



***Agency of Human Services***  
**Department of Disabilities, Aging, and  
Independent Living**

HOUSE Human Services COMMITTEE  
Supplement to  
FY 14 Budget Testimony  
February 13, 2014

# Four Divisions

- Blind and Visually Impaired (DBVI)
- Disability and Aging Services (DDAS)
- Licensing and Protection (DLP)
- Vocational Rehabilitation (DVR)
- 283 positions (net 2 from FY 13; 3 APS - 1 VR)

# Network of Long Term Service and Supports (LTSS) Community Partners\*

- Family caregivers and independent support workers
- Designated Agencies (DAs) and Specialized service agencies (SSAs)
- Area Agencies on Aging
- Home Health Agencies
- Adult Day Providers
- Assisted living, (enhanced) residential care, nursing homes

\*not a complete list of all who contribute to our network

# No changes other than technical adjustments

- Voc Rehab
- Traumatic Brain Injuries\* (71 people)
- Attendant Services Program (214 people)
- Division for Blind and Visually Impaired (457 people)
- Division of Licensing and Protection

\*Medicaid Bump

# Major Programs

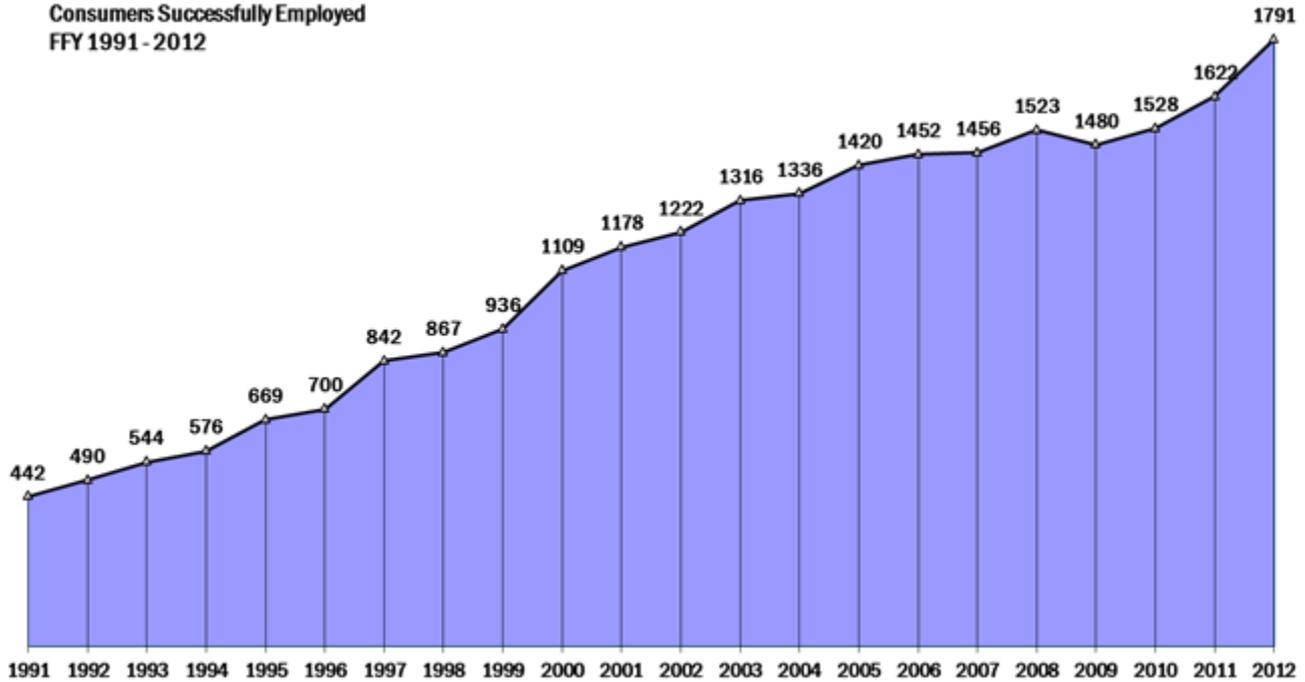
For people who are blind or visually impaired

