



Agency of Human Services

Department of Disabilities, Aging, and Independent Living

*dedicated to making Vermont the best state in the nation
in which to grow old or live with a disability
with dignity, respect and independence*

Budget Testimony

February 8, 2014

Four Divisions

- Division for the Blind and Visually Impaired (DBVI)
- Division of Disability and Aging Services (DDAS)
- Division of Licensing and Protection (DLP)
- Division of Vocational Rehabilitation (DVR)

Community Partners

- Family caregivers
- Designated Agencies (DAs) and Specialized service agencies (SSAs)
- Area Agencies on Aging
- Home Health Agencies and Adult Day Providers
- Nursing Homes

Commissioner's Office

- Deputy Commissioner
- Operations Team
- Executive Assistants
- Business Office
- Legal Unit

Major Programs

- How many
- How well
- Whose better off

Major Programs:

For people who are blind or visually impaired

- DBVI 457 individuals
 - Employment and Vision Rehabilitation
 - Independent Living Services
 - Randolph /Sheppard Program
 - Outcomes
 - Rehab Rate 77%/national average 67%
 - Gross earnings increased 1%

Major Programs:

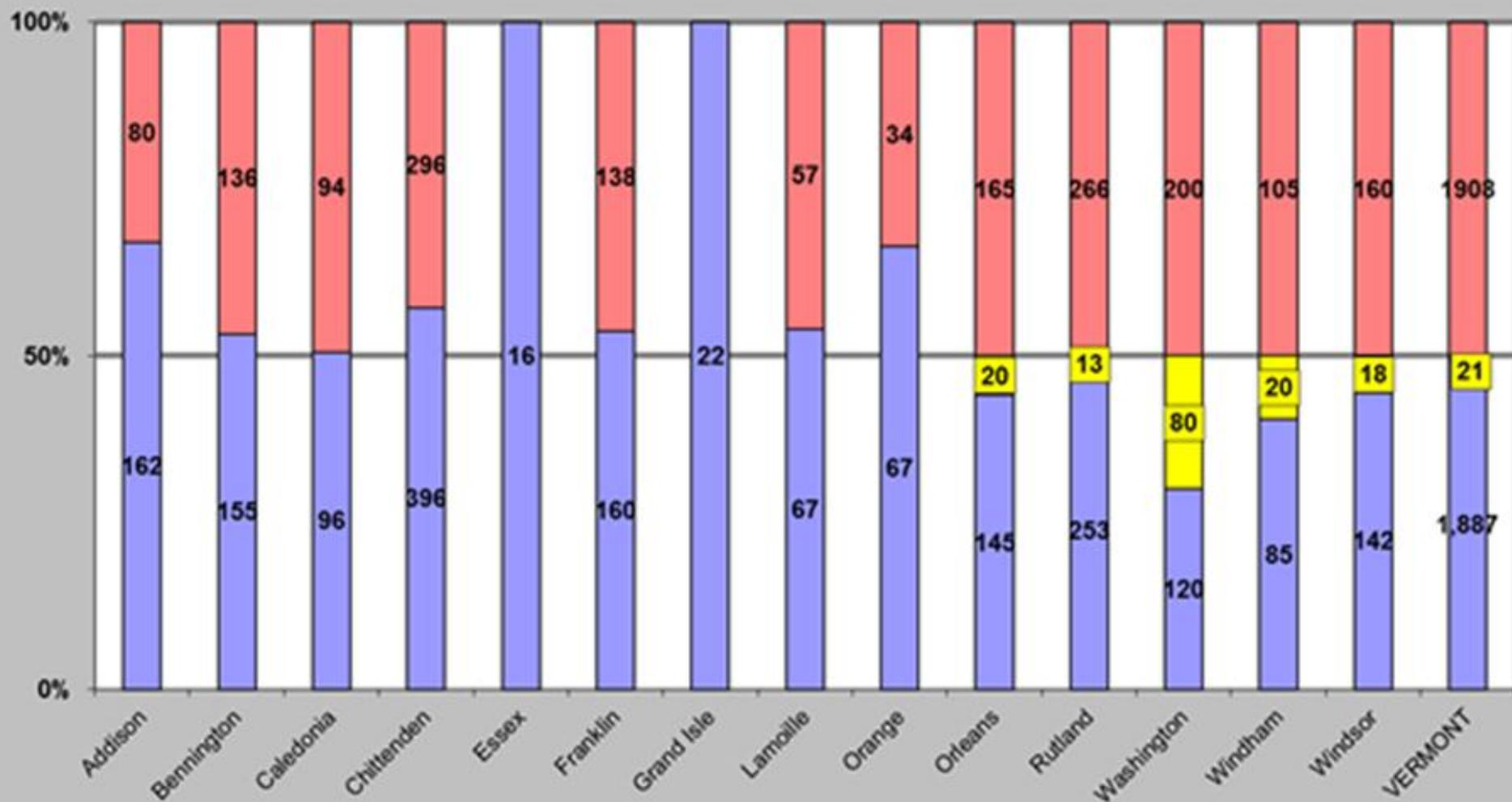
For people who are aging
or have a disability

