

DBHDS

Virginia Department of
Behavioral Health and
Developmental Services

Department of Behavioral Health and Developmental Services

DOJ Stakeholders Meeting

November 18, 2014

Don Darr

Assistant Commissioner

Finance & Administration

DOJ Settlement Agreement 10 Year Summary

	Base Projections	Current Projections
Total Cost ¹	\$2.4 Billion	\$2.5 Billion
GF Share of the Cost	\$1.2 Billion	\$1.2 Billion
GF savings and offsets ²	\$826.9 Million	\$790.1 Million
<u>New</u> GF required ³	\$380.7 Million	\$451.5 Million

¹ Includes total state and federal costs to implement the DOJ settlement include ID/DD waivers, crisis management, family support, facility transition waivers, administration, monitoring, quality management systems, and facility closure costs.

² Includes facility savings, appropriations that were in place in FY 2012 before the Trust Fund was established (base funding) and \$60 million in Trust Funds that were provided in fiscal years 2012 and 2013.

³ Base projections reflect actions by 2013 session of the General Assembly which added \$30.4 million in adult crisis funds and \$10 million in children's crisis funding over nine years.

Note: The current projections account for both Chapter 2 and the additional costs needed to support the NVTC delay.

DOJ Funding & Expenditures

Actuals through September 30, 2014	FY 2014		FY 2015		FY 2016	Actuals
	Budget	Actuals	Budget	Actuals	Budget	FY12 - FY16
Facility Transition ID Waivers ¹	\$19,534,660	\$17,507,752	\$29,197,439	\$5,485,895	\$34,969,327	\$31,042,671
Community ID & DD Waivers ¹	\$27,642,275	\$25,061,425	\$28,828,547	\$7,017,254	\$48,394,248	\$49,640,779
Individual Family & Support	\$3,800,000	\$3,598,915	\$3,398,000	\$71,901	\$3,200,000	\$5,323,054
Housing ²	\$800,000	\$88,058	\$5,227,000	\$108,756	\$0	\$196,814
Crisis Stabilization ³	\$12,231,711	\$12,077,224	\$12,239,000	\$2,856,143	\$16,250,000	\$22,698,937
Facility Closure Costs ⁴	\$7,690,099	\$7,690,099	\$27,998,679	\$6,999,670	\$22,324,758	\$17,439,654
Independent Review ⁵	\$328,000	\$328,000	\$360,000	\$85,328	\$330,000	\$775,122
DBHDS Administration ⁶	\$1,807,338	\$1,540,588	\$2,098,000	\$927,682	\$1,888,000	\$3,976,628
DMAS Administration ⁶	\$787,000	\$196,056	\$739,360	Data Not Available	\$772,145	\$196,056
Quality Management ⁶	\$300,000	\$155,010	\$645,000	\$79,274	\$500,000	\$393,743
Database Warehouse	\$956,000	\$741,000	\$925,000	\$294	\$742,000	\$741,294
Database Licensing	\$1,100,000	\$0	\$1,100,000	\$0	\$200,000	\$0
Discharge Monitoring	\$138,000	\$145,709	\$400,000	\$4,921	\$140,000	\$150,629
DMAS MMIS	\$250,000	\$250,000	\$0	\$0	\$0	\$250,000
Community Provider Training ⁷	\$70,000	\$25,782	\$70,000	\$5,255	\$70,000	\$31,037
Supports Intensity Scale ⁷	\$1,207,756	\$765,953	\$1,553,864	\$641,137	\$1,790,000	\$1,407,090
DD Health Supports Network	\$0	\$0	\$2,000,000	\$15,909	\$2,600,000	\$15,909
NVTC Bridge Funding	\$3,152,626	\$0	\$2,750,000	\$79,096	\$0	\$79,096
Facility Savings ⁸	(\$19,364,535)	(\$16,315,271)	(\$44,469,616)	(\$11,117,404)	(\$59,816,103)	(\$33,004,664)
Total (including base funding of \$21.8M)	\$62,430,930	\$53,856,299	\$75,060,273	\$13,261,110	\$74,354,375	\$101,353,849

¹ State match for waiver slots for those transitioning from the Training Centers to the community and for those on the community waiting list. Until the end of each fiscal year, DBHDS populates the line items with estimated accrued expenses based on average costs generated by DMAS.

² Includes: one-time fund to provide and administer rental assistance to increase access to independent living options such as individuals' own homes or apartments; capital subsidies for housing development; rent reserves; and transition supports.

³ Crisis stabilization programs offer a short-term alternative to institutionalization or hospitalization for individuals who need inpatient stabilization services.

⁴ Separation costs for Training Center employees, such as severance and retention bonuses.

⁵ Required Independent Reviewer that reports to the federal judge on DBHDS compliance with the DOJ settlement.

⁶ Expenses at DBHDS and DMAS that include licensing and Human Rights positions for community services oversight, and quality service reviews.

⁷ DBHDS funds some portion of the expense internally.

⁸ Direct and indirect savings realized from closing Training Centers.

* FY 2015 budget includes both Chapter 2 and carry forward from FY 2014.

