



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

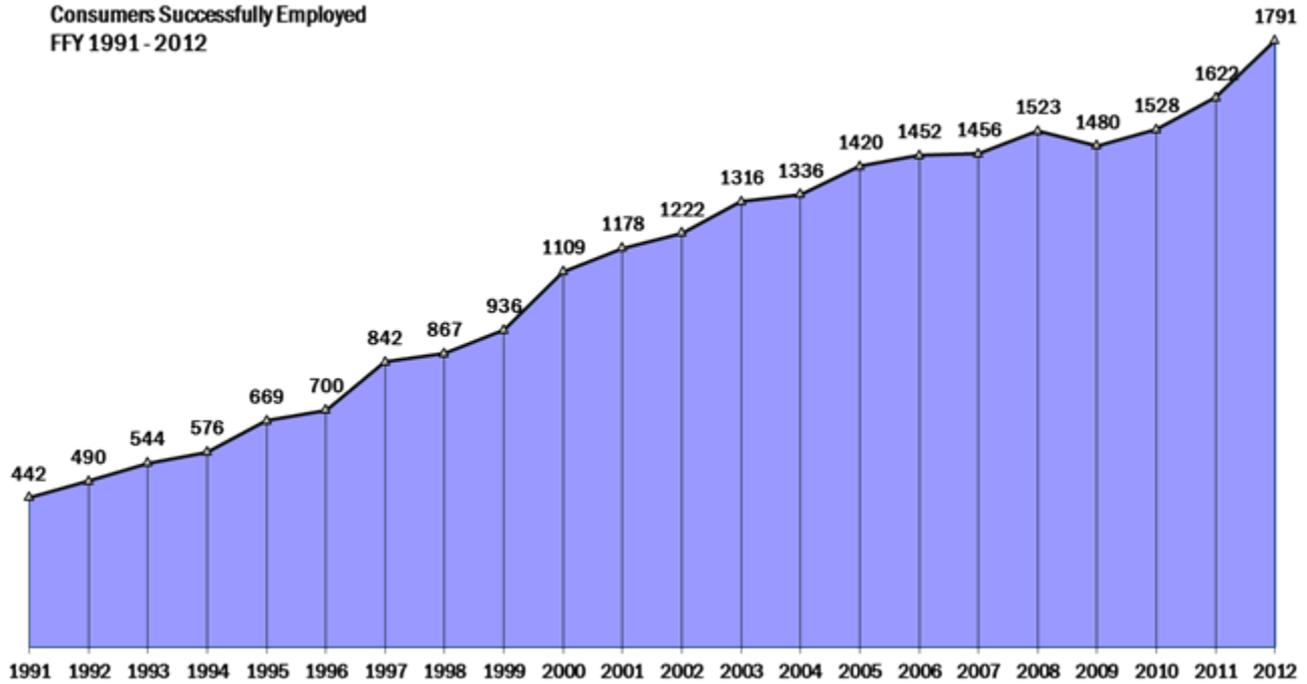
- Outcomes
 - Rehab Rate 77%/national average 67%
 - Gross earnings increased 1%