- Choices for Care
 - Designed to support people to live in the settings of their choice:
 - Own homes, enhanced residential care, nursing homes
 - 5004 Vermonters enrolled as of October 2012
 - Original goal 60:40 → 50:50

Vermont Choices for Care: Nursing Home Residents and Home & Community-Based Participants by County, October 2012

Changes (Yellow) Needed to Achieve At Least 50% HCBS

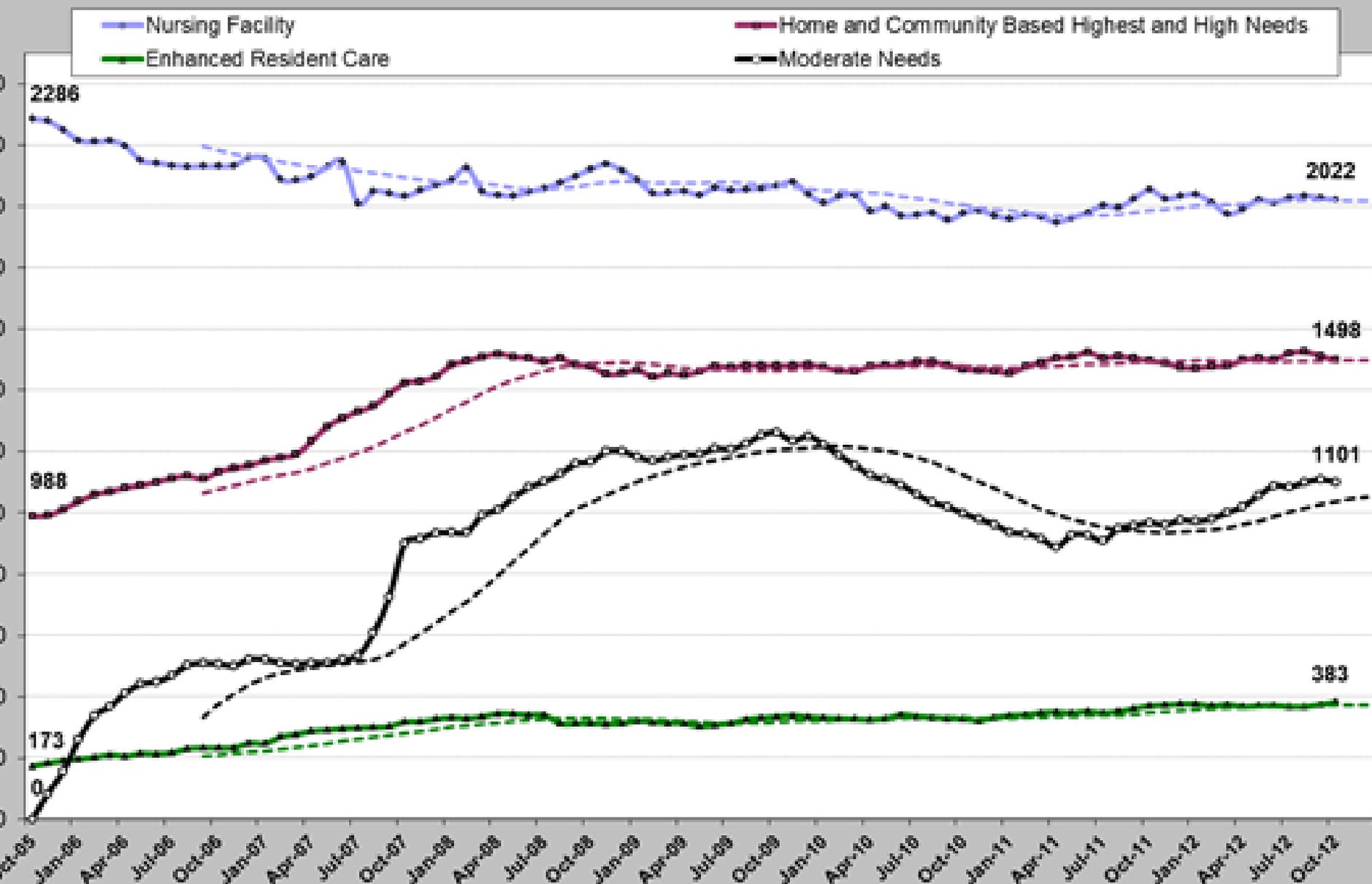
data source: CFC enrollment database



- Number of Medicaid Nursing Home Residents Less Than or Equal to 50/50