- DBVI            457 individuals
  - Employment and Vision Rehabilitation
  - Independent Living Services
  - Randolph /Sheppard Program
  
- Outcomes
  - Rehab Rate 77%/national average 67%
  - Gross earnings increased 1%
  
  - No change in FY14 budget

# Voc Rehab 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



# Division of Licensing and Protection

- Survey and Certification
  - Conducted 68 full surveys
  - Investigated 537 complaints on site
  - Maintained goals for survey completion rates
- Adult Protective Services
  - Completed investigations of 1,358 allegations of abuse, neglect and exploitation

# Two primary budget drivers

- FY14 Recommend
  - Choices for Care (DVHA) **\$177,452,570**
    - (Long term care portion only)
  - Developmental Services **\$170,247,699**

# Major Programs: DDAS

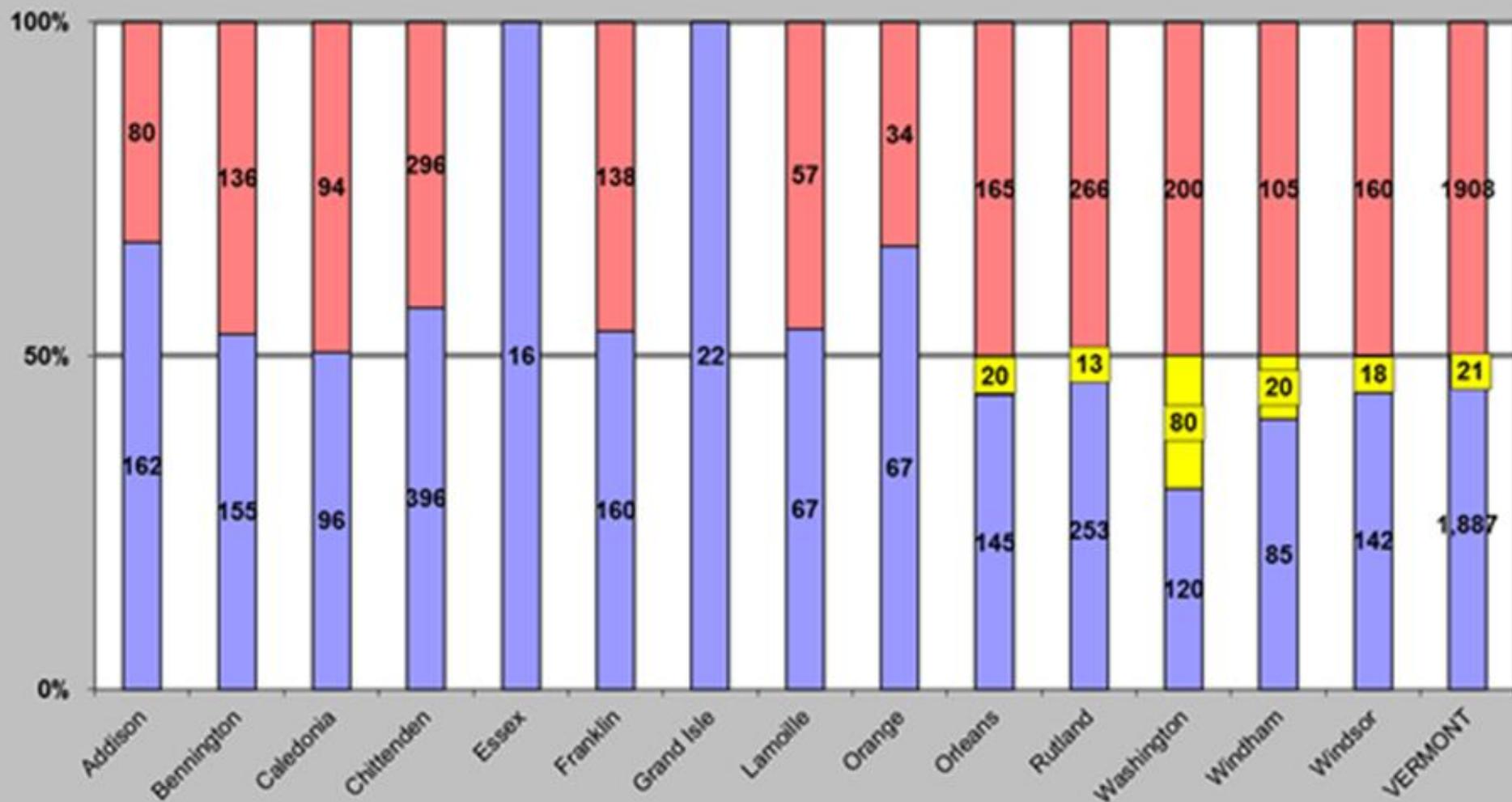
For people who are aging or have a disability

