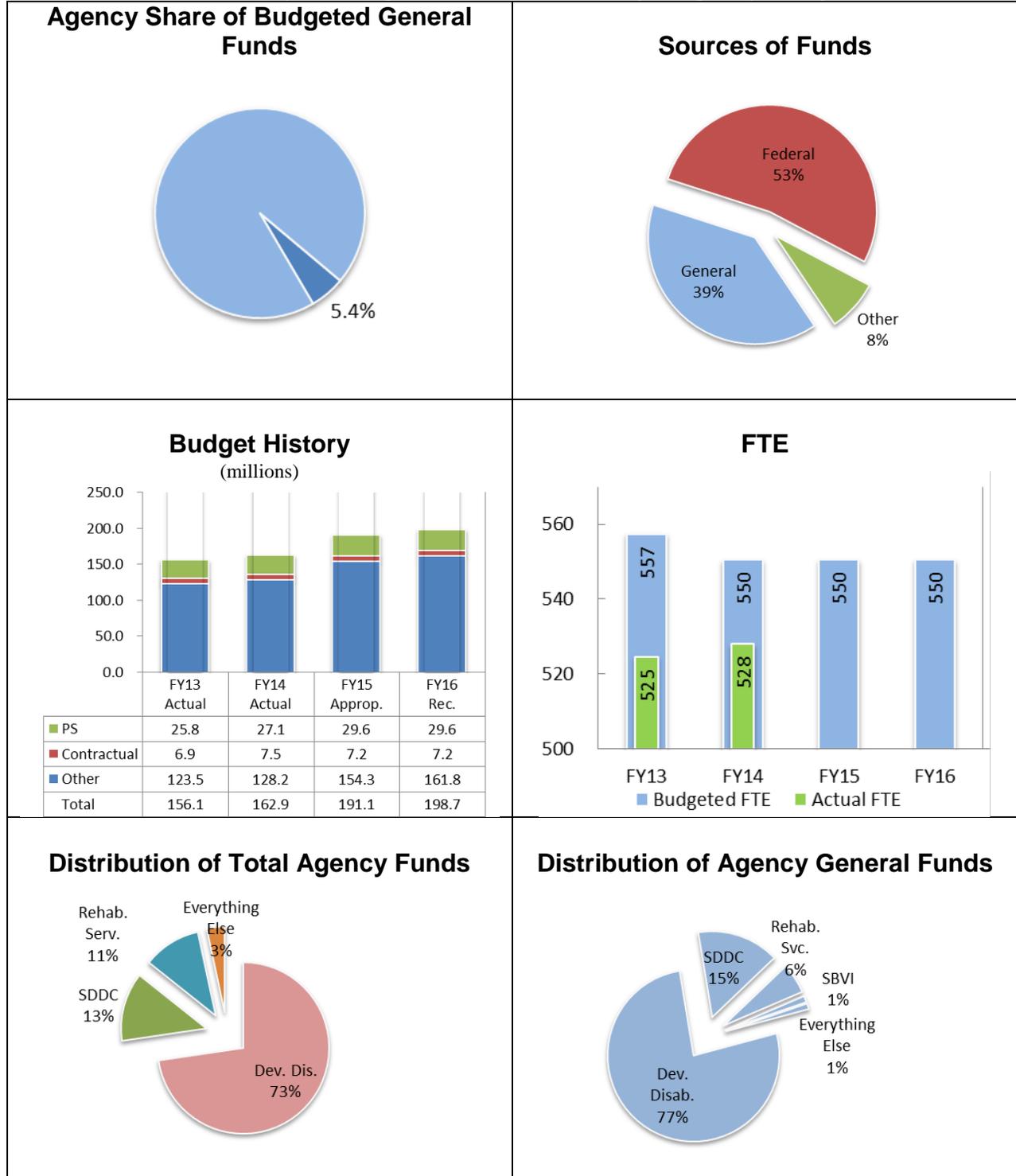


# FY16 Budget Briefing

## Department of Human Services

Information contained in this document is based on Governor's original recommended FY16 budget.  
This document may not correspond with the final FY16 budget adopted by the Legislature.