- Number of Medicaid Nursing Home Residents in Excess of 50/50
- Number of HCBS Participants (includes ERC but excludes Moderate Needs Group)

Bennington and VERMONT figures exclude Medicaid residents in VT Veterans' Home (n=94).
 NF and ERC figures are based on current recorded residence, and often do not reflect county of residence prior to admission.
 VT residents in out of state facilities (n=42) included in VERMONT.

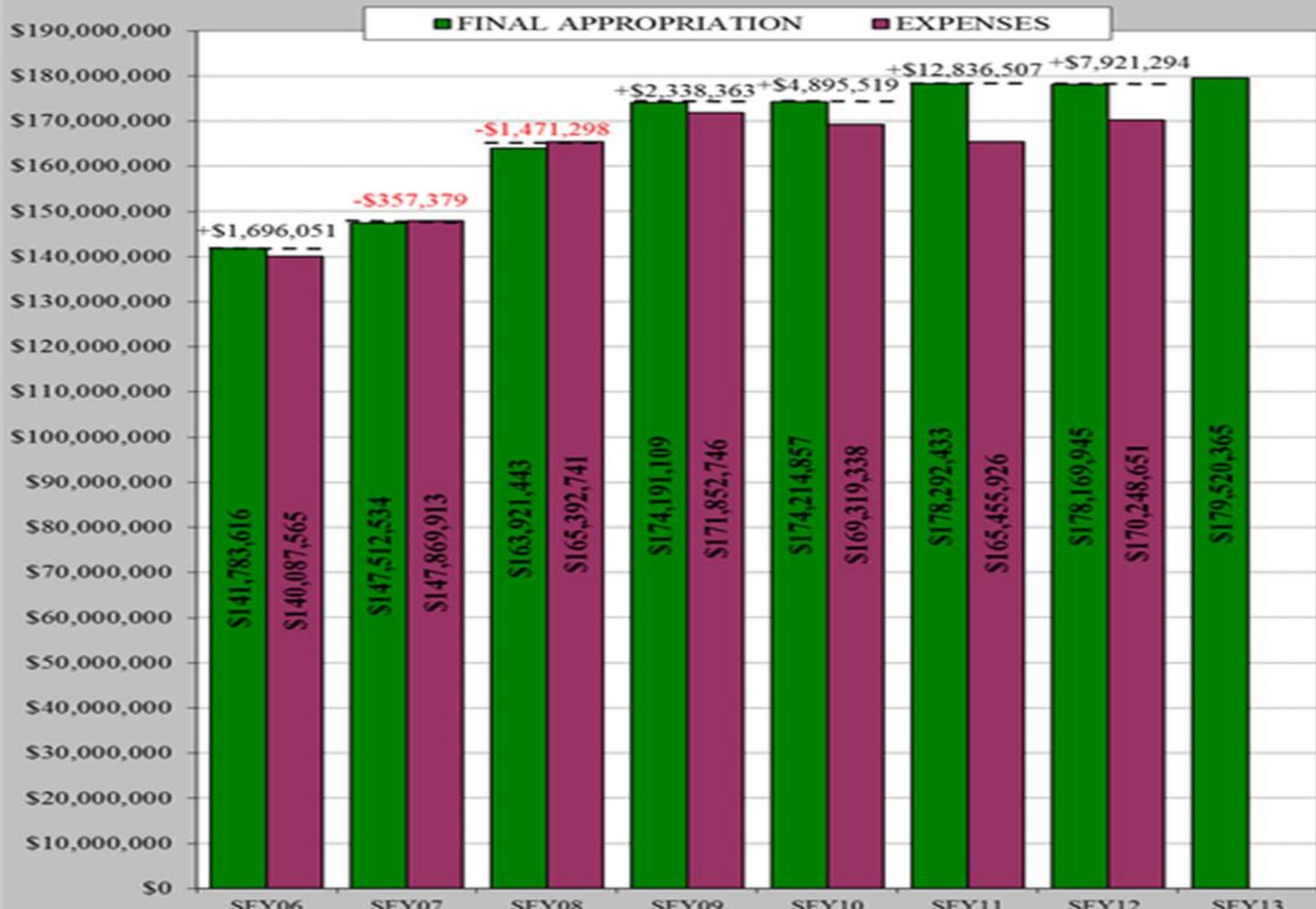
Choices for Care: Total Number of Enrolled Participants by Setting
SFY 2006 - SFY 2013