- Choices for Care 1115 Demonstration Waiver
  - Support people to live in the settings of their choice:
    - Own homes, home-share, assisted living, enhanced residential care, nursing homes
  - 7, 595 Vermonters served in SFY12
  - Original goal 60:40 → 50:50
  - Consumer satisfaction >90%

# 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)

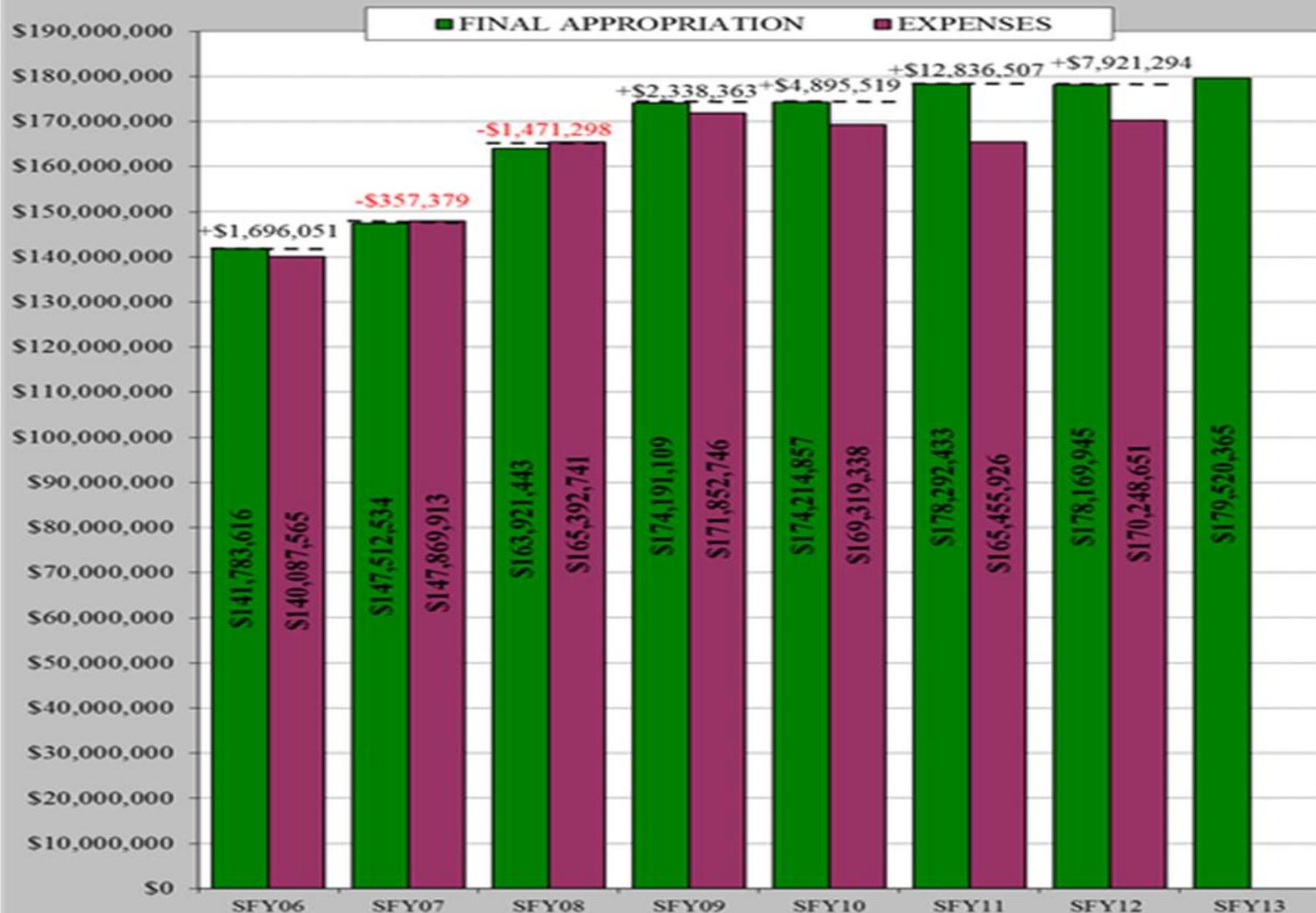
Bennington and VERMONT figures exclude Medicaid residents in VT Veterans' Home (n=94).  
 NF and ERC figures are based on current recorded residence, and often do not reflect county of residence prior to admission.  
 VT residents in out of state facilities (n=42) included in VERMONT.

