Equivalent Employees			
General Revenue Fund	2,189.93	2,060.53	2,032.53
Federal Funds	871.69	707.35	690.55
Other Funds	1,315.42	1,350.38	1,339.18
	2.82	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, 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 funding also provides 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.

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

Fiscal Year 2013 Governor's Recommendations

- \$10,123,379 for additional funding necessary to operate existing services for the increasing number of children in state custody, including \$5,463,088 general revenue.
- \$10,000,000 for purchase of childcare to replace one-time federal funds and due to increasing caseload, including \$5,000,000 general revenue.
- \$200,000 federal funds for the purpose of funding CASA IV-E allowable training costs.
- \$1,000 Foster Care and Adoptive Parents Retention and Recruitment Fund for the purpose of granting awards to licensed community-based foster care and adoption recruitment programs pursuant to HB 431 (2011).
- \$681,838 for pay plan, including \$265,079 general revenue.
- \$230,697 transferred from Fringe Benefits to contract for a pilot of foster/adoptive home recruitment, retention, and development, including \$92,261 general revenue.
- (\$1,682,815) and (28) staff core reduction from the Fiscal Year 2012 appropriation level, including (\$1,681,604) general revenue.

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

FINANCIAL SUMMARY

	FY 2011 EXPENDITURE	FY 2012 APPROPRIATION	GOVERNOR RECOMMENDS FY 2013
Administrative Services	\$ 1,966,679	\$ 2,066,860	\$ 2,082,188
Youth Treatment Programs	53,879,128	54,665,039	53,781,904
Juvenile Court Diversion	3,841,208	4,079,486	4,079,486
TOTAL	\$ 59,687,015	\$ 60,811,385	\$ 59,943,578
PERSONAL SERVICE			
General Revenue Fund	20,125,886	18,221,171	18,295,085
Federal Funds	21,916,430	22,742,673	22,867,244
Other Funds	2,860,550	3,169,743	3,198,795
EXPENSE AND EQUIPMENT			
General Revenue Fund	369,921	994,702	991,848
Federal Funds	5,102,885	6,567,192	6,567,192
Other Funds	2,737,946	4,937,898	3,845,408
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,367,006	3,590,625	3,590,625
Federal Funds	1,797,628	71,380	71,380
Other Funds	1,408,763	516,001	516,001
TOTAL	23,862,813	22,806,498	22,877,558
General Revenue Fund	28,816,943	29,381,245	29,505,816
Federal Funds	7,007,259	8,623,642	7,560,204
Other Funds			
Total Full-time Equivalent Employees			
General Revenue Fund	1,416.74	1,288.14	1,280.64
Federal Funds	631.55	504.44	500.94
Other Funds	693.99	694.44	690.44
	91.20	89.26	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 provide 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 2013 Governor's Recommendations

- \$402,950 for pay plan, including \$166,181 general revenue.
- (\$1,085,056) DSS Educational Improvement Fund core reduction for one-time expenditures.
- (\$185,701) and (7.5) staff core reduction from the Fiscal Year 2012 appropriation level, including (\$95,121) general revenue.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

FINANCIAL SUMMARY

	FY 2011 EXPENDITURE	FY 2012 APPROPRIATION	GOVERNOR RECOMMENDS FY 2013
Administrative Services	\$ 61,218,797	\$ 133,604,581	\$ 188,880,406
MO HealthNet Vendor Payments and Managed Care	6,067,604,929	6,631,829,637	6,622,695,389
State Medical	31,125,215	33,791,638	33,791,638
TOTAL	\$ 6,159,948,941	\$ 6,799,225,856	\$ 6,845,367,433
PERSONAL SERVICE			
General Revenue Fund	3,171,801	2,679,454	2,704,019
Federal Funds	5,116,191	4,915,726	4,960,789
Other Funds	1,421,461	1,621,280	1,636,148
EXPENSE AND EQUIPMENT			
General Revenue Fund	17,223,886	10,618,887	11,255,109
Federal Funds	53,466,974	56,153,713	69,833,713
Other Funds	6,511,364	8,726,647	9,601,704
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,077,104,242	1,230,659,585	1,182,991,853
Federal Funds	3,005,713,092	3,450,573,653	3,362,048,640
Other Funds	1,990,219,930	2,033,276,911	2,200,335,458
TOTAL			
General Revenue Fund	1,097,499,929	1,243,957,926	1,196,950,981
Federal Funds	3,064,296,257	3,511,643,092	3,436,843,142
Other Funds	1,998,152,755	2,043,624,838	2,211,573,310
Total Full-time Equivalent Employees			
General Revenue Fund	241.08	227.11	227.11
Federal Funds	78.84	64.53	64.53
Other Funds	127.10	118.49	118.49
	35.14	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.