Enrollment and utilization trends have contributed to CFC savings in the past four years.

Choices for Care: Annual Appropriations and Expenses sfy2005 - sfy2012

Does not include acute care/primary care expenses.



Reinvestments

- These savings have supported reinvestments and carry forward funds for future expenditure increases. In this way, we are meeting the goal of our Demonstration Waiver ***to serve more people***, not fewer, by allowing and ***encouraging more home-based services***, thus ***freeing up funds*** to serve more people.

Choices for Care Reinvestments SFY13 - using SFY12 Carryforward funds

	Current Appropriation DVHA - LTC	<u>Gross</u>	<u>General Fund</u>
1)	Eliminate proposed FY13 budget reductions	\$779,979	\$339,837
2)	Increase Assistive Community Care Services (ACCS) rate by \$1/day (\$36.25/day to \$37.25/day)	\$350,000	\$152,495
3)	Restore the 2% rate reduction in ERC	\$156,000	\$67,969
4)	Increase wages by 15 cents/hour		
	a. For consumer and surrogate-directed personal care/respice	\$292,922	\$127,626
	b. Attendant Services Program (General Fund)	\$39,657	\$39,657
	c. Attendant Services Program (Global Commitment)	\$28,434	\$12,389
5)	Self-Neglect Initiative	\$350,000	\$152,495
6)	Eliminate 2009 2% rate reduction/providers	\$847,918	\$369,438
7)	Area Agencies on Aging for supportive services, family caregivers, elder abuse, nutrition (one-time grants to 3 AAA)	\$164,453	\$164,453
8)	Mental Health and Aging Initiative	\$225,000	\$98,033
9)	Day Health Rehabilitation Services- increase rate by 2% (\$14.72/hour to \$15.00/hour)	\$30,000	\$13,071
10)	SFY13 Budget Obligation	\$2,500,000	\$1,089,251
11)	Remainder for SFY13 Unanticipated pressures	\$1,632,591	\$711,320
		\$7,396,954	\$3,338,033

Adult Day

- Adult Day providers have experienced a long-term trend of increased State payments. However, SFY11 State payments decreased, primarily due to a freeze in enrollment in the Moderate Needs Group. SFY12 payments were close to SFY10 payments