# Re-investment

- Enrollment and utilization trends have contributed to CFC savings in the past four years.
- Savings = difference between amount appropriated and expenses
- Budget neutrality = remaining under a negotiated cap
- \$1.2 B over 5 years (CMS does not annualize in CFC)
- CFC Waiver years 1-7 \$500M under CAP

## Choices for Care: Annual Appropriations and Expenses sfy2005 - sfy2012

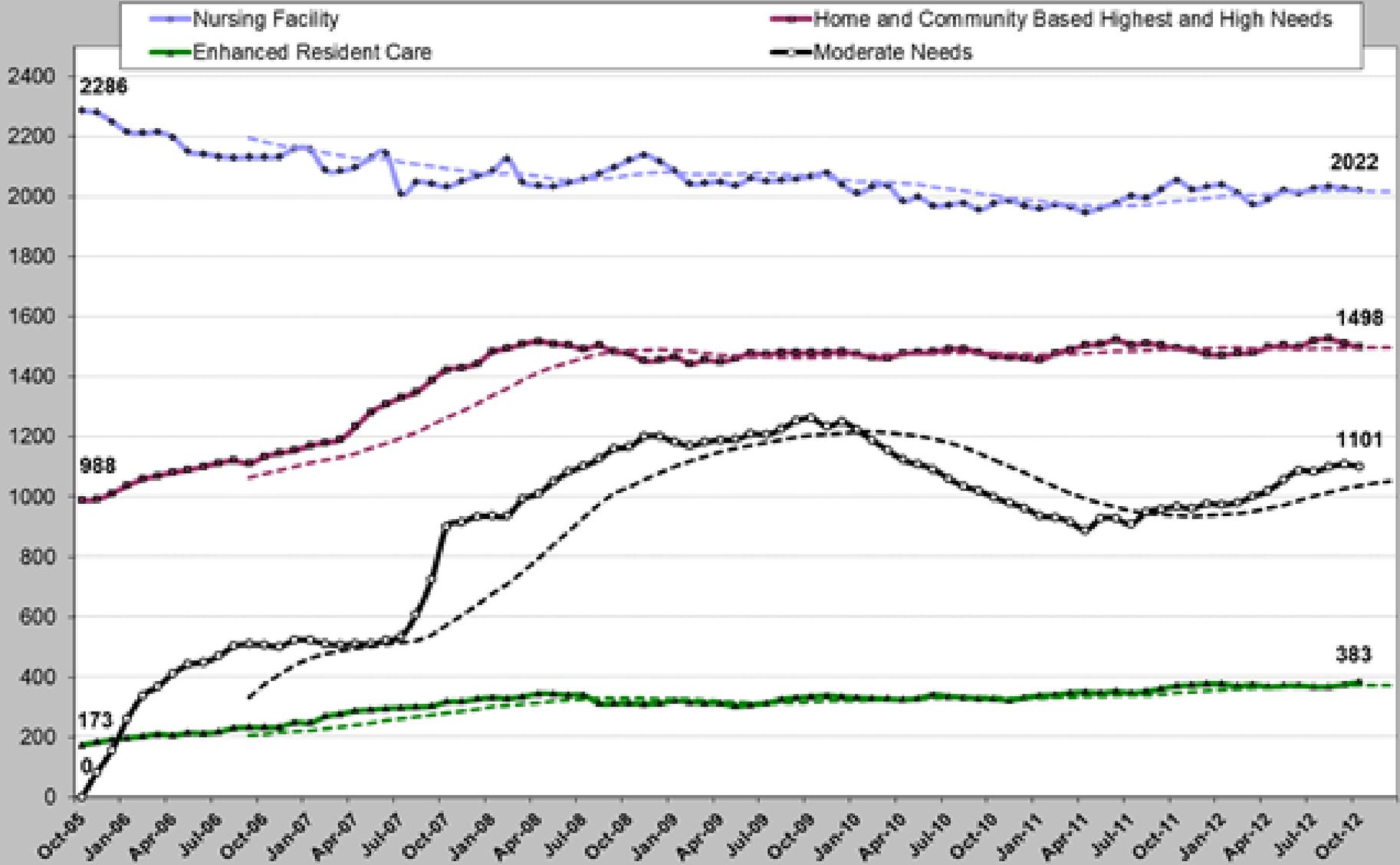
*Does not include acute care/primary care expenses.*



