

DEPARTMENT OF SOCIAL SERVICES

FINANCIAL SUMMARY

	FY 2012 EXPENDITURE	FY 2013 APPROPRIATION	FY 2014 REQUEST	GOVERNOR RECOMMENDS FY 2014
Office of the Director	\$ 33,380,236	\$ 42,280,564	\$ 42,494,780	\$ 42,421,458
Family Support Division	547,842,442	681,132,349	671,955,034	733,144,819
Children's Division	518,953,292	538,851,370	546,443,362	554,303,685
Division of Youth Services	58,191,164	61,933,463	60,311,711	60,740,790
MO HealthNet Division	<u>6,708,407,546</u>	<u>6,900,560,668</u>	<u>7,147,348,051</u>	<u>8,056,337,719</u>
DEPARTMENTAL TOTAL	\$ 7,866,774,680	\$ 8,224,758,414 *	\$ 8,468,552,938	\$ 9,446,948,471
General Revenue Fund	1,561,796,497	1,499,368,101	1,623,506,965	1,597,837,674
Federal Stimulus - DSS Fund	143,118,021	100,000,000	100,000,000	100,000,000
Title XIX - Federal Funds and Other Funds	3,105,981,921	3,268,225,070	3,399,731,486	4,307,308,219
Temporary Assistance for Needy Families - Federal Funds	156,332,348	165,135,720	182,331,918	183,133,302
DSS - Federal and Other Funds	622,993,845	758,172,357	755,447,917	810,423,592
Uncompensated Care Fund	92,199,921	92,364,914	92,364,914	92,794,914
Pharmacy Rebates Fund	110,758,652	169,129,885	179,527,724	177,711,631
Third Party Liability Collections Fund	18,558,596	23,909,667	19,918,891	19,880,333
Intergovernmental Transfer Fund	72,872,081	70,948,801	70,948,801	70,948,801
Federal Reimbursement Allowance Fund	1,354,879,684	1,296,640,333	1,301,440,395	1,299,908,705
Pharmacy Reimbursement Allowance Fund	157,634,754	179,113,715	179,113,728	178,408,534
MO HealthNet Managed Care Organization Reimbursement Allowance Fund	0	385,067	0	0
Family Services Donations Fund	7,730	143,994	143,994	143,994
Child Support Enforcement Fund	8,111,584	12,742,072	12,256,433	12,256,433
Nursing Facility Federal Reimbursement Allowance Fund	243,881,158	311,758,016	311,758,016	311,704,074
Missouri Housing Trust Fund	1,113,491	0	0	0
Nursing Facility Quality of Care Fund	90,473	92,262	92,326	93,253
Health Initiatives Fund	25,850,586	28,821,579	26,806,567	29,523,206
Gaming Commission Fund	426,163	500,000	500,000	500,000
Missouri Senior Services Protection Fund	0	0	0	12,885,156
DSS Administrative Trust Fund	1,128,567	1,504,299	1,504,299	1,504,335
DSS Educational Improvement Fund	7,259,822	6,949,672	6,952,190	6,981,764
Blind Pension Fund	33,653,143	36,822,692	33,965,228	33,965,233
Healthy Families Trust Fund	64,712,216	64,818,585	53,984,660	57,960,146
Long Term Support UPL Fund	0	17,511,994	17,511,994	17,502,101
Blind Pension Premium Fund	0	3,632,576	0	0
Blind Pension Healthcare Fund	0	18,045,720	0	0
Life Sciences Research Trust Fund	33,313,750	33,000,000	33,000,000	32,000,000
Youth Services Products Fund	0	5,000	5,000	5,000
Missouri Rx Plan Fund	6,717,203	20,484,522	17,503,376	17,511,268
Youth Services Treatment Fund	0	999	999	999
Early Childhood Development, Education and Care Fund	13,832,050	5,807,648	5,807,671	12,808,082
Premium Fund	8,723,782	10,230,392	10,230,392	22,230,392
Blindness Education, Screening and Treatment Program Fund	101,720	349,000	349,000	349,000
Alternative Care Trust Fund	13,896,481	12,000,000	15,000,000	15,000,000
Ambulance Service Reimbursement Allowance Fund	6,827,336	10,162,837	10,162,851	16,979,639
Recovery Audit and Compliance Fund	1,105	5,928,425	6,628,703	6,632,191
Foster Care and Adoptive Parents Retention and Recruitment Fund	0	1,000	5,000	5,000
Medicaid Provider Enrollment Fund	0	51,500	51,500	51,500
Total Full-time Equivalent Employees	7,318.88	7,219.71	7,226.71	7,159.33
General Revenue Fund	2,176.27	1,781.41	1,812.29	1,789.39
Federal Funds	4,740.58	4,873.58	4,880.55	4,835.55
Other Funds	402.03	564.72	533.87	534.39