## Key Personnel

- Gloria Pearson, Department Secretary
- Nicholas Cotton, Budget & Finance Director
- Dan Lusk, Developmental Disabilities Director
- Jan Banghart, SD Developmental Center Director (Redfield)
- Eric Weiss, Rehabilitation Services Director
- Gaye Mattke, Service to the Blind & Visually Impaired Director

## Department Total

The Department of Human Services will enhance the quality of life of people with disabilities, in partnership with its stakeholders.

	Actual FY13	Actual FY14	Budgeted FY15	Agency Request FY16	Gov Rec FY16	Gov Rec Inc/Dec for FY16	% Change From FY2015
<b>Personal Services</b>							
Employee Salaries	18,916,033	19,470,146	21,409,671	21,409,671	21,409,671	0	0.0%
Employee Benefits	6,847,140	7,666,359	8,213,058	8,213,058	8,213,058	0	0.0%
<b>FTE</b>	524.6	527.9	550.4	550.4	550.4	0.0	0.0%
<b>Funding Types</b>							
General	9,895,538	10,914,630	12,149,795	12,290,192	12,250,079	100,284	0.8%
Federal	15,729,479	16,080,368	17,299,428	17,159,031	17,199,144	(100,284)	(0.6%)
Other	138,156	141,507	173,506	173,506	173,506	0	0.0%
<b>Total PS</b>	25,763,172	27,136,505	29,622,729	29,622,729	29,622,729	0	0.0%
<b>Operating Expenses</b>							
Travel	393,622	365,040	434,134	434,134	434,134	0	0.0%
Contractual Services	6,908,368	7,511,372	7,209,872	7,223,126	7,223,126	13,254	0.2%
Supplies & Materials	1,119,176	1,129,157	1,233,138	1,300,707	1,300,707	67,569	5.5%
Grants and Subsidies	121,224,431	125,859,251	152,110,320	160,300,481	159,608,630	7,498,310	4.9%
Capital Outlay	653,027	809,930	484,512	484,512	484,512	0	0.0%
Other	74,347	45,612	0	0	0	0	0.0%
<b>Funding Types</b>							
General	51,223,655	55,999,792	61,987,550	66,671,459	66,034,685	4,047,135	6.5%
Federal	76,704,686	77,245,500	84,552,511	87,694,995	87,618,198	3,065,687	3.6%
Other	2,444,630	2,475,070	14,931,915	15,376,506	15,398,226	466,311	3.1%
<b>Total OE</b>	130,372,970	135,720,362	161,471,976	169,742,960	169,051,109	7,579,133	4.7%
<b>Totals</b>							
<b>Funding Types</b>							
General	61,119,193	66,914,422	74,137,345	78,961,651	78,284,764	4,147,419	5.6%
Federal	92,434,165	93,325,868	101,851,939	104,854,026	104,817,342	2,965,403	2.9%
Other	2,582,785	2,616,576	15,105,421	15,550,012	15,571,732	466,311	3.1%
<b>Total</b>	156,136,142	162,856,867	191,094,705	199,365,689	198,673,838	7,579,133	4.0%

