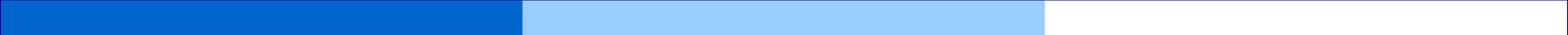
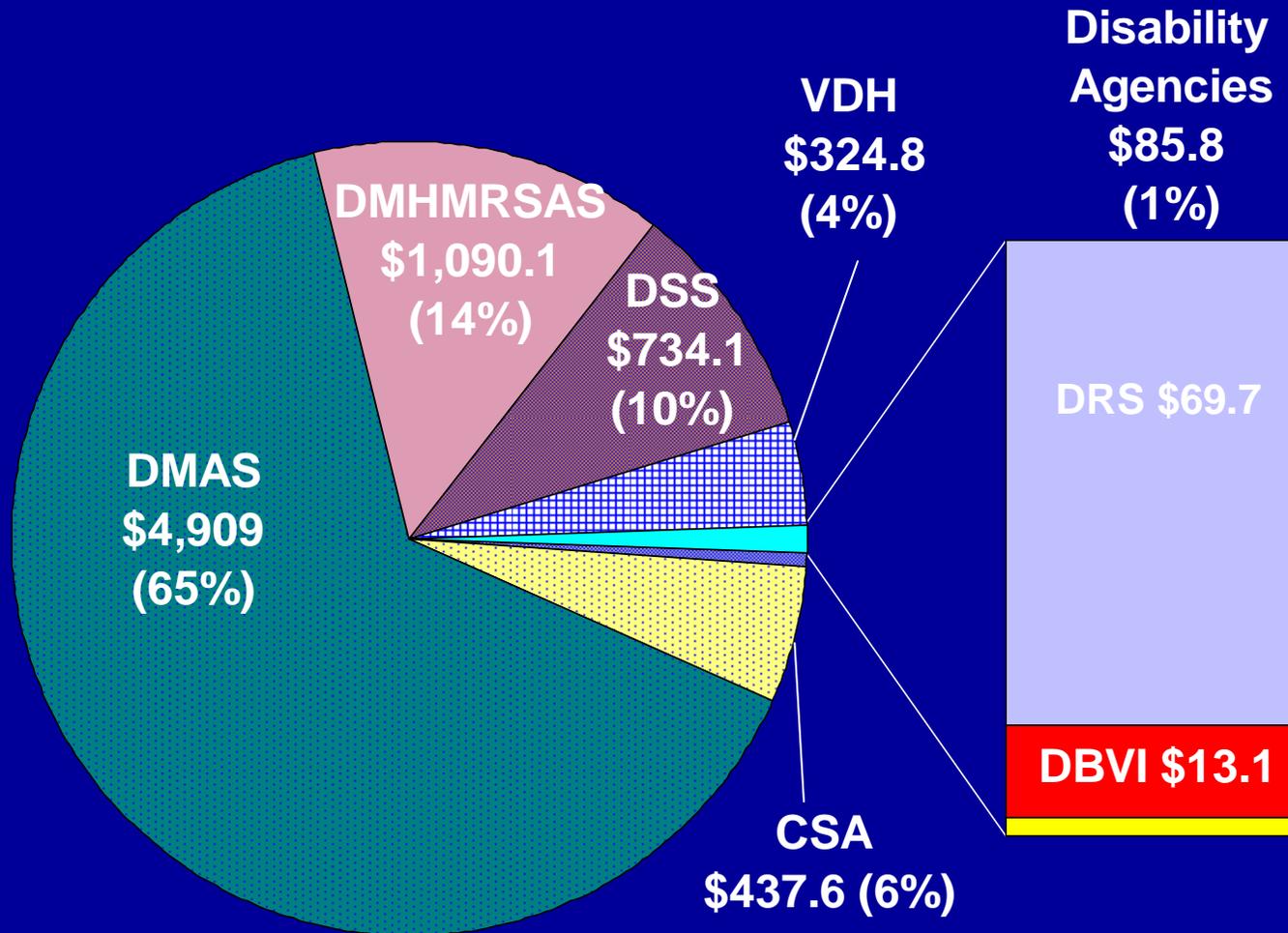


Overview of the Governor's Proposed Budget for Health & Human Services



Presentation to the
Disability Commission
Susan E. Massart
Appropriations Committee Staff
January 9, 2006