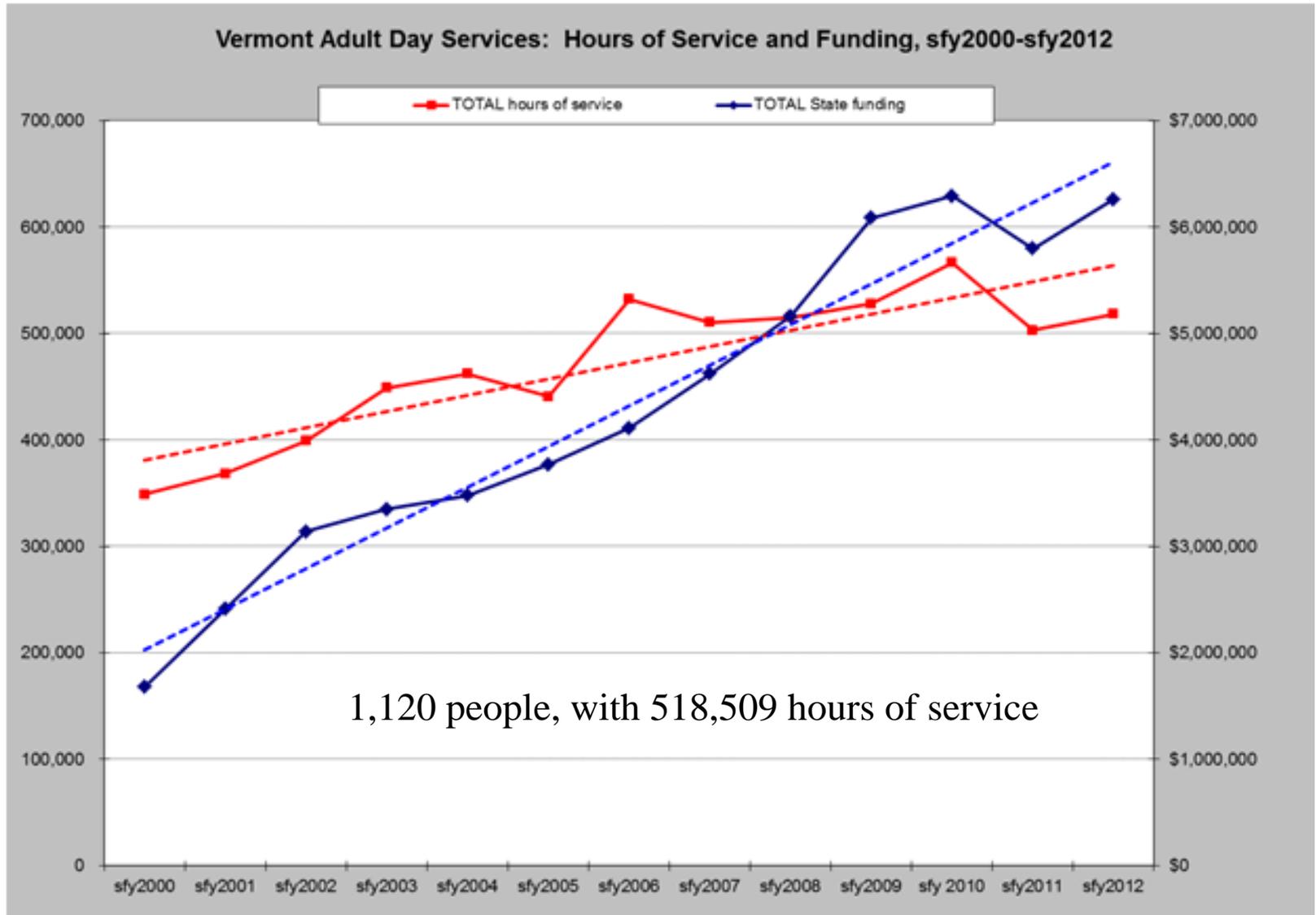
Vermont Adult Day Services: State Payments by Type, sfy2000-sfy2012