## Department Object Detail

Item	Actual FY2013	Actual FY2014	Budgeted FY2015	Governor Rec FY2016	Inc/Dec Over FY2015	% Change Over FY2015
<b>PERSONAL SERVICES</b>						
General Funds	9,895,538	10,914,630	12,149,795	12,250,079	100,284	0.8%
Federal Funds	15,729,479	16,080,368	17,299,428	17,199,144	(100,284)	(0.6%)
Other Funds	138,156	141,507	173,506	173,506	0	0.0%
Total Personal Services	25,763,173	27,136,505	29,622,729	29,622,729	0	0.0%
<b>FTE</b>	524.6	527.9	550.4	550.4	0.0	0.0%
<b>TRAVEL</b>						
General Funds	175,213	134,799	161,031	161,424	393	0.2%
Federal Funds	218,109	227,309	270,964	270,571	(393)	(0.1%)
Other Funds	300	2,933	2,139	2,139	0	0.0%
Total Travel	393,622	365,041	434,134	434,134	0	0.0%
<b>CONTRACTUAL SERVICES</b>						
General Funds	2,395,236	2,409,682	2,298,171	2,318,529	20,358	0.9%
Federal Funds	3,694,043	4,273,583	4,143,512	4,136,408	(7,104)	(0.2%)
Other Funds	819,088	828,107	768,189	768,189	0	0.0%
Total Contractual Services	6,908,367	7,511,372	7,209,872	7,223,126	13,254	0.2%
<b>SUPPLIES AND MATERIALS</b>						
General Funds	458,211	461,697	521,967	559,356	37,389	7.2%
Federal Funds	656,142	664,847	710,128	740,308	30,180	4.2%
Other Funds	4,823	2,613	1,043	1,043	0	0.0%
Total Supplies and Materials	1,119,176	1,129,157	1,233,138	1,300,707	67,569	5.5%
<b>GRANTS AND SUBSIDIES</b>						
General Funds	47,857,079	52,567,015	58,848,521	62,836,548	3,988,027	6.8%
Federal Funds	71,905,115	71,765,615	79,226,679	82,270,651	3,043,972	3.8%
Other Funds	1,462,236	1,526,621	14,035,120	14,501,431	466,311	3.3%
Total Grants and Subsidies	121,224,430	125,859,251	152,110,320	159,608,630	7,498,310	4.9%
<b>CAPITAL OUTLAY</b>						
General Funds	263,569	383,466	157,860	158,828	968	0.6%
Federal Funds	231,275	314,146	201,228	200,260	(968)	(0.5%)
Other Funds	158,182	112,318	125,424	125,424	0	0.0%
Total Capital Outlay	653,026	809,930	484,512	484,512	0	0.0%
<b>OTHER EXPENSES</b>						
General Funds	74,347	43,134	0	0	0	0.0%
Federal Funds	0	0	0	0	0	0.0%
Other Funds	0	2,478	0	0	0	0.0%
Total Other	74,347	45,612	0	0	0	0.0%
<b>TOTAL</b>						
General Funds	61,119,193	66,914,423	74,137,345	78,284,764	4,147,419	5.6%
Federal Funds	92,434,163	93,325,868	101,851,939	104,817,342	2,965,403	2.9%
Other Funds	2,582,785	2,616,577	15,105,421	15,571,732	466,311	3.1%
Total All Funds	156,136,141	162,856,868	191,094,705	198,673,838	7,579,133	4.0%