* Does not include \$22,477,196 recommended in the Fiscal Year 2013 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 2014 budget provides \$9.4 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.

In November 2012, Governor Nixon laid out his plan to provide Medicaid coverage for more Missourians. Decreasing the number of the state's uninsured will not only benefit the overall health of Missouri residents but will also be a fiscally responsible move for taxpayers. Federal funding will cover 100 percent of the costs for the first three years and 90 percent or more in subsequent years. This action will provide coverage to approximately 300,000 low-income, working Missourians between the ages of 19 and 64 who are not eligible for Medicare and who cannot afford health insurance. It will also allow taxes paid by Missourians to be spent in Missouri, rather than other states.

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

FINANCIAL SUMMARY

	FY 2012 EXPENDITURE	FY 2013 APPROPRIATION	GOVERNOR RECOMMENDS FY 2014
Office of the Director	\$ 288,470	\$ 273,825	\$ 337,798
Federal Grants and Donations	15,463,120	10,033,999	9,501,450
Human Resource Center	478,784	533,096	537,862
Staff Training	216,917	0	0
Missouri Medicaid Audit and Compliance	4,459,061	12,147,322	12,192,410
Recovery Audit and Compliance	1,105	500,000	1,200,000
Finance and Administrative Services	4,431,213	5,140,460	5,169,874
Revenue Maximization	771,925	5,250,000	5,250,000
Neglected and Delinquent Children	1,938,832	2,100,000	1,900,000
Legal Services	5,330,809	6,301,862	6,332,064
TOTAL	\$ 33,380,236	\$ 42,280,564	\$ 42,421,458
PERSONAL SERVICE			
General Revenue Fund	4,793,895	5,204,300	5,263,888
Federal Funds	5,326,432	5,797,790	5,925,874
Other Funds	683,623	1,160,406	1,169,934
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,082,965	1,368,594	1,344,837
Federal Funds	7,854,654	12,107,306	11,979,454
Other Funds	1,178,878	7,277,186	7,977,186
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,938,832	2,100,000	1,900,000
Federal Funds	9,407,466	7,230,997	6,826,300
Other Funds	1,113,491	33,985	33,985
TOTAL			
General Revenue Fund	7,815,692	8,672,894	8,508,725
Federal Funds	22,588,552	25,136,093	24,731,628
Other Funds	2,975,992	8,471,577	9,181,105
Total Full-time Equivalent Employees			
General Revenue Fund	266.25	295.74	295.74
Federal Funds	115.77	129.49	129.02
Other Funds	133.72	138.28	138.77
Other Funds	16.76	27.97	27.95

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 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 2014 Governor's Recommendations

- \$700,000 Recovery Audit and Compliance Fund to pay audit contractors.
- \$112,131 for pay plan, including \$50,001 general revenue.
- \$14,547 to reposition certain nursing positions to improve recruitment and retention, including \$5,776 general revenue.
- \$9,126 for the final pay period of the Fiscal Year 2013 approved pay plan, including \$3,811 general revenue.
- (\$471,153) federal funds reallocated to various divisions in the department.
- (\$200,000) core reduction from the Fiscal Year 2013 appropriation level.
- (\$23,757) core reduction for one-time expenditures.