Axis Title

State Grant funds	\$753,604	\$834,546	\$1,038,783	\$1,038,774	\$772,214	\$767,323	\$341,450	\$431,414	\$466,913	\$133,647	\$133,647	\$109,995	\$109,995
One-time funding			\$241,249	\$19,830	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Day Health Rehabilitation Services	\$0	\$551,437	\$889,448	\$1,069,699	\$1,241,034	\$1,288,974	\$1,328,657	\$1,291,745	\$1,178,802	\$1,504,223	\$1,740,741	\$1,757,676	\$1,871,263
Choices for Care (highest/high needs groups)	\$818,522	\$786,385	\$1,018,572	\$1,235,105	\$1,491,655	\$1,706,746	\$1,883,310	\$2,113,908	\$2,572,968	\$2,941,478	\$2,940,002	\$2,890,062	\$2,928,328
Choices for Care (moderate needs group)							\$437,007	\$785,124	\$943,759	\$1,507,320	\$1,478,812	\$1,039,683	\$1,350,988

Changes in State payments to Adult Day providers are directly associated with the hours of service provided.



Developmental Disabilities Services

- Developmental Disabilities Services are provided by Designated and Specialized Services Agencies with the ***goal of cost-effective, integrated community living.*** Vermonters with developmental disabilities continue to be served in the community at modest cost to the state, lower than the other New England states and the national average.

State Fiscal Year	Number of Consumers Served	Percent Change From Prior Year	Average \$ Per Consumer	Percent Change From Prior Year	Total \$ Spent for Dates of Service in SFY	Percent Change From Prior Year
2012	2,647	4.25%	53,422	-1.65%	141,408,809	2.54%
2011	2,539	3.21%	54,316	0.51%	137,907,924	3.74%
2010	2,460	3.71%	54,040	-0.20%	132,938,400	3.50%
2009	2,372	4.49%	54,151	0.66%	128,446,172	5.18%
2008	2,270	3.18%	53,798	6.48%	122,121,460	9.87%
2007	2,200	4.51%	50,525	5.59%	111,155,000	10.36%
2006	2,105	5.04%	47,849	3.88%	100,722,145	9.11%
2005	2,004	2.61%	46,064	5.55%	92,312,256	8.30%
2004	1,953	1.82%	43,643	6.59%	85,234,779	8.53%
2003	1,918	1.75%	40,946	2.06%	78,534,428	3.85%
2002	1,885	4.14%	40,118	4.90%	75,622,430	9.25%
2001	1,810		38,243		69,219,830	

Key Outcome: Employment

- This past year, the target employment rate for Developmental Disabilities Services was set at 45% for all working age consumers. **Three agencies exceeded the target**, while thirteen agencies were below the target but achieving progress; **the statewide employment rate increased from 36% in SFY10 to 41% in SFY12**. Approximately **1,030 out of 2,575 adults** served by DDS are in the workforce.