## Budget Detail Summary

### Department of Human Services FY16 Budget Detail Summary

DIVISION OF THE SECRETARY	Governor's Recommended FY16 Increase/(Decrease)				Governor's Recommended FY16 Budget					
	General	Federal	Other	Total	General	Federal	Other	Total	FTE	
* See bottom for descriptions										
Administration	-	-	-	-	341,478	293,813	87	635,378	7.0	
Budget and Finance	-	-	-	-	345,986	352,333	1,334	699,653	9.0	
Guardianship *	-	-	-	-	170,615	-	-	170,615	-	
<b>Total Secretariat</b>	-	-	-	-	<b>858,079</b>	<b>646,146</b>	<b>1,421</b>	<b>1,505,646</b>	<b>16.0</b>	
<b>DEVELOPMENTAL DISABILITIES</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>FTE</b>	
Administration	-	-	-	-	1,014,719	1,005,568	-	2,020,287	20.5	
<b>Community/Family Services</b>										
Family Support *	252,311	118,870	-	371,181	3,184,009	2,046,577	-	5,230,586	-	
Child Respite Care	7,307	-	-	7,307	281,887	90,750	-	372,637	-	
Adult Foster Care	-	-	-	-	35,200	-	-	35,200	-	
Extraordinary Needs *	-	-	-	-	56,591	-	-	56,591	-	
Autism Grant	-	-	-	-	112,500	-	-	112,500	-	
<b>Long Term Care Services</b>										
Community Training Services *	33,672	-	-	33,672	1,717,256	-	-	1,717,256	-	
Title XIX - Adults - HCBS *	3,612,100	2,783,355	-	6,395,455	53,213,699	56,777,413	-	109,991,112	-	
Title XIX - Children - HCBS	4,740	61,257	170,001	235,998	299,328	6,078,791	5,678,740	12,056,859	-	
ICF/IID Child *	-	63,959	176,310	240,269	-	6,343,613	5,928,356	12,271,969	-	
DD State Council *	-	-	-	-	23,048	502,770	-	525,818	-	
<b>Total Developmental Disabilities</b>	<b>3,910,130</b>	<b>3,027,441</b>	<b>346,311</b>	<b>7,283,882</b>	<b>59,938,237</b>	<b>72,845,482</b>	<b>11,607,096</b>	<b>144,390,815</b>	<b>20.5</b>	
<b>SD DEVELOPMENTAL CENTER (SDDC) - REDFIELD</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>FTE</b>	
Administration	8,717	(8,717)	-	-	876,251	914,977	-	1,791,228	17.5	
Physical Plant	57,314	21,308	-	78,622	2,006,095	2,235,274	126,629	4,367,998	49.0	
Health Services	23,228	(23,228)	-	-	2,256,174	2,410,824	665,516	5,332,514	60.6	
Program One *	25,754	(25,754)	-	-	2,495,425	2,659,158	-	5,154,583	101.0	
Program Two *	17,963	(17,963)	-	-	1,743,313	1,855,125	-	3,598,438	68.5	
Program Three *	23,052	(23,052)	-	-	2,230,797	2,380,092	-	4,610,889	89.0	
Redfield Workshops *	910	(910)	-	-	88,442	94,822	-	183,264	-	
ICF/IID Provider Tax *	4,225	(4,225)	-	-	408,757	436,131	-	844,888	-	
<b>Total SDDC</b>	<b>161,163</b>	<b>(82,541)</b>	<b>-</b>	<b>78,622</b>	<b>12,105,254</b>	<b>12,986,403</b>	<b>792,145</b>	<b>25,883,802</b>	<b>385.6</b>	
<b>REHABILITATION SERVICES (DRS)</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>FTE</b>	
Administration	-	-	-	-	244,635	906,471	85	1,151,191	9.0	
Client Services *	-	-	-	-	999,083	4,124,005	560,536	5,683,624	-	
Board of Vocational Rehabilitation	-	-	-	-	33,603	124,207	-	157,810	-	
In-service Training *	-	-	-	-	2,145	19,766	-	21,911	-	
Independent Living *	13,883	-	-	13,883	99,071	303,951	305,000	708,022	-	
Deaf Services *	-	-	70,000	70,000	-	-	259,623	259,623	-	
Disability Determination *	-	-	-	-	-	3,907,385	-	3,907,385	30.5	
Interpreter Certification	-	-	-	-	-	-	16,350	16,350	-	
DRS Field Offices	-	-	-	-	788,350	2,938,188	-	3,726,538	59.6	
Grants/Contracts *	-	-	-	-	85,627	1,385,629	351,830	1,823,086	-	
Attendant Care Services *	62,243	20,503	-	82,746	2,192,036	2,064,035	-	4,256,071	-	
<b>Total Rehabilitation Services</b>	<b>76,126</b>	<b>20,503</b>	<b>70,000</b>	<b>166,629</b>	<b>4,444,550</b>	<b>15,773,637</b>	<b>1,493,424</b>	<b>21,711,611</b>	<b>99.1</b>	
<b>TELECOMMUNICATION DEVICES FOR THE DEAF</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>FTE</b>	
Telecommunications Relay Services *	-	-	-	-	-	-	776,680	776,680	-	
TRS-Equipment *	-	-	50,000	50,000	-	-	400,000	400,000	-	
Telecommunication Access Device Program *	-	-	-	-	-	-	125,000	125,000	-	
<b>Total Telecommunication Devices/Deaf</b>	<b>-</b>	<b>-</b>	<b>50,000</b>	<b>50,000</b>	<b>-</b>	<b>-</b>	<b>1,301,680</b>	<b>1,301,680</b>	<b>-</b>	
<b>SERVICE TO THE BLIND &amp; VISUALLY IMPAIRED</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>	<b>FTE</b>	
Administration	-	-	-	-	163,500	249,305	-	412,805	5.2	
Client Services *	-	-	-	-	264,690	972,993	150,150	1,387,833	-	
Board of SBVI	-	-	-	-	3,381	12,557	-	15,938	-	
Independent Living *	-	-	-	-	131,254	250,403	547	382,204	5.0	
Grants/Contracts *	-	-	-	-	1,491	52,510	25,000	79,001	-	
Independent Living Case Services *	-	-	-	-	5,000	45,000	-	50,000	-	
SD Rehab Center *	-	-	-	-	212,513	542,206	200,269	954,988	12.0	
SBVI Field Offices	-	-	-	-	154,684	421,501	-	576,185	7.0	
In-service Training	-	-	-	-	2,131	19,199	-	21,330	-	
<b>Total Service to the Blind &amp; Visually Impaired</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>938,644</b>	<b>2,565,674</b>	<b>375,966</b>	<b>3,880,284</b>	<b>29.2</b>	
<b>Department of Human Services Total</b>	<b>4,147,419</b>	<b>2,965,403</b>	<b>466,311</b>	<b>7,579,133</b>	<b>78,284,764</b>	<b>104,817,342</b>	<b>15,571,732</b>	<b>198,673,838</b>	<b>550.4</b>	

**\* Select Descriptions - by budget Division (very abbreviated format)**

**DIVISION OF THE SECRETARY**

*Guardianship*: services to individuals who are guardians of the state.