**DEPARTMENT OF SOCIAL SERVICES
FAMILY SUPPORT DIVISION**

FINANCIAL SUMMARY

	FY 2012 EXPENDITURE	FY 2013 APPROPRIATION	GOVERNOR RECOMMENDS FY 2014
Family Support Administration	\$ 17,570,118	\$ 30,236,155	\$ 89,356,688
Income Maintenance Field Staff and Operations	76,830,638	84,411,054	82,919,488
Family Support Staff Training	272,433	282,399	282,399
Community Partnerships	7,878,845	8,102,508	8,103,456
Missouri Mentoring Partnership	1,190,398	1,294,935	1,294,935
Adolescent Boys Program	186,840	195,840	195,840
Family Nutrition Program	9,294,560	9,294,560	11,181,261
Temporary Assistance for Needy Families (TANF)	119,839,740	127,804,057	146,858,132
Adult Supplementation	43,272	41,665	38,665
Supplemental Nursing Care	24,747,461	25,178,384	24,909,384
Blind Pension	32,061,945	33,964,470	33,964,470
Refugee Assistance	1,767,681	3,808,853	3,808,853
Community Services Block Grant	15,269,169	19,644,171	19,644,171
Homeless Challenge Grant	194,206	0	0
Emergency Shelter Grants	1,393,682	1,880,000	0
Emergency Solutions Program	0	0	2,630,000
Food Distribution Programs	1,500,000	1,500,000	1,500,000
Energy Assistance	81,272,768	114,831,383	114,547,867
Domestic Violence	6,254,579	6,537,653	8,466,524
Blind Administration	3,932,614	4,832,808	4,666,751
Services for the Visually Impaired	7,215,799	8,557,407	8,399,614
Business Enterprises	25,600,960	30,000,000	30,000,000
Child Support Field Staff and Operations	30,665,550	36,013,382	35,768,571
Child Support Distributions	82,859,184	104,607,750	104,607,750
Blind Pension Medical	0	28,112,915	0
TOTAL	\$ 547,842,442	\$ 681,132,349	\$ 733,144,819
PERSONAL SERVICE			
General Revenue Fund	18,534,301	17,405,482	18,307,169
Federal Funds	75,691,593	85,077,854	84,020,791
Other Funds	8,190,398	9,768,033	8,837,706
EXPENSE AND EQUIPMENT			
General Revenue Fund	12,918,973	14,143,299	20,253,257
Federal Funds	30,968,845	40,438,013	94,848,180
Other Funds	869,049	4,137,451	4,317,431
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	36,498,592	41,634,290	39,663,572
Federal Funds	330,743,735	408,765,704	427,832,486
Other Funds	33,426,956	59,762,223	35,064,227
TOTAL	67,951,866	73,183,071	78,223,998
General Revenue Fund	437,404,173	534,281,571	606,701,457
Federal Funds	42,486,403	73,667,707	48,219,364
Other Funds			
Total Full-time Equivalent Employees			
General Revenue Fund	3,330.11	3,386.77	3,319.39
Federal Funds	611.56	397.78	406.23
Other Funds	2,461.85	2,588.34	2,543.34
	256.70	400.65	369.82

Administrative Services/Eligibility and Enrollment System – 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. The division manages Missouri's current eligibility and enrollment system which is unable to meet new federal requirements regarding a web-based application and seamless coordination with other insurance affordability programs. The federal government has made enhanced federal matching funds available through December 31, 2015 to upgrade state eligibility and enrollment systems. The department's four-year technology investment plan will improve workflows and business processes and allow for significant staff efficiencies.

DEPARTMENT OF SOCIAL SERVICES FAMILY SUPPORT DIVISION

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.

Family Support Staff Training – This provides training for income maintenance and child support enforcement staff as well as community representatives. Proper training is key to ensuring program compliance and developing effective staff.

Community Partnerships – Twenty organizations partner with the department and other state agencies to plan, develop, finance, and monitor strategies to achieve specific core results. These core results include safe and healthy children and families, children ready to enter and succeed in school, youth ready to enter the workforce, and parents as a part of the workforce.

Missouri Mentoring Partnership – The program provides intervention programming and offers worksite and teen parent mentoring to youth at risk of entering the welfare system or the justice system.

Adolescent Boys Program – Federal dollars are utilized to help boys age 11-14 understand healthy relationships, respect for females in their lives, and the responsibility fatherhood brings. The program also explores the risk factors related to teen fatherhood and increases young fathers' involvement with their children.

Family Nutrition Program – The department partners with the community to deliver information and training on nutrition and food budgeting for food stamp eligible individuals, especially women; people with children in the home; at risk, pregnant, and parenting teens; youth; and seniors.