The Finance and Operations section works to incorporate the newest and best technology to accurately and efficiently pay providers in a paperless environment. Technology provides 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 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 2013 Governor's Recommendations

- \$40,000,000 federal funds for electronic health records incentive payments to physicians, hospitals, and other providers.
- \$15,200,000 to sustain the MO HealthNet technology infrastructure, including \$638,946 general revenue.
- \$84,496 for pay plan, including \$24,565 general revenue.
- (\$8,671) core reduction from the Fiscal Year 2012 appropriation level, including (\$2,724) general revenue.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

**MEDICAID EXPENDITURES
SELECTED SERVICES AND ANNUAL TOTALS**

	FY 2011 EXPENDITURE	FY 2012 APPROPRIATION	GOVERNOR RECOMMENDS FY 2013
Pharmacy	\$ 1,103,423,923	\$ 1,261,837,403	\$ 1,232,417,251
Physicians	570,810,612	605,830,842	617,932,572
Dental	16,919,553	20,313,841	20,313,841
Premium Payments	182,793,744	206,474,371	178,886,284
Nursing Facilities and Home Health	569,175,735	570,911,865	566,869,668
Rehabilitation and Specialty Services	258,814,999	294,479,167	294,953,858
Managed Care	1,032,627,359	1,148,266,112	1,126,120,522
Hospital Care	754,508,502	899,575,804	804,930,087
Safety Net Hospitals	4,638,523	8,000,000	8,000,000
FRA and NFFRA	1,124,772,208	1,114,021,150	1,223,257,112
Health Care Access	8,067,629	11,089,178	11,089,178
Children's Health Insurance Program	155,133,145	177,733,546	177,733,546
School District Claiming	29,244,613	54,723,724	54,723,724
MO HealthNet Supplemental Pool	57,449,339	35,698,085	35,698,085
IGT Safety Net Hospitals	192,439,045	199,854,549	199,854,549
IGT Health Care Home	0	10,000,000	11,000,000
FQHC	6,786,000	13,020,000	13,020,000
Long-term Care UPL	0	0	45,895,112
TOTAL	\$ 6,067,604,929	\$ 6,631,829,637	\$ 6,622,695,389
EXPENSE AND EQUIPMENT			
General Revenue Fund	10,209,040	3,779,578	3,779,578
Federal Funds	13,250,170	5,622,103	5,622,103
Other Funds	2,090,426	1,534,225	1,534,175
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,047,653,791	1,198,857,962	1,151,190,230
Federal Funds	3,005,713,092	3,390,572,623	3,262,047,610
Other Funds	1,988,688,410	2,031,463,146	2,198,521,693
TOTAL			
General Revenue Fund	1,057,862,831	1,202,637,540	1,154,969,808
Federal Funds	3,018,963,262	3,396,194,726	3,267,669,713
Other Funds	1,990,778,836	2,032,997,371	2,200,055,868
Total Full-time Equivalent Employees			
	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. Families with incomes above 150 percent of the federal poverty level, but below 300 percent of the federal poverty level must pay premiums to receive coverage for their children.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

Fiscal Year 2013 Governor's Recommendations

- \$68,083,414 for an adjustment to address the change in the Medicaid federal participation percentage, including \$28,915,448 general revenue.
- \$67,500,000 Federal Reimbursement Allowance Fund to redistribute Medicaid Disproportionate Share Hospital (DSH) payments to be in compliance with hospital specific DSH limit standards.
- \$50,730,012 federal funds for a federally required physician rate increase for primary care services.
- \$45,895,112 federal and other funds for a long-term care upper payment limit initiative.
- \$42,756,629 Pharmacy Rebates Fund for pharmaceutical payments.
- \$41,735,962 Nursing Facility Federal Reimbursement Allowance Fund for a \$6 per day increase for payments to nursing facilities.
- \$20,163,635 for increased clawback payments to the federal government for Medicare Part D drug coverage.
- \$1,602,030 for a \$750 per member per month rate increase to the Program for All-Inclusive Care for the Elderly (PACE), including \$610,552 general revenue.
- \$1,000,000 federal and other funds for hospital owned health homes.
- \$474,691 for anticipated increases to Medicare hospice rates, including \$180,905 general revenue.
- (\$349,075,733) core reduction from the Fiscal Year 2012 appropriation level, including (\$97,538,272) 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, and Presumptive Eligibility for Pregnant Women recipients, and youth in the custody of the Division of Youth Services.

Fiscal Year 2013 Governor's Recommendations

Continue funding at the current level.