**DEVELOPMENTAL DISABILITIES**

*Family Support*: services to allow individuals with developmental disabilities to remain at home with natural support systems.

*Extraordinary Needs*: specialized assistance to individuals with severe behavioral problems, unexpected severe medical needs, or other extraordinary needs.

*Community Training Services*: to provide prevocational training, community living training, job coaching, supported living, and follow-along services.

*HCBS: Home and Community Based Services* - services provided by the 19 community support providers.

*ICF/IID: Intermediate Care Facility for Individuals with Intellectual Disabilities* (funded through the Medicaid state plan & tuition through the local school district.

*DD State Council*: 23 member council appointed by the Governor and mandated by the Federal Developmental Disabilities

**SOUTH DAKOTA DEVELOPMENTAL CENTER (SDDC) - REDFIELD FACILITY**

*Program One*: specialized residential and vocational services for adult males with intellectual and developmental disabilities and extremely challenging behaviors.

*Program Two*: specialized residential, educational, and vocational services for youth with intellectual and developmental disabilities age 10-21 years.

*Program Three*: specialized residential & vocational services for adult ladies & men with intellectual & developmental

*Redfield Workshops*: wages paid to people that live at SDDC for the work completed in their vocational training programs.

*ICF/IID Provider Tax*: a provider tax on net revenue of intermediate care facilities per HB1077 in 2007.

**REHABILITATION SERVICES (DRS)**

*Client Services*: funds are utilized to purchase direct services for eligible individuals with disabilities as authorized under the Rehabilitation Act Section 103.

*In-Service Training*: mandated on-going personnel training and development to ensure staff can meet the needs of eligible consumers.

*Independent Living*: services contracted to the three centers for independent living to assist in diverting people from more costly services such as nursing homes.

*Deaf Services*: support to individuals who are deaf/hard of hearing and for an interpreter mentoring program.

*Disability Determination*: federally mandated to make all determinations for Social Security Disability benefits for all South Dakotans.

*Grants/Contracts*: used to process payroll for participants in the Project Skills Program (to obtain career experiences in community employment).

*Attendant Care Services*: contract with Consumer Empowerment Services for fiscal reporting by provider agencies in the Assistive Daily Living Services program.

**TELECOMMUNICATION DEVICES FOR THE DEAF**

*Telecommunications Relay Services*: Title IV of the Americans with Disabilities Act requires access to telecommunication for people w hearing/speech disabilities.

*TRS Equipment*: per SDCL 49-31-48 the Equipment Distribution Program was established to purchase/distribute telecom devices.

*Telecom. Access Device Program*: per SDCL 49-31-47 access fees are used to provide assistive devices to other disability groups.

**SERVICE TO THE BLIND AND VISUALLY IMPAIRED**

*Client Services*: to purchase services for individuals participating in rehabilitation plans in order to obtain or retain

*Independent Living*: for five rehab teachers in three field offices that provide direct skills of blindness training to over 575 individuals/year.

*Grants/Contracts*: Low Vision Services contract with an optometrist at the Rehabilitative Center for the Blind.

*Independent Living Case Services*: case services to individuals per Title VII Ch II of the Rehabilitation Act who are 55 years or older.

*SD Rehab Center*: an extensive community rehabilitation program providing specialized training in blindness skills to citizens from SD and surrounding states.