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 Assisted 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 Solutions Grants, 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 Solutions 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. 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.

**DEPARTMENT OF SOCIAL SERVICES
FAMILY SUPPORT DIVISION**

Services for the Visually Impaired/Business Enterprises – 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. The Blind Enterprise Program facilitates a contract arrangement between Fort Leonard Wood and a blind vendor to provide full food service. Payments from the Department of Defense are received by the Department of Social Services, deposited into the State Treasury and paid to the subcontractor for its services under the contract.

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.

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 2014 Governor's Recommendations

- \$59,398,202 to begin the modernization of the eligibility and enrollment system, including \$6,246,713 general revenue. This will result in a reduction of (60) staff in the first year.
- \$2,496,883 and 23.45 staff to replace Blind Pension Fund for blind administration and services for the visually impaired.
- \$1,928,871 federal funds for domestic violence shelters and prevention grants to expand transitional housing and enhance residential and support services.
- \$1,886,701 federal funds to provide nutrition and fitness education and services to food stamp eligible individuals.
- \$750,000 federal funds to provide emergency shelter for Missourians who are homeless and services to prevent homelessness.
- \$984,067 for pay plan, including \$236,849 general revenue.
- \$92,708 for the final pay period of the Fiscal Year 2013 approved pay plan, including \$15,555 general revenue.
- \$19,054,075 transferred from the Department of Economic Development for administration of the Missouri Work Assistance Program, including \$1,873,994 general revenue.
- \$951,154 transferred to the Department of Social Services for fringe savings from staff reductions due to modernization of its eligibility and enrollment system, including \$216,863 general revenue.
- (\$28,133,789) reallocated to various divisions in the department, including (\$5,000,000) general revenue.
- (\$6,622,472) and (30.83) staff core reduction from the Fiscal Year 2013 appropriation level, including (\$272,000) general revenue.
- (\$773,930) core reduction for one-time expenditures.

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

FINANCIAL SUMMARY

	FY 2012 EXPENDITURE	FY 2013 APPROPRIATION	GOVERNOR RECOMMENDS FY 2014
Children's Administration	\$ 5,764,403	\$ 6,833,062	\$ 6,852,523
Children's Field Staff and Operations	73,462,000	77,848,650	78,552,907
Children's Staff Training	1,122,714	1,135,030	1,135,030
Children's Treatment Services	12,762,162	13,172,859	18,343,759
Crisis Care	1,179,773	2,050,000	2,050,000
Foster Care	46,180,494	53,942,907	52,524,473
Foster Parent Training	428,660	576,399	576,399
Adoption and Subsidized Guardianship	74,790,843	78,847,361	78,564,113
Adoption Resource Centers	147,000	300,000	300,000
Independent Living	2,272,723	3,000,000	3,000,000
Transitional Living	2,049,033	2,064,018	2,918,887
Children's Programs Pool	20,114,158	11,795,646	0
Child Assessment Centers	2,253,560	2,800,000	2,298,952
Residential Treatment	50,913,062	55,789,291	63,108,551
Foster Care Case Management Contracts	23,921,190	24,357,066	29,533,794
IV-E Court Contracts	185,421	400,000	400,000
Child Abuse and Neglect Grant	99,523	188,316	188,316
Foster Care Children's Account	13,896,481	12,000,000	15,000,000
Head Start Collaboration Office	0	0	300,000
Purchase of Child Care	185,292,914	189,121,917	196,027,133
Child Abuse and Neglect Prevention	887,064	1,190,000	1,190,000
Foster Youth Educational Assistance	1,230,114	1,238,848	1,238,848
IV-E-CASA Training	0	200,000	200,000
TOTAL	\$ 518,953,292	\$ 538,851,370	\$ 554,303,685
PERSONAL SERVICE			
General Revenue Fund	27,803,945	28,704,658	28,991,653
Federal Funds	43,871,362	46,192,836	46,633,646
Other Funds	106,225	114,285	115,414
EXPENSE AND EQUIPMENT			
General Revenue Fund	3,069,170	5,018,021	5,018,021
Federal Funds	7,001,669	10,414,688	10,214,443
Other Funds	58,172	1,036,303	1,040,303
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	211,684,016	223,190,521	225,765,815
Federal Funds	197,671,456	206,873,682	209,719,062
Other Funds	27,687,277	17,306,376	26,805,328
TOTAL			
General Revenue Fund	242,557,131	256,913,200	259,775,489
Federal Funds	248,544,487	263,481,206	266,567,151
Other Funds	27,851,674	18,456,964	27,961,045
Total Full-time Equivalent Employees			
General Revenue Fund	2,170.92	2,030.88	2,030.88
Federal Funds	846.83	689.55	689.55
Other Funds	1,321.19	1,338.53	1,338.53
Other Funds	2.90	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, 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, Foster Parent Training, 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. These dollars have been reallocated back to the program area, as used in the prior fiscal year.