 - 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

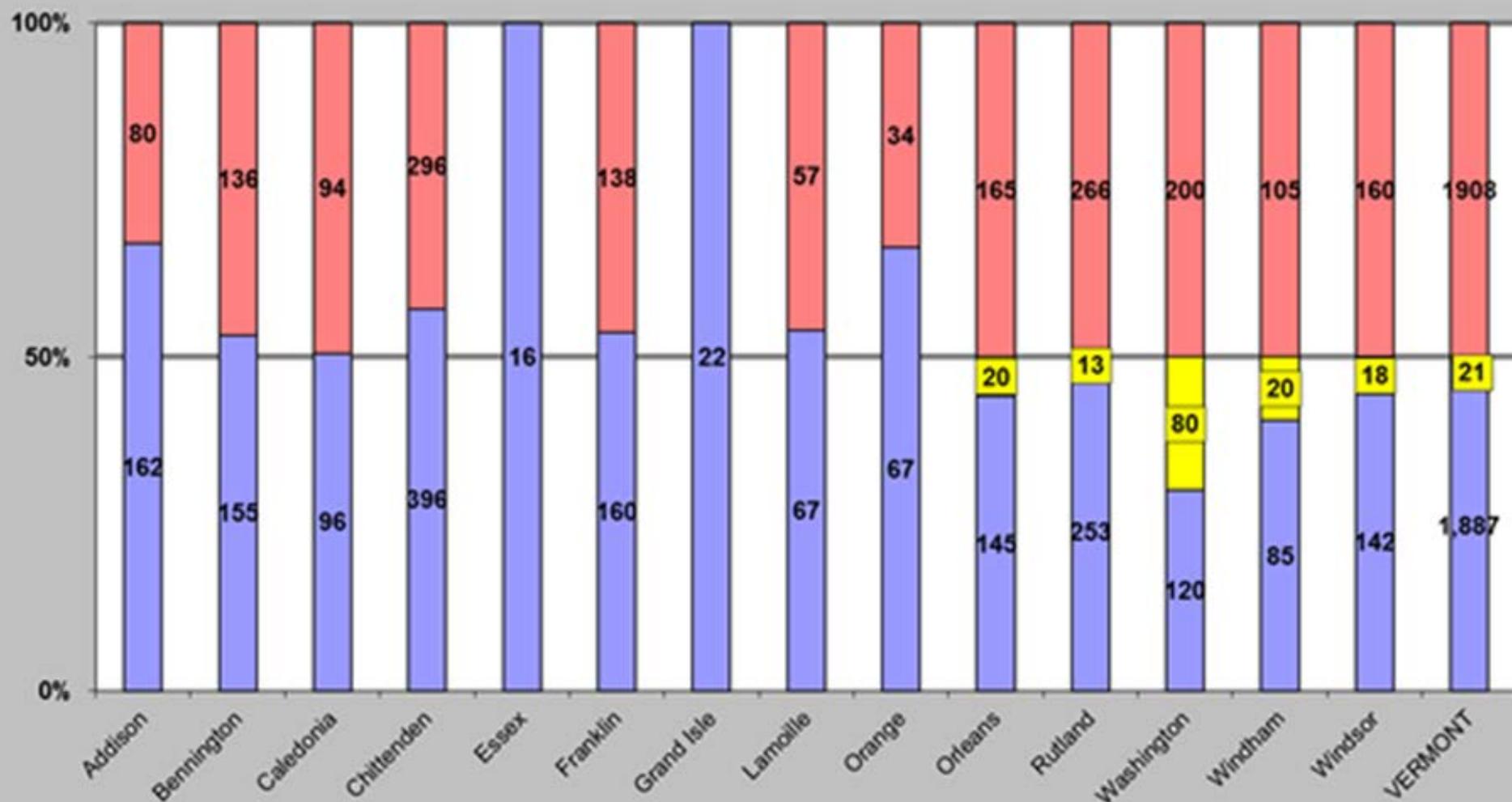
For people who are aging or have a disability

- 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)

