Department of Human Services
Fiscal Year 2016-17 Executive Budget

Theodore Dallas
Secretary
Department Priorities

INCREASE ACCESS TO HIGH-QUALITY SERVICES

SERVE MORE PEOPLE IN THE COMMUNITY

FOCUS ON EMPLOYMENT

IMPROVE CUSTOMER SERVICE

MODERNIZE PROGRAM INTEGRITY
2015 ACCOMPLISHMENTS

538K people

The Medicaid expansion had reached 538,660 people as of January 29, 2016.

MEDICAID EXPANSION SAVINGS

MORE THAN $500 MILLION

Transitioned CHIP to DHS – improving quality and continuity of care

STATE UNINSURED RATE

14% IN 2013
8% IN 2015

Pennsylvania’s Children’s Health Insurance Program
We Cover All Kids.
**Food Stamp Error Rate**

- **Jan. 2014:** 4.73%
- **July 2015:** 2.01%
- **reduced 58%**

**$35 Million Cost Avoidance**

**OIM Call Center: Average % of Calls Answered**

- **Jan. 2015:** 44.6%
- **Oct. 2015:** 96%
- **more than**

**Fewer Individuals on TANF**

- **14,150** fewer individuals on TANF since January 2015.
- **45,054** an increase of 3.2 percentage points.

**TANF adults became employed**, ending receipt of their TANF benefits, between February 2015 — when the Wolf Administration took office — and November 2015.
2016/17 BUDGET: CROSSROADS

• Which path do we choose?
  – Path 1: Build upon the bipartisan compromise allowing for restoration of cuts and critical new investments in DHS services that will drive long-term savings.
  – Path 2: Refuse to invest in our future requiring a $600 million cut for vital human services.
CONSEQUENCES OF REFUSING TO INVEST

DHS and the Pennsylvanians we serve could lose the following funding without an investment in our future:

• As much as $200 million in services to Pennsylvania seniors, including prescription drug assistance and home- and community-based services. Pennsylvania seniors who depend on these services will be forced to pay more out of pocket or worse – forced from their homes. If we don’t have a budget, we can’t help.

• $180 million in assistance for people living with mental illness or intellectual disabilities. If we don’t have a budget, they will be denied significant opportunities to improve their lives.

• More than $40 million in state funding for child care, and thus forfeit another nearly $50 million in federal matching funds, for a total cut of nearly $90 million. If we don’t have a budget, more than 200,000 Pennsylvania children will have nowhere to go.

• $11.5 million in funding for domestic violence shelters and rape crisis centers. If we don’t have a budget, those shelters and crisis centers will have to shut their doors to the people who need them.
<table>
<thead>
<tr>
<th>Change from FY 15-16</th>
<th>Major Change</th>
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<tbody>
<tr>
<td>$472,860</td>
<td>Changes in enrollment and service costs</td>
</tr>
<tr>
<td>$100,085</td>
<td>Changes in Federal programs</td>
</tr>
<tr>
<td>$166,352</td>
<td>Roll County Child Welfare 4th quarter payment from FY15/16 to FY16/17</td>
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<tr>
<td>$31,979</td>
<td>County Child Welfare Needs Based Budget Request</td>
</tr>
<tr>
<td>$52,402</td>
<td>Annualization of prior year initiatives</td>
</tr>
<tr>
<td>$39,523</td>
<td>Revenue and cash flow adjustments (includes usage of prior year funds)</td>
</tr>
<tr>
<td>($34,150)</td>
<td>Medicaid Expansion annualized savings</td>
</tr>
<tr>
<td>$829,051</td>
<td>SUBTOTAL - Cost to Carry Budget</td>
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INITIATIVES: COMMUNITY HEALTHCHOICES

• $43.1 M to develop Governor Wolf’s plan to increase opportunities for older Pennsylvanians and individuals with physical disabilities to remain in their homes.

• Rolls out in 3 phases over 3 years - beginning in SW PA in January 2017.

• Will coordinate health and long-term services and supports through CHC managed care organizations, improving care coordination and health outcomes while allowing more individuals to live in their community.

• The CHC rate model will include value-based incentives to increase the use of home and community-based services and meet other program goals.
INITIATIVES: COMMUNITY OPPORTUNITIES

• $23.0 M to provide home- and community-based services to an additional 2,040 individuals with disabilities.

• $25.3 M to provide home- and community-based services to 2,904 additional older Pennsylvanians.
INITIATIVES: COMBATING THE HEROIN EPIDEMIC

- $34.2 million to implement 50 Health Homes to treat over 11,250 individuals with opioid-related substance use disorder.
  - Phase 1 – July 1, 2016 - 25 additional methadone/suboxone clinics licensed by the Department of Drug and Alcohol Programs.
  - Phase 2 – January 1, 2017 - 5 additional methadone/suboxone clinics through the behavioral health counties/managed care organizations (MCOs) and 20 suboxone prescribing physical health (PH) practices through the PH MCOs.
INITIATIVES: COUNTY HUMAN SERVICES FUNDING RESTORATION

• Restores $27.9 M to human services appropriations originally subject to a 10% reduction in FY 2012-13.

• This includes critical services for individuals with mental health, substance use disorder, and intellectual disabilities, and those involved in the child welfare system.
INITIATIVES : EXPANDED SERVICES FOR INDIVIDUALS WITH DISABILITIES

• $12.3 M to provide home- and community-based services for an additional 850 individuals with intellectual disabilities and autism.
  o Supports 500 young adults graduating from school and 250 individuals with intellectual disabilities on the emergency waiting list.
  o Expands services in the autism waiver for an additional 100 individuals.
INITIATIVES

Expand Evidence-Based Home Visiting

• $10.0 M to increase support to families through evidence-based home visiting services.
• Builds on Governor Wolf’s commitment to providing high-quality care and education services to our youngest children.
• Trained professionals visit families to provide parent education and support.
• Research-based outcomes include improved maternal and child health, parenting skills and child learning, development and well-being.

Child Care Works Waiting List

• $12.0 M to provide access to an additional 2,247 children to safe and reliable child care, allowing more low-income families to work.
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