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.

Foster Youth Educational Assistance – This provides financial assistance for tuition and other fees related to post-secondary education and vocational training to youth in foster care and former foster care youth. The program gives the Division the opportunity to provide funding to assist eligible youth interested in pursuing higher education to reach their goals.

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

Fiscal Year 2014 Governor's Recommendations

- \$11,220,561 federal funds to expand transitional child care and for a three percent rate increase for licensed and licensed-exempt childcare providers.
- \$7,000,000 Early Childhood Development, Education and Care Fund to support incentives for accredited childcare providers and local Early Head Start programs.
- \$5,960,752 to serve the increasing number of children in state custody, including \$3,714,893 general revenue.
- \$3,000,000 Alternative Care Trust Fund to distribute funds collected by the division on behalf of children in the care and custody of the state of Missouri.
- \$1,045,596 for a three percent rate increase for foster care providers, including \$620,561 general revenue.
- \$957,965 federal funds for post-adoption services and enhancing recruitment activities.
- \$944,880 to fund a rate increase for providers of residential treatment services for abused and neglected children, including \$614,172 general revenue.
- \$4,000 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 Section 453.600, RSMo.
- \$687,977 for pay plan, including \$263,337 general revenue.
- \$61,218 for the final pay period of the Fiscal Year 2013 approved pay plan, including \$23,658 general revenue.
- \$300,000 federal funds transferred from the Department of Elementary and Secondary Education for the Missouri Head Start Collaboration office.
- (\$13,661,774) core reduction from the Fiscal Year 2013 appropriation level, including (\$826,781) general revenue.
- (\$1,567,812) reallocated to various divisions in the department, including (\$1,547,551) general revenue.
- (\$501,048) Health Initiatives Fund core reduction for one-time expenditures.

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

FINANCIAL SUMMARY

	FY 2012 EXPENDITURE	FY 2013 APPROPRIATION	GOVERNOR RECOMMENDS FY 2014
Administrative Services	\$ 1,867,523	\$ 2,090,941	\$ 2,088,875
Youth Treatment Programs	52,665,108	55,763,036	54,572,429
Juvenile Court Diversion	3,658,533	4,079,486	4,079,486
TOTAL	\$ 58,191,164	\$ 61,933,463	\$ 60,740,790
PERSONAL SERVICE			
General Revenue Fund	17,279,300	18,420,225	18,611,068
Federal Funds	22,403,832	23,061,252	23,281,817
Other Funds	3,144,508	3,225,984	3,259,453
EXPENSE AND EQUIPMENT			
General Revenue Fund	639,219	991,848	991,848
Federal Funds	4,973,460	6,567,192	6,567,192
Other Funds	3,033,723	3,851,406	3,861,406
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,562,944	5,228,175	3,590,625
Federal Funds	1,525,658	71,380	71,380
Other Funds	1,628,520	516,001	506,001
TOTAL			
General Revenue Fund	21,481,463	24,640,248	23,193,541
Federal Funds	28,902,950	29,699,824	29,920,389
Other Funds	7,806,751	7,593,391	7,626,860
Total Full-time Equivalent Employees			
General Revenue Fund	1,345.10	1,279.21	1,279.21
Federal Funds	539.20	500.06	500.06
Other Funds	706.12	689.94	689.94
	99.78	89.21	89.21

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 6 secure care facilities, 19 moderate care facilities, and 7 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 2014 Governor's Recommendations