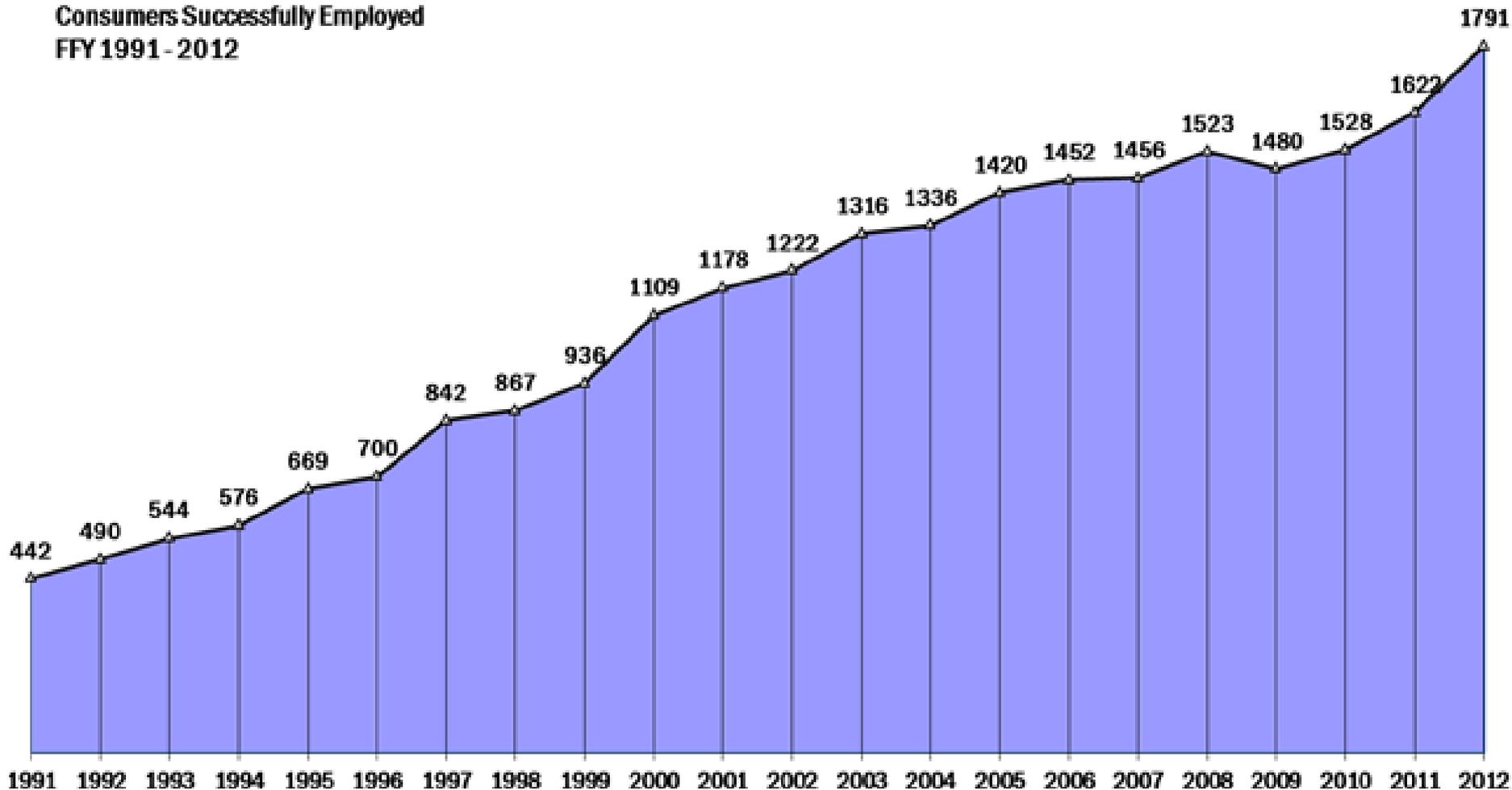
Division of Licensing and Protection

- Survey and Certification
 - Maintained goals for survey completion rates
- Adult Protective Services
 - Completed investigations of 1,358 allegations of abuse, neglect and exploitation

VocRehab VT

- Gets and keeps Vermonters working
- DVR led Creative Workforce Solutions (CWS), an AHS initiative that has filled gaps in employment services by eliminating the barriers between service providers and becoming an active partner with employers.
- Successful employment outcomes has increased 19 of the past 20 years, with 1,791 Vermonters working as a result of our efforts in FFY12.