## MAJOR EXPANSIONS AND REDUCTIONS

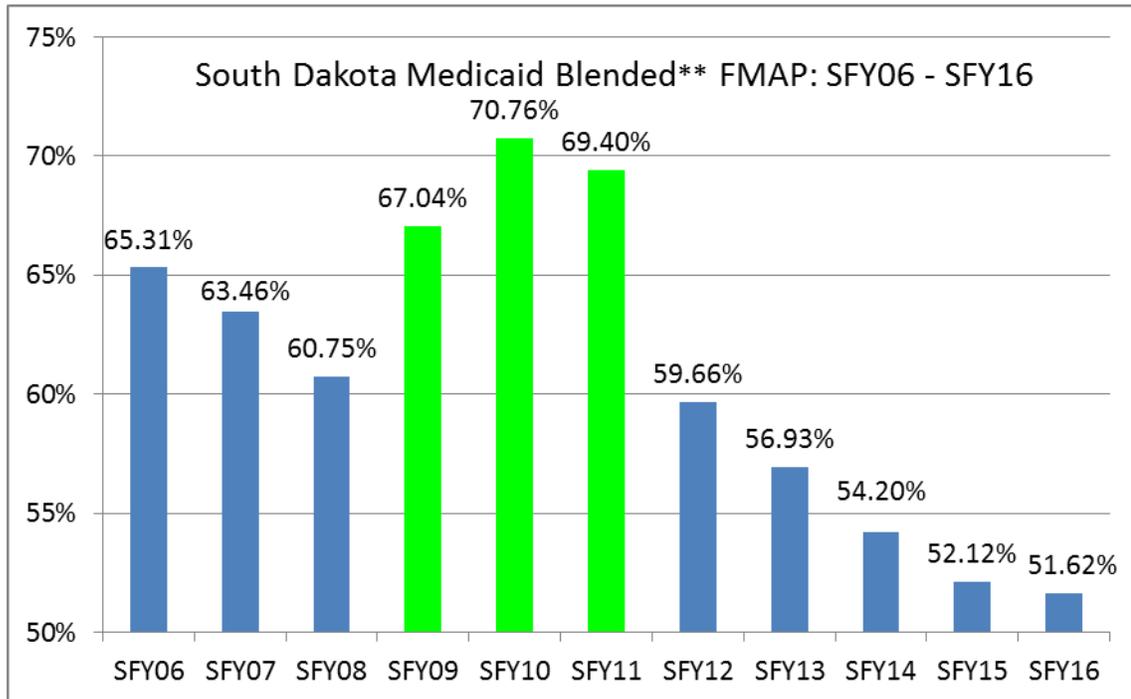
Budget Item	Governor's Recommendation				FTE
	General Funds	Federal Funds	Other Funds	Total Funds	
<b>Developmental Disabilities</b>					
Growth in HCBS Adult Eligibles	2,091,729	2,231,813	-	4,323,542	-
Family Support 360 Program	180,914	99,186	-	280,100	-
2% Discretionary Provider Inflation	1,104,220	1,348,441	227,579	2,680,240	-
FMAP	533,267	(651,999)	118,732	-	-
<b>South Dakota Developmental Center - Redfield</b>					
Utilities	38,037	40,585	-	78,622	-
FMAP	123,126	(123,126)	-	-	-
<b>Rehabilitation Services</b>					
Communication Assistance Program	-	-	70,000	70,000	-
2% Discretionary Provider Inflation	56,522	40,107	-	96,629	-
FMAP	19,604	(19,604)	-	-	-
<b>Telecommunication Devices for the Deaf</b>					
Technology	-	-	50,000	50,000	-
<b>TOTAL</b>	<b>4,147,419</b>	<b>2,965,403</b>	<b>466,311</b>	<b>7,579,133</b>	<b>-</b>

### DEPARTMENT-WIDE CHANGES

**FMAP (Federal Medical Assistance Percentage):** Increase of **\$675,997** from the **general fund**, increase of **\$118,732** in **other fund** expenditure authority, and a decrease of **(\$794,729)** in **federal fund** expenditure authority due to changes in the FMAP rate (net change of zero).

The FMAP is the share of state Medicaid benefit costs paid for by the federal government. The rate is determined annually by the federal government using a formula based on a three-year average of state per capita personal income in relation to the national average. The FY16 rate compares years 2011, 2012 and 2013. States with higher per capita income levels are reimbursed a smaller share of their costs. In State Fiscal Year 2016, the budgeted FMAP rate will be **51.62%** and the state share will be 48.38%. This is a decrease of the federal share by 0.50%. (NOTE: This is only a portion of the statewide impact of the FMAP. Other departments across state government also are impacted.)