- \$409,969 for pay plan, including \$168,989 general revenue.
- \$36,059 for the final pay period of the Fiscal Year 2013 approved pay plan, including \$14,636 general revenue.
- \$19,110 to reposition certain nursing positions to improve recruitment and retention, including \$7,218 general revenue.
- (\$1,637,550) reallocated to MO HealthNet Division.
- (\$20,261) federal funds reallocated to the Office of Director.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

FINANCIAL SUMMARY

	FY 2012 EXPENDITURE	FY 2013 APPROPRIATION	GOVERNOR RECOMMENDS FY 2014
Administrative Services	\$ 137,488,648	\$ 191,941,244	\$ 187,537,210
MO HealthNet Vendor Payments and Managed Care	6,539,023,801	6,708,619,424	7,840,672,483
State Medical	31,895,097	0	0
Blind Pension Medical Benefits	0	0	28,128,026
TOTAL	\$ 6,708,407,546	\$ 6,900,560,668	\$ 8,056,337,719
PERSONAL SERVICE			
General Revenue Fund	2,599,048	2,720,702	2,751,528
Federal Funds	4,859,067	4,996,743	5,345,900
Other Funds	1,056,725	1,649,349	1,770,916
EXPENSE AND EQUIPMENT			
General Revenue Fund	15,057,023	10,439,913	10,439,913
Federal Funds	66,056,027	71,333,713	58,811,565
Other Funds	8,107,666	11,709,100	10,204,100
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,204,334,274	1,122,798,073	1,214,944,480
Federal Funds	3,220,070,879	3,362,603,997	4,408,787,023
Other Funds	2,186,266,837	2,312,309,078	2,343,282,294
TOTAL			
General Revenue Fund	1,221,990,345	1,135,958,688	1,228,135,921
Federal Funds	3,290,985,973	3,438,934,453	4,472,944,488
Other Funds	2,195,431,228	2,325,667,527	2,355,257,310
Total Full-time Equivalent Employees			
General Revenue Fund	206.50	227.11	234.11
Federal Funds	62.91	64.53	64.53
Other Funds	117.70	118.49	124.97
Other Funds	25.89	44.09	44.61

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 2014 Governor’s Recommendations

- \$9,151,867 federal and other funds and seven staff to sustain the MO HealthNet technology infrastructure.
- \$1,000,000 federal funds for the Adult Medicaid Quality Grant.
- \$85,927 for pay plan, including \$24,960 general revenue.
- \$13,972 to reposition certain nursing positions to improve recruitment and retention, including \$3,947 general revenue.
- \$6,651 for the final pay period of the Fiscal Year 2013 approved pay plan, including \$1,919 general revenue.
- \$532,549 federal funds reallocated from the Office of the Director.
- (\$15,195,000) federal and other funds core reduction from the Fiscal Year 2013 appropriation level.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

**MEDICAID EXPENDITURES
SELECTED SERVICES AND ANNUAL TOTALS**

	FY 2012 EXPENDITURE	FY 2013 APPROPRIATION	GOVERNOR RECOMMENDS FY 2014
Pharmacy	\$ 1,263,221,245	\$ 1,247,941,300	\$ 1,288,915,940
Physicians	599,860,662	618,122,109	671,820,123
Dental	17,004,185	20,313,841	16,958,662
Premium Payments	184,393,973	178,886,284	181,712,730
Nursing Facilities and Home Health	564,905,728	567,069,668	590,532,765
Rehabilitation and Specialty Services	273,876,842	294,953,858	309,452,981
Managed Care	1,091,556,624	1,126,120,521	1,204,483,252
Hospital Care	802,684,225	810,751,203	807,975,409
Safety Net Hospitals	5,344,978	8,000,000	8,000,000
FRA and NFFRA	1,310,161,022	1,289,046,451	1,323,846,451
Health Care Access	9,845,233	11,089,177	6,282,770
Children's Health Insurance Program	172,849,475	177,733,545	180,875,309
School District Claiming	30,095,518	54,723,724	54,723,724
MO HealthNet Supplemental Pool	8,320,963	35,698,082	35,698,082
IGT Safety Net Hospitals	199,770,184	199,854,549	199,854,549
IGT Health Care Home	373,530	7,600,000	7,600,000
FQHC	4,759,414	14,820,000	15,570,000
Long-term Care UPL	0	45,895,112	45,895,112
Transitional Health Care Services	0	0	890,474,624
TOTAL	\$ 6,539,023,801	\$ 6,708,619,424	\$ 7,840,672,483
EXPENSE AND EQUIPMENT			
General Revenue Fund	8,269,844	3,779,578	3,779,578
Federal Funds	20,836,267	5,622,103	5,622,103
Other Funds	3,680,831	1,507,625	1,507,625
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,174,385,397	1,122,798,073	1,186,816,454
Federal Funds	3,147,206,831	3,262,602,967	4,301,686,116
Other Funds	2,184,644,631	2,312,309,078	2,341,260,607
TOTAL	1,182,655,241	1,126,577,651	1,190,596,032
General Revenue Fund	1,182,655,241	1,126,577,651	1,190,596,032
Federal Funds	3,168,043,098	3,268,225,070	4,307,308,219
Other Funds	2,188,325,462	2,313,816,703	2,342,768,232
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 is the federal-state effort to pay for the health care of uninsured children up to 300 percent of the federal poverty level. Children 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.