**VocRehab Vermont
Consumers Successfully Employed
FFY 1991 - 2012**



Total Change SFY13 to SFY14 Recommended Budget	\$18,335,979
(Gross Dollars)	
> DAIL SFY14 Ups & Downs	\$15,696,177
> DVHA SFY14 Ups & Downs (Long Term Care portion Choices for Care, including \$1,692,962 medicaid bump)	\$ 2,639,802
DAIL Administration & Support Section	
> Total SFY13 Base Appropriation	\$28,198,788
> SFY14 increase in Administration & Support	\$ 1,860,125
SFY14 Recommend	\$30,058,913
Positions: Current positions = 283 (286 employees as 3 positions are shared)	
DAIL Division of Disability and Aging Services Grants	
> Total SFY13 Base Appropriation	\$21,051,422
Proposed Changes:	
> HomeShare Vermont Grant change (BAA Item) conversion from general fund only grant to Global Commitment MCO (federal and general fund) AHS Budget Neutral	\$ 184,618
> Annualization of Choices for Care Reinvestment funds moved to DAIL Grants (all BAA items)	\$ 588,091
> Medicaid Bump (Attendent Services Medicaid, Support and Services at Home (SASH), Day Health Rehabilitation Services)	\$ 100,765
> Interdepartmental Fund Decrease – federal funds for 3 Squares VT and Home Heating fuel Assistance (AAA funds) now managed in DCF and not transferred to DAIL.	\$ (481,875)
SFY14 Recommend	\$21,443,021
Blind and Visually Impaired Division	
> SFY13 Base Appropriation No changes	\$1,481,457
SFY14 Recommend	\$1,481,457
Vocational Rehabilitation Division	
SFY13 Base Appropriation	\$8,795,971
> Interdepartmental Fund changes to base budget – TANF/Reach-up	\$ 300,000

Developmental Services Appropriation	
> SFY13 Base Appropriation	\$157,203,376
SFY14 Proposed changes - \$13,044,323	
> Non-DS Waiver Caseload – SFI (Severe Functional Impairment) & CCC (Complex Community Cases) AHS Initiative estimated 15 cases approx. (BAA Item)	\$1,875,000
> Caseload - general and high school graduates	\$5,399,080
> Caseload - Public Safety/Act 248	\$2,084,765
> Annualized DS Caseload Pressure as presented on SFY13 BAA	\$3,000,000
> Annualized DS Caseload (Policy reduction)	\$(2,500,000)
> ARIS Intermediary Service Organization (ISO) Contract – DDS fee increase \$32 per client to \$36, approx 1700 DS clients effective 2/1/13 – annual increase \$81,600 (BAA Item)	\$81,600
> IDT Transfer from Health Department – Federal Autism Grant	\$58,000
> Medicaid Bump	\$3,304,124
> Integrated Family Services (IFS) AHS Budget Neutral transfers within AHS Departments	\$(258,246)
SFY14 Recommend	\$170,247,699
Traumatic Brain Injury (TBI) Program	
> SFY13 Base Appropriation	\$4,772,899
SFY14 Proposed Increases	
>Medicaid Bump	\$100,130
SFY14 Recommend	\$ 4,873,029

Programs Managed by DAIL, but Appropriated to DVHA

Choices for Care (CfC) 1115 Demonstration Waiver

(appears in DVHA's budget)

CFC Spending Plan - Each year, DAIL creates a spending plan year using the amount appropriated to the long-term care budget. This includes estimated expenditures for nursing homes, home- and community-based services and other Medicaid acute/primary care costs for Choices for Care participants. Once we have our final '14 budget, we will develop a plan for that fiscal year.

> SFY13 Base Appropriation (not including acute portion)	\$174,812,768
SFY14 Net Changes in Choices for Care (not including acute care portion)	\$2,639,802
Pressures - \$6,769,781	
> Division of Rate Setting (DRS) Estimate Nursing Home Statutory Increases	\$3,000,000
> CFC Reinvestment Pressure annualized – Restore the 2% rate reduction in ERC (BAA Item)	\$156,000
> CFC Reinvestment Pressure annualized – Increase wages .15/hr for self-directed personal care/respice (BAA Item)	\$292,922
> CFC Reinvestment Pressure annualized – Eliminate 2009 2% rate reduction/providers (BAA Item)	\$847,918
> CFC Reinvestment Pressure annualized – FY13 budget proposal covered by FY12 carry forward	\$779,979
> Medicaid bump (Long Term Care portion excluding Nursing Homes as they receive Statutory Increases mentioned above.	\$1,692,962
Reductions - (\$4,129,979)	
> NH Utilization decrease 2.1 % - current trend	\$(2,400,000)
> Planned carryover from FY13 LTC portion	\$(1,729,979)
FY14 Recommend (not including acute care)	\$177,452,570