# Re-investments

- In July 2011 CFC served a total of 4,765 people; in July 2012 CFC served a total of 5,003 people. This represents an increase of 238 people; in HCBS/ERC the increase was 191 people. Both numbers exceed the annual threshold of 100.
- 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**
- Unexpended funds in SFY 12 → SFY13
  - Carry-forward for unanticipated pressures (such as closing of PACE)
  - Strategic Reinvestments
    - Stabilize existing provider network, including family caregivers
    - Fill gaps
    - Expand

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



2022

1498

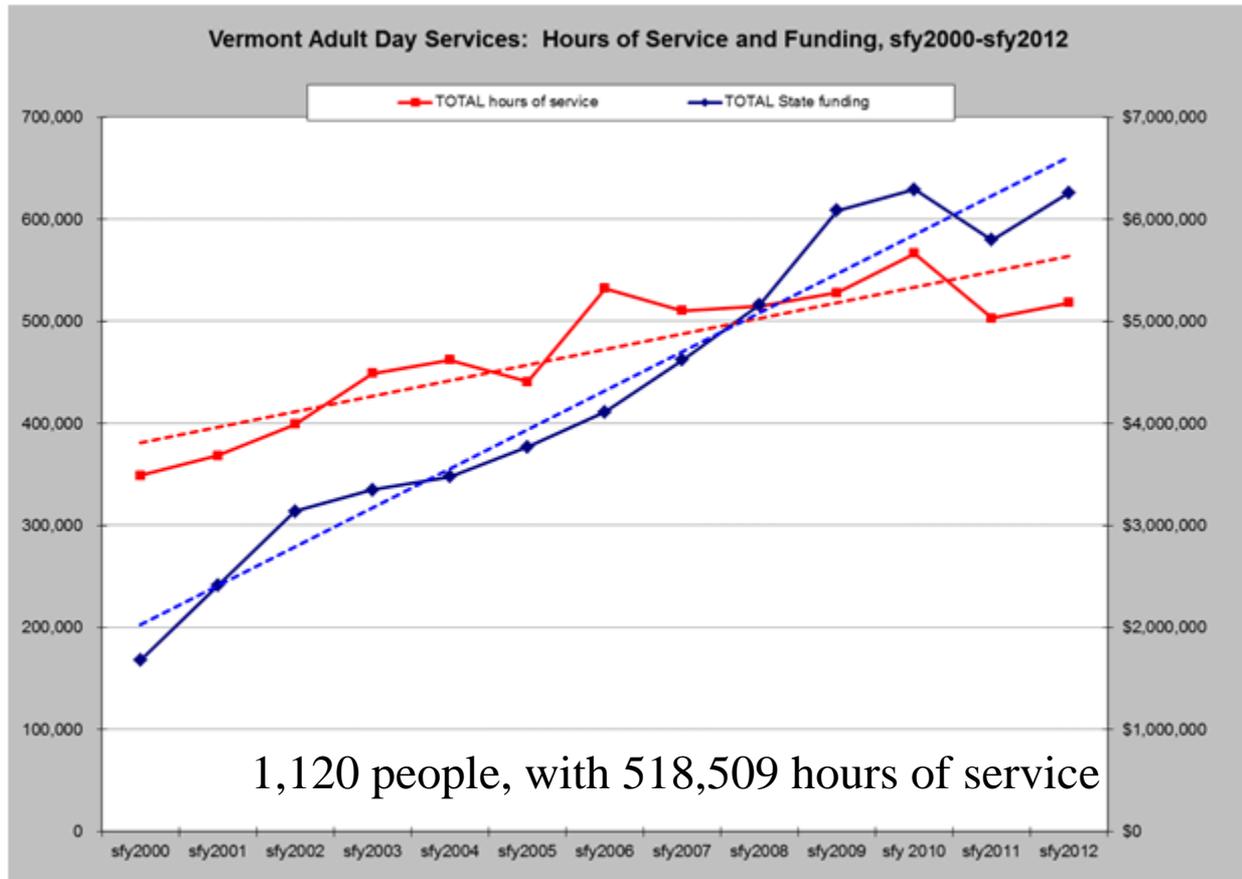
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383