Finally, this budget provides transitional health care services to approximately 300,000 Missourians. For the first three years, this expansion is funded entirely through federal dollars. The state match requirement increases over the next five years until reaching ten percent.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

Fiscal Year 2014 Governor's Recommendations

- \$854,884,505 for Medicaid coverage for Missourians up to 138 percent of the Federal Poverty Level. This will result in savings to the state of Missouri, including (\$16,255,480) general revenue. Additional savings are reflected in other departments' budgets.
- \$53,161,001 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 \$16,180,182 general revenue.
- \$52,551,038 federal funds for a federally required physician rate increase for primary care services.
- \$48,938,665 for the increased caseload of children utilizing the existing Medicaid programs, including \$11,757,539 general revenue.
- \$44,559,732 to replace other fund cash balances expended in Fiscal Year 2013, including \$32,559,732 general revenue.
- \$34,800,000 Federal Reimbursement Allowance Fund to redistribute Medicaid Disproportionate Share Hospital (DSH) payments to be in compliance with hospital specific DSH limit standards.
- \$34,677,645 to address the anticipated increases in the pharmacy program due to new drugs, therapies, utilization, and inflation, including \$2,625,396 general revenue.
- \$33,788,271 federal and other funds for a three percent rate increase for nursing facilities.
- \$11,619,956 for an adjustment to address the change in the Medicaid federal participation percentage, including \$11,121,883 general revenue.
- \$7,010,215 for increased clawback payments to the federal government for Medicare Part D drug coverage.
- \$6,820,250 Ambulance Service Reimbursement Allowance Fund to provide ambulance services.
- \$6,564,960 federal funds to expand Medicaid coverage for youth aging out of foster care until the age of 26 as required by federal law.
- \$4,600,000 for an actuarially sound rate increase for non-emergency medical transportation, including \$1,754,210 general revenue.
- \$2,826,446 for anticipated increases to Medicare Part A and B premiums, including \$1,035,668 general revenue.
- \$489,570 for women's health services, including savings of (\$261,587) general revenue.
- \$329,569 for anticipated increases to Medicare hospice rates, including \$125,681 general revenue.
- \$250,000 to match private donations for a loan forgiveness program for doctors, nurses, and dentists who serve in underserved areas of the state.
- \$3,185,101 reallocated from various divisions, including \$1,750,482 general revenue.
- (\$69,003,865) core reduction from the Fiscal Year 2013 appropriation level, including (\$5,635,540) general revenue.

Blind Pension Medical Benefits – The Blind Pension Medical Benefits Program allows individuals receiving blind pension benefits 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.

Fiscal Year 2014 Governor's Recommendations

- \$21,678,296 to provide medical benefits to certain blind pension recipients.
- \$642,178 to address anticipated increases in the pharmacy program.
- \$28,112,915 reallocated for blind pension medical benefits, including \$6,434,619 general revenue.
- (\$21,678,296) other funds core reduction from the Fiscal Year 2013 appropriation level.
- (\$627,067) core reduction for savings resulting from the implementation of transitional health care services.