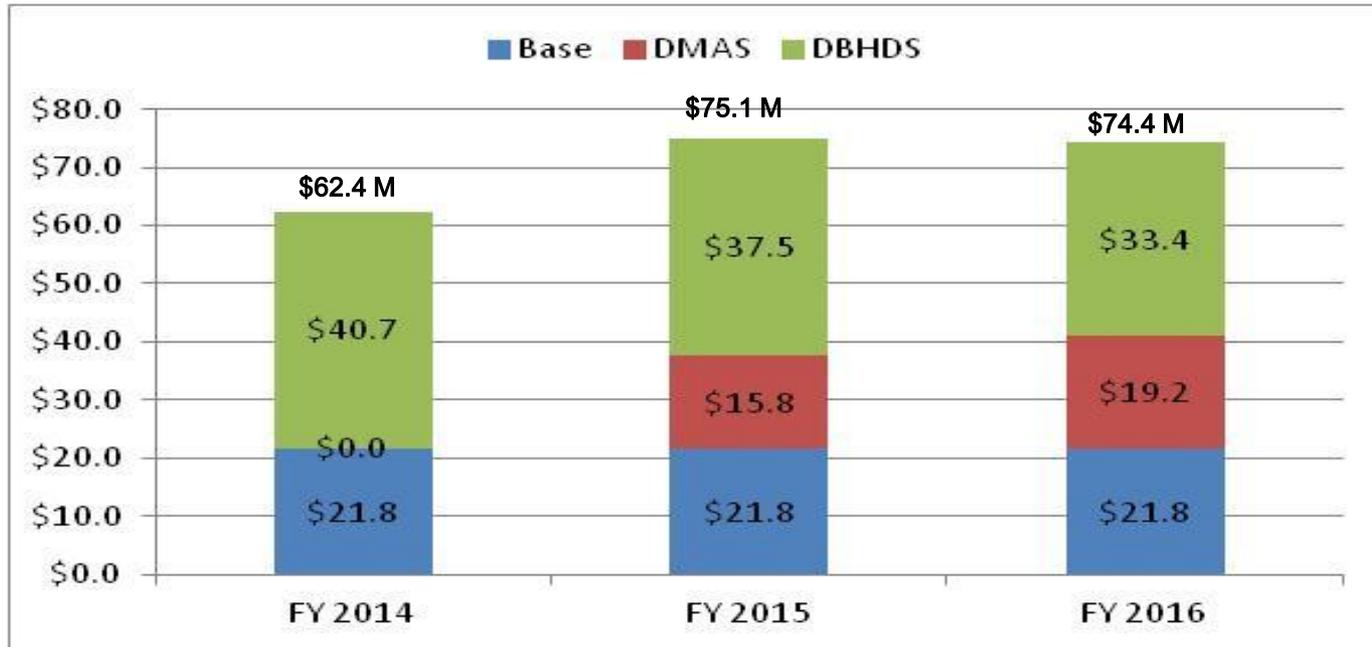
DOJ Expenditure Variances

- Waivers - Expenses are estimates until actual data is received from DMAS.
- Individual Family Support Program (IFSP)
 - The IFSP application process has been broken into two cycles. The first cycle opened on September 15th resulting in 3,000 applications.
 - Distribution of funds will begin by mid-November . The second cycle starts in March.
- Housing
 - FY 2015 budget includes several initiatives funded with carry forward funds from FY 2014.
 - The initiatives consist of: Capital subsidy for two (2) four bedroom Group Home for eight Arlington County residents; HUD 811 Rent Reserve; Transition Support (HUD 811 and Rental Choice VA); Capital Subsidy for additional integrated housing development to assistance with the closure of NVTC; and Increased integrated housing opportunities in NOVA and to create options for integrated day activities.
- DBHDS Administration – The department is reimbursed quarterly for the relevant DOJ positions.

DOJ Expenditure Variances

- Licensing
 - The current plan is to procure a Business Process Modeling vendor within the next two months to assess current state, benchmarking evaluation and proposed future state.
 - The estimated cost for this is \$90K – \$100K and the effort should be completed by March 2015.
 - The department projects closing the fiscal year with a remaining balance in this category.
- Discharge Monitoring - Options for fulfilling this objective will be reviewed with the PMO Oversight Committee on November 21st.
- Bridge Funding
 - There are many providers that have been approved funding that are not yet reflected in the expense data.
 - Expenses are displayed once an invoice is received and paid.

DOJ Settlement Agreement Budget FY 2014 – FY 2016 Funding



- In FY14 all funds were appropriated to DBHDS; however, there was a transfer between DBHDS and DMAS at the end of the fiscal year.
- New general fund support:
 - ✓ DD Health Support Networks (\$2.0M in FY15 and \$2.6M in FY16)
 - ✓ NoVA capacity development (\$2.8M in FY15)
 - ✓ Revise SIS Assessments (\$1.1M in FY15 and \$1.7M in FY16)
- There is an outstanding carry forward decision brief that may affect the displayed figures for FY15.

Potential Funding Issues

- Carry forward is being held by the Department of Planning and Budgeting. Failure to release will result in significant funding gap.
- Carry forward is primarily focused on building housing capacity within the community. Failure to provide these funds could slow training center discharges.
- Delayed layoffs at the training centers will result in delayed and/or unrealized training center savings.
- Failure to approve DBHDS budget amendments to support the rebasing and cover the cost of the delay of NVTC will result in considerable variances to budget.