## 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

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



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



	sfy2000	sfy2001	sfy2002	sfy2003	sfy2004	sfy2005	sfy2006	sfy2007	sfy2008	sfy2009	sfy 2010	sfy 2011	sfy 2012
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	\$1,030,683	\$1,350,988

# Choices for Care

- FY13 Base (non-acute) \$174.8M
- Net changes FY14 2.6M
  
- Pressures \$6.7M
  - Annualized re-investments \$2M
  - Statutory NF increase \$3M
  - Medicaid Bump \$1.7M
  
- Projected decrease NF utilization (\$2.4M)
  
- Planned carry forward (\$1.7M)

# 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 a cost to the state that is lower than the other New England states and the national average.
- 2,647 through waiver
- 1,076 people Flexible Family Funding
- FY14 recommend (\$8M over base) \$165.2M
- FY13 Base \$157.2M

# Developmental Service Grants

• DS Caseload		
– FY13 Base		\$157.2M
– FY13 BAA		3.0M
– FY 14 Caseload		7.5 M
– Policy/Design changes		<u>(\$2.5M)</u>
– Total		\$165.2 M
• Non-DS caseload SFI/CCC (15) from BAA		\$1.9M
• Other (ARIS, Autism, IFS, Bump)		\$3.1M
• FY14 changes		<u>\$13.0 M</u>
• Total recommend	=	\$170,247,699

# How we arrived at recommended new caseload increase of \$7.48M

- Regular caseload

- Average # of funding requests served in FY10, FY11, FY12 (328)
- Average actual funding/person \$28,382
- 328@ \$28,382 = \$9,309,296
- Subtract out returned, unused funds of \$3,910,216,  
based on average trends from FY10, FY11, FY 12 =  
**\$5,399,080**

- Public Safety

- 37 funding requests @56,345 = **\$2,084,765**

- **Total** **\$ 7,483,845**

# DS Summary

- DAIL is projecting a need to fund 365 clients in SFY 2014.
- The total estimated cost is \$11,394,061. We are estimating that we can fund \$3,910,216 with existing base dollars called Equity Revenue.
- That means the total new dollars needed is \$7,483,845,
- Regular caseload is very close to a 50/50 split while Public Safety is 28% new and 72% existing.
- Over the last three years 55% HS Grad funding has gone to new clients and 45% existing clients

# Policy considerations

- State system of care plan
- Integrating/Designing new models for future