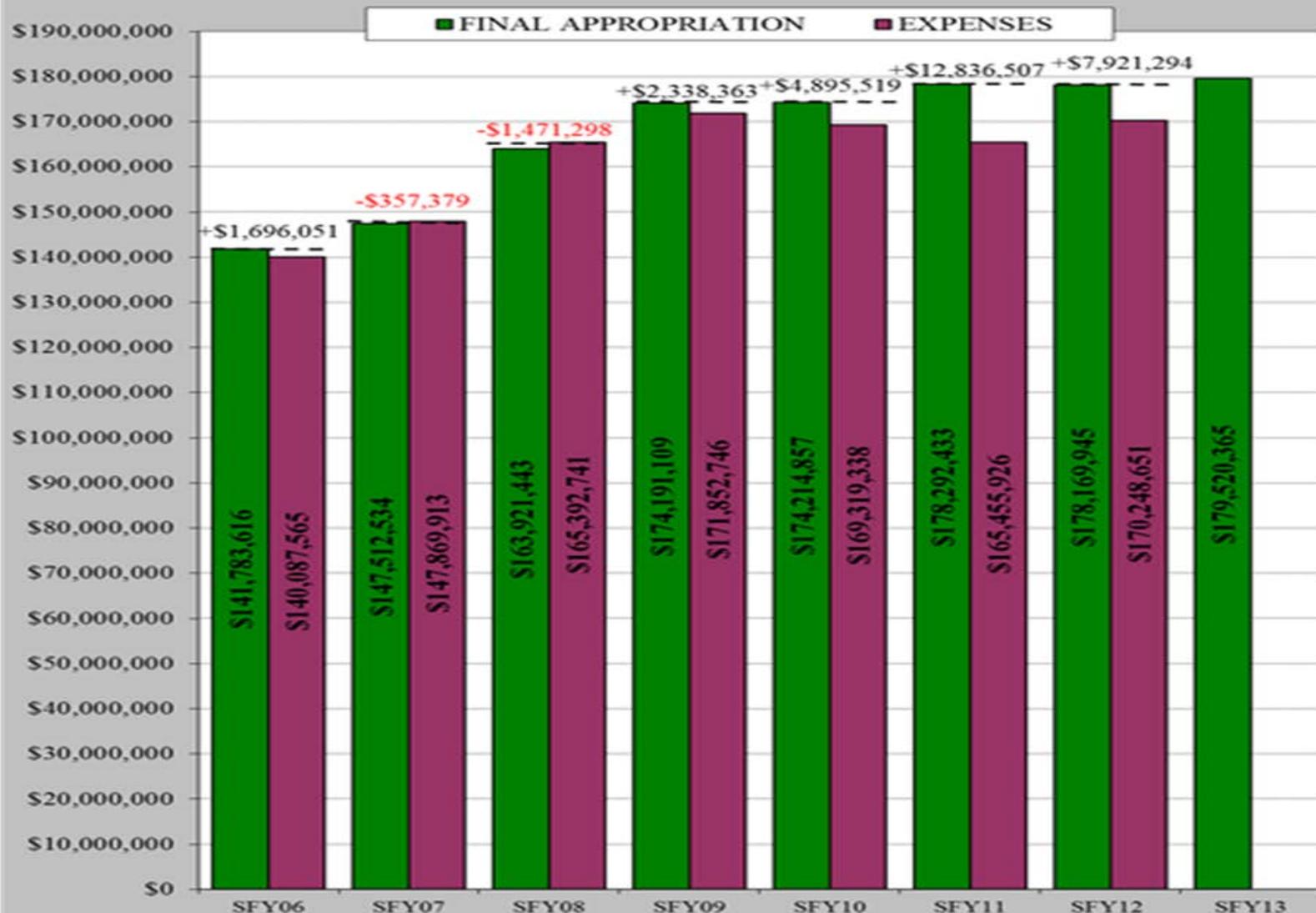
Bennington and VERMONT figures exclude Medicaid residents in VT Veterans' Home (n=94).
 NF and ERC figures are based on current recorded residence, and often do not reflect county of residence prior to admission.
 VT residents in out of state facilities (n=42) included in VERMONT.