<b>FMAP by Division</b>	General Funds	Federal Funds	Other Funds	Total Funds
Developmental Disabilities	533,267	(651,999)	118,732	-
SDDC - Redfield	123,126	(123,126)	-	-
Rehabilitation Services	19,604	(19,604)	-	-
<b>Total</b>	<b>675,997</b>	<b>(794,729)</b>	<b>118,732</b>	<b>-</b>



**Green** = ARRA Increase

\*\*The FMAP rate changes annually on October 1, the beginning of the Federal Fiscal Year. Because the State Fiscal Year (SFY) begins July 1, for budgeting purposes, the state’s budgeted FMAP rate uses the last quarter of the previous federal fiscal year and the first three quarters of the next federal fiscal year. The department refers to this as the “blended rate” and uses that average when calculating its budget request.

**2% Discretionary Provider Inflation:** The Governor recommends a 2% increase to provider rates. This recommendation results an increase of **\$1,160,742** from **general funds**, an increase of **\$1,388,548** in **federal fund** expenditure authority, and an increase of **\$227,579** in **other fund** expenditure authority for a total increase of \$2,776,869. The chart below shows the breakdown by division.

<b>2% Provider Inflation by Division</b>	General Funds	Federal Funds	Other Funds	Total Funds
Developmental Disabilities	1,104,220	1,348,441	227,579	2,680,240
Rehabilitation Services	56,522	40,107	-	96,629
<b>Total</b>	<b>1,160,742</b>	<b>1,388,548</b>	<b>227,579</b>	<b>2,776,869</b>

*From the Bureau of Finance & Management (BFM): Several factors are taken into consideration when the Governor recommends the discretionary inflationary increase for providers. No statutes exist for determining this inflationary increase. As a starting point, the Bureau of Finance and Management uses the projected increase in the Consumer Price Index for All Urban Consumers (CPI-U) forecast by IHS Global Insight for the coming fiscal year (FY16) when compared to the current fiscal year (FY15). The Governor must also consider the funding available in the budget after mandatory costs are paid for.*

## **CHANGES BY DIVISION**

### **Developmental Disabilities**

**Growth in HCBS Adult Eligibles:** Increase of **\$2,091,729** from **general funds** and an increase of **\$2,231,813** in **federal fund** expenditure authority for growth in Adult Title XIX (Medicaid) Home and Community Based Services (HCBS). These services are provided by the nineteen (19) Community Support Providers (CSPs). The department estimates a net growth of 70 people as predicted by historical trend analysis data. Total Increase: \$4,323,542

**Family Support 360 Program:** Increase of **\$180,914** from **general funds** and an increase of **\$99,186** in **federal fund** expenditure authority for expansion of the Family Support 360 program to assist up to 80 children and adults with intellectual and developmental disabilities. Total Increase: \$280,100

**2% Discretionary Provider Inflation:** Increase of **\$1,104,220** from **general funds**, increase of **\$1,348,441** in **federal fund** expenditure authority, and an increase of **\$227,579** in **other fund** expenditure authority. Total Increase: \$2,680,240

**FMAP:** Increase of **\$533,267** from **general funds**, increase of **\$118,732** in **other fund** expenditure authority, and a decrease of **(\$651,999)** in **federal fund** expenditure authority.

### **South Dakota Developmental Center (SDDC) - Redfield**

**Utilities:** Increase of **\$38,037** from **general funds** and an increase of **\$40,585** in **federal fund** expenditure authority due to increased utility expenses. Total Increase: \$78,622

**FMAP:** Increase of **\$123,126** from **general funds** with a corresponding decrease of **(\$123,126)** in **federal fund** expenditure authority.

### **Rehabilitation Services**

**Communication Assistance Program:** Increase of **\$70,000** in **other fund** expenditure authority due to an increase in the Communication Assistance Program contract.

**2% Discretionary Provider Inflation:** Increase of **\$56,522** from **general funds** and an increase of **\$40,107** in **federal fund** expenditure authority. Total Increase: \$96,629.

**FMAP:** Increase of **\$19,604** from **general funds** with a corresponding decrease of **(\$19,604)** in **federal fund** expenditure authority due to the reduced FMAP.

### **Telecommunication Devices for the Deaf**

**Technology:** Increase of **\$50,000** in **other fund** expenditure authority to cover introduction of new technology and related services.