Overview of Proposed Budget for Health & Human Resources (GF \$ in millions)



Total GF = \$7,619 million

Overview of Proposed Budget for Health & Human Resources

- Net increase of \$886.0 million GF and \$399.8 million NGF over 2004-06 biennial budget
- 78 percent of the proposed increase in funds addresses:
 - federal and state mandates
 - caseload and cost increases in existing programs
 - critical needs

HHR Major Spending Initiatives

- \$690.9 million GF additional mandatory spending over the 2006-08 biennium
 - Medicaid utilization and inflation: \$483.5 million
 - Impact of Medicare Part D: \$81.7 million
 - Comprehensive Services Act: \$48.4 million
 - Adoption Subsidy Program: \$29.0 million
 - MHMR facility and community pharmacy: \$15.0 million
 - TANF shortfall and VIEW day care: \$14.8 million
 - FAMIS and SCHIP (Medicaid low-income children): \$11.7 million GF
 - Mental health facility revenue shortfall: \$6.8 million

HHR Major Spending Initiatives

- \$120.6 million GF for mental health and mental retardation initiatives
 - Mental retardation restructuring: \$55.6 million
 - Mental health restructuring: \$51.5 million
 - Part C early intervention services: \$8.2 million
 - Eliminate Medicaid MR waiver urgent care waiting list for children under age 6: \$5.3 million

- \$32.0 million GF in rate increases for selected service providers
 - Medicaid hospital rate increase: \$15.9 million
 - Medicaid nursing home payment changes: \$7.9 million
 - Medicaid physician rate increase: \$6.9 million
 - Rate increase for death investigations: \$1.3 million

Agency Proposals for Disability Services Compared to Governor's Budget

- State agencies requested \$84.9 million GF over the 2006-08 biennium to address services for persons with physical and sensory disabilities
- Governor's proposed budget contains about \$15.7 million GF

Requests & Proposed Initiatives

Department of Rehabilitative Services

(\$ in millions)

<u>2006-08 Biennium</u>	<u>Request</u>	<u>Proposed</u>
Increase long-term employment support services (LTESS)	\$4.2	\$1.5
Increase support for Rehabilitative Services Incentive Fund	\$1.4	\$0
Expand capacity to serve eligible vocational rehabilitation consumers	\$1.2	\$0
Increase support for 7 Centers for Indep. Living (CILs) and 2 satellites	\$1.1	\$0
Increase funding for Consumer Services Fund (fund of last resort)	\$1.0	\$0

Requests & Proposed Initiatives

Department of Rehabilitative Services

(\$ in millions)

<u>2006-08 Biennium</u>	<u>Request</u>	<u>Proposed</u>
Expand brain injury services by adding 2 brain injury case management positions in Planning District 2	\$0.2	\$0.6
Enhance existing equipment reuse program for pre-owned high-priced durable medical equipment	\$0.3	\$0
Redesign and improve Life Skills Transition Program at Woodrow Wilson Rehab. Ctr. (WWRC)	\$0.9	\$0
Expand the Postsecondary Education Rehabilitation Transition Program (WWRC)	\$1.0	\$0
Total	\$11.3	\$2.1

Requests & Proposed Initiatives

Department of Medical Assistance Svs.

(\$ in millions)

<u>2006-08 Biennium</u>	<u>Request</u>	<u>Proposed</u>
Annual rate inflation adjustments for all home- and community based waivers	\$31.4	\$0
Implement a Traumatic Brain Injury Waiver	\$11.5	\$0
Eliminate the personal maintenance allowance for all waivers	\$9.8	\$2.1
Implement a Medicaid Buy-In Program	\$1.2	Language
Outsource payroll processing for consumer-directed personal attendant services	\$3.9	\$3.9
Total	\$57.8	\$5.0

Requests & Proposed Initiatives Other Agencies

(\$ in millions)

<u>2006-08 Biennium</u>	<u>Request</u>	<u>Proposed</u>
<u>DMHMRSAS</u>		
Serve 100% children eligible for Part C early intervention program	\$15.5	\$8.2
Continue Olmstead Community Integration Oversight Advisory Committee	\$0	\$0.5
<u>Department for the Aging</u>		
Expand Public Guardianship and Conservator Program	\$0.3	\$0.3
<u>Virginia Disability Commission</u>		
Commission budget (\$ actual)	\$25,000	\$25,000