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

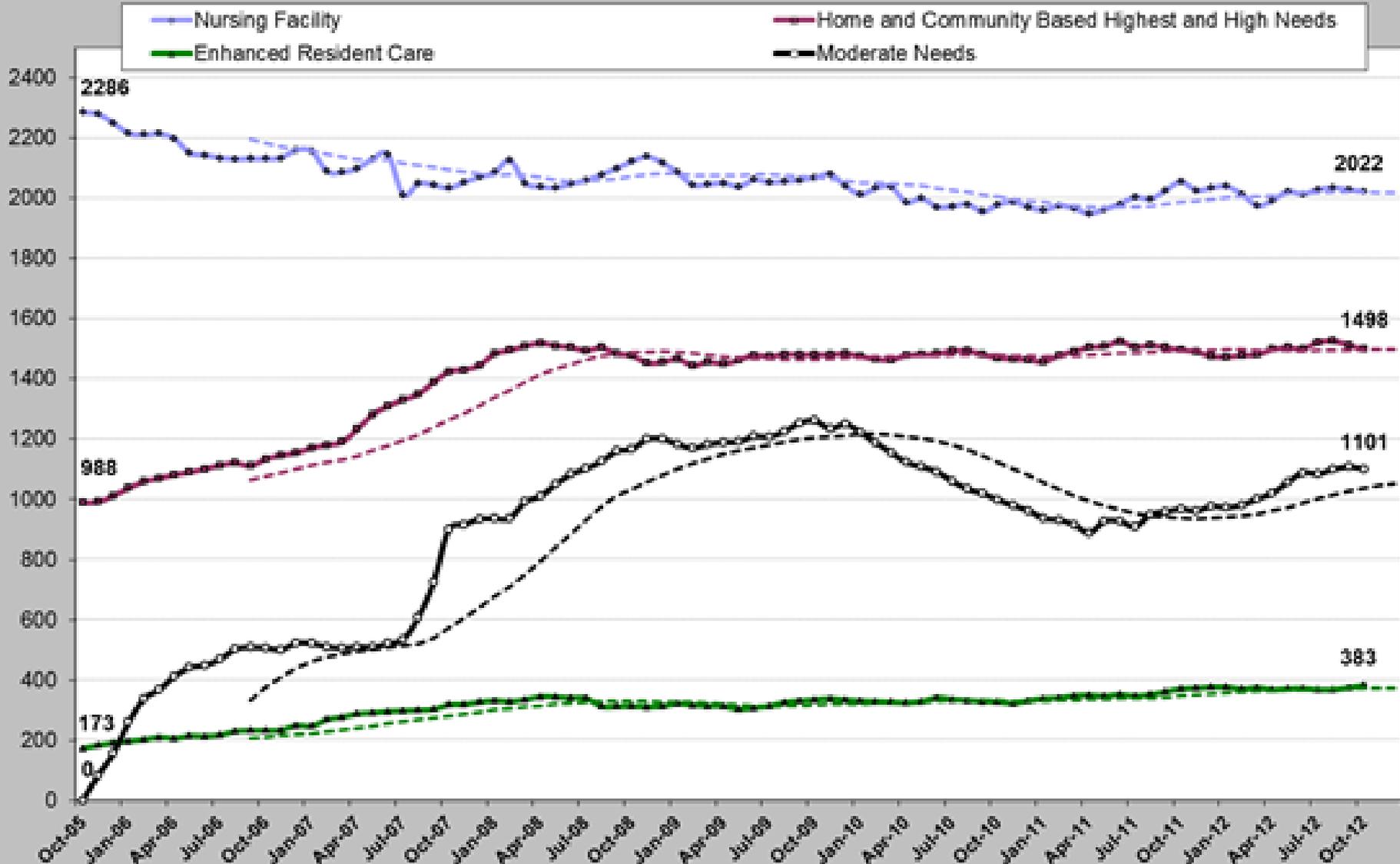
Does not include acute care/primary care expenses.



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

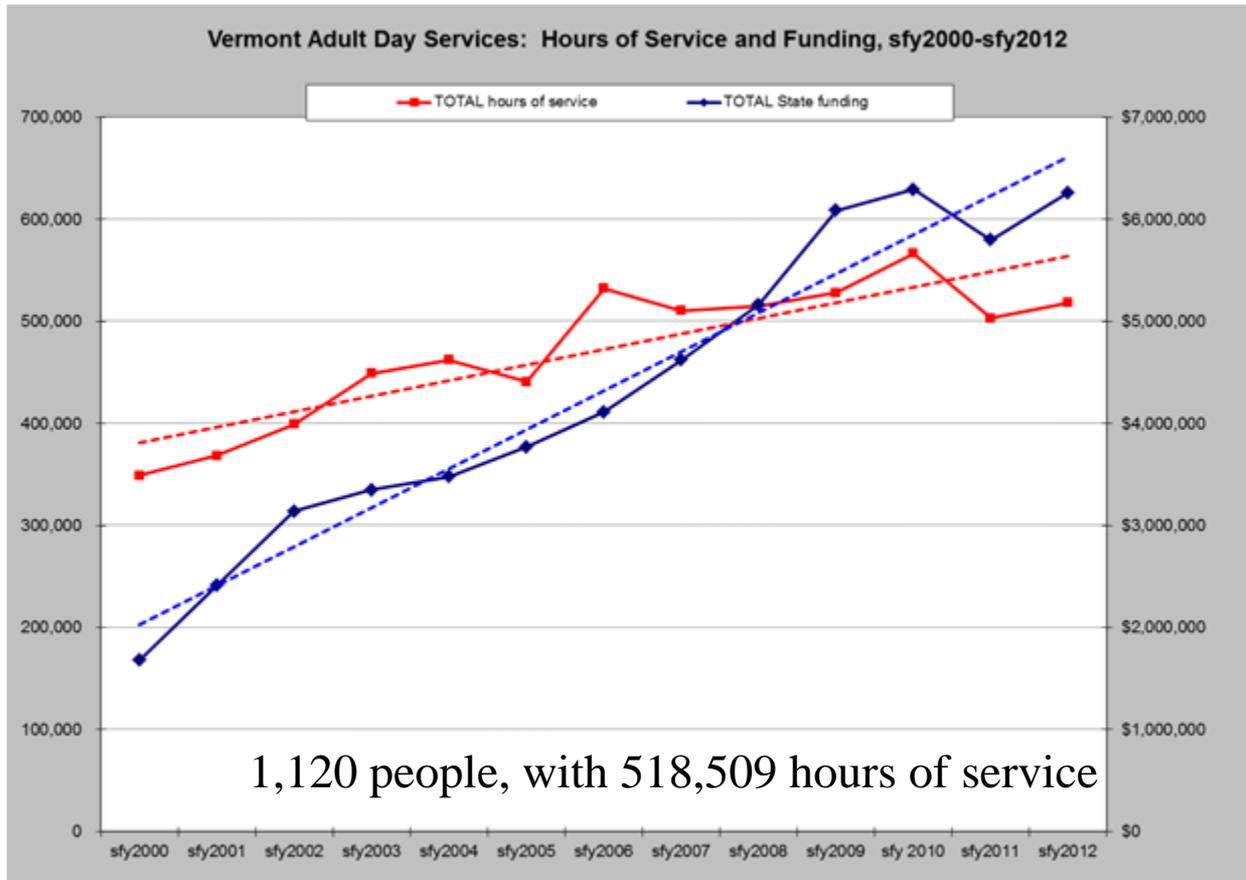
Choices for Care: Total Number of Enrolled Participants by Setting
SFY 2006 - SFY 2013



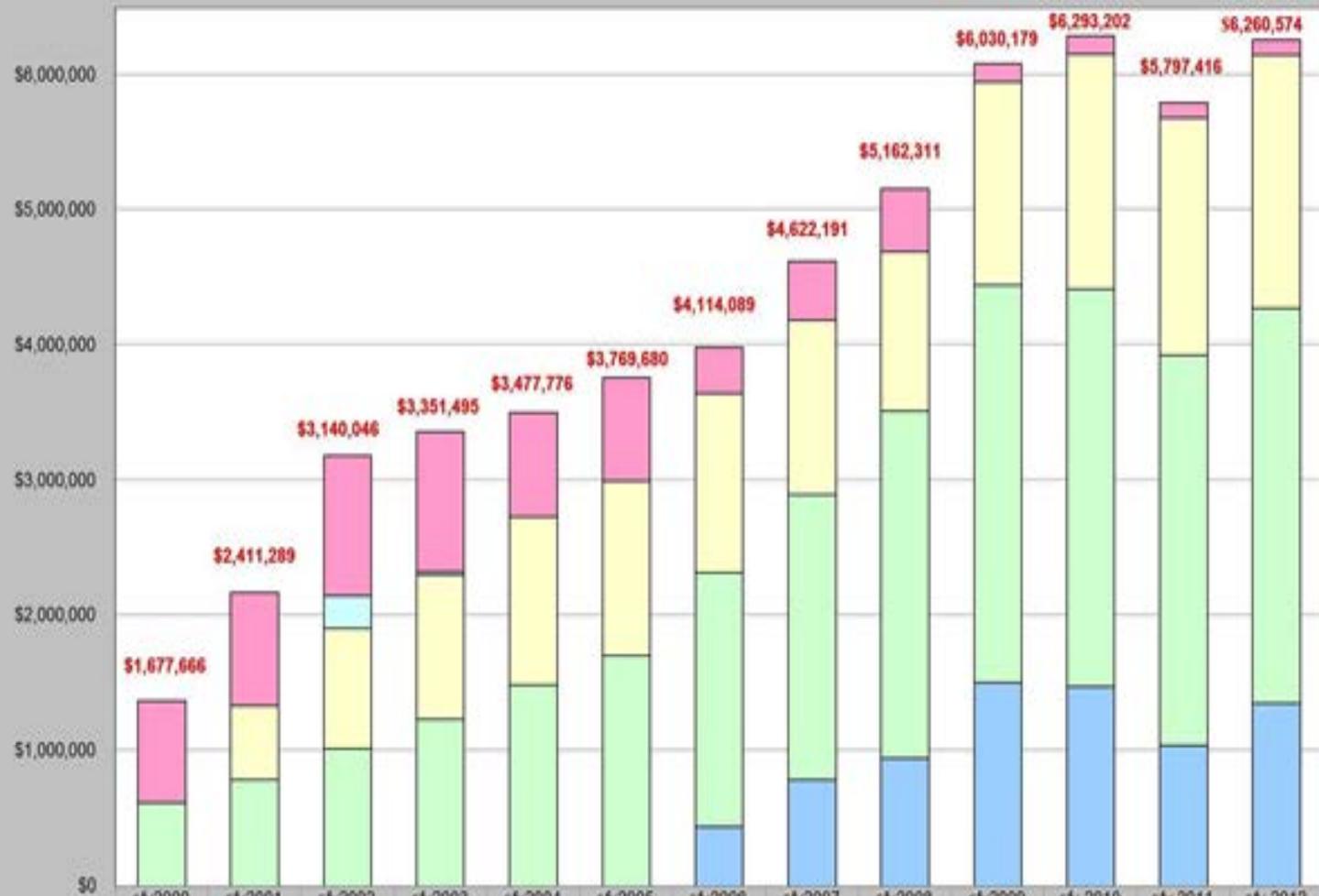
Choices for Care Reinvestments SFY13 - using SFY12 Carryforward funds

	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



Axis Title

	sfy2000	sfy2001	sfy2002	sfy2003	sfy2004	sfy2005	sfy2006	sfy2007	sfy2008	sfy2009	sfy 2010	sfy 2011	sfy 2012
State Grant funds	\$753,004	\$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	\$1,069,899	\$1,241,034	\$1,288,974	\$1,328,857	\$1,291,745	\$1,178,802	\$1,504,223	\$1,740,741	\$1,757,876	\$1,871,263
Choices for Care (highest/high needs groups)	\$818,522	\$786,385	\$1,018,572	\$1,235,105	\$1,491,655	\$1,708,746	\$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

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