**Governor's Recommended Employee Compensation and Billings Pool –**  
**(from page 01-23 of the Governor's FY16 budget book)**

For FY16, the Governor recommends the 1) state employee compensation plan, 2) bureau billings, and 3) captive insurance be placed in a pool in BFM to be distributed to each agency. *Therefore, individual agency budgets do not reflect changes for the compensation plan, bureau billings, or captive insurance.*

- Below are the estimated distributions for employee compensation for FY16. BFM will distribute dollars from the Pool after employees are placed in the new General Pay Structure and career band pay-for-performance scores and percentages are calculated. The distributed amount to the agency will be in addition to the agency's appropriated personal services budget.

<b>Estimated FY16 Agency Distribution</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Market Adjustments	197,573	285,757	2,889	486,219
Movement Toward Market Value	218,829	412,820	2,573	634,222
<i>Total Compensation Package</i>	416,402	698,577	5,462	1,120,441

- ✓ Recommended FY16 – 2% market adjustment for all permanent employees (except Career Bands); 0%-6.6% market adjustments for Career Bands; 2.5% movement toward market value for General Pay Structure and PACE; 0% to 4.5% pay for performance for Career Bands; 0% health insurance.
- ✓ FY15 – 3% across-the-board/market adjustment for all permanent employees (including Career Bands); 3% adjustment toward job worth for PACE; 0%-4.5% pay for performance for Career Bands; targeted compensation adjustments for a small number of hard-to-fill, below market vocational jobs; 18.6% health insurance.
- ✓ FY14 – 3% across-the-board for all permanent employees (except Career Bands); 3.5% to 4% market adjustment for Career Bands; 3.5% adjustment toward job worth for PACE; 0%-4.5% pay for performance for Career Bands; 14.7% health insurance.
- ✓ FY13 – 3% across-the-board for all permanent employees (including Career Bands); 2.5% adjustment toward job worth for PACE; 0%-7% adjustment toward market value for Career Bands; 3.3% health insurance.

- Below are the estimated distributions for bureau billings for FY16. The amount distributed to the agency will be in addition to the agency's appropriated contractual services budget.

<b>Estimated FY16 Agency Expenditures</b>	<b>General</b>	<b>Federal</b>	<b>Other</b>	<b>Total</b>
Bureau Billings for Expansion	21,983	50,705	402	73,090
Bureau Billings for Compensation Package	8,281	18,623	170	27,074
<i>Total Bureau Billings Increase</i>	30,264	69,328	572	100,164

- The estimated distribution for Captive Insurance is not available at this time.

## Interagency Billings

Below are the sources of funds DHS used to pay for services provided by central governmental bureaus (Bureau of Finance and Management, Bureau of Information and Telecommunications, Bureau of Administration, and the Bureau of Human Resources).

<b>FY14 Actual Expenditures</b>	<b>General Funds</b>	<b>Federal Funds</b>	<b>Other Funds</b>	<b>Total Funds</b>
Bureau of Administration	107,169	272,544	4,899	384,613
Bureau of Finance and Management	90,463	219,184	3,680	313,326
Bureau of Human Resources	112,647	222,018	1,291	335,956
Bureau of Information and Telecommunications	262,142	641,913	4,060	908,115
<i>Total Bureau Billings</i>	572,420	1,355,660	13,930	1,942,010

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### ACRONYMS:

**ADLS** – Assistive Daily Living Services  
**CMS** – Centers for Medicare and Medicaid Services  
**COLA** – Cost of Living Adjustment  
**CSP** – Community Support Provider  
**CTS** – Community Training Services  
**DDD** – Division of Developmental Disabilities  
**DDS** – Disability Determination Services  
**DHS** – Department of Human Services  
**DRS** – Division of Rehabilitation Services  
**FMAP** – Federal Medical Assistance Percentage  
**HCBS** – Home & Community Based Services  
**ICF/IID** – Intermediate Care Facility for Individuals with Intellectual Disabilities  
**IL** – Independent Living  
**SBVI** – Service to the Blind and Visually Impaired  
**SDDC** – South Dakota Developmental Center (Redfield Facility)  
**SDRC** – South Dakota Rehabilitation Center for the Blind  
**SSA** – Social Security Administration  
**SSI** – Supplemental Security Income  
**TRS** – Telecommunication Relay Services  
**VR** – Vocational Rehabilitation

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## SECRETARY

The mission is to continuously monitor and review the programs and services of the department; to ensure efficient and effective delivery of services within each division; and, to coordinate the administrative and financial services for the department through policy and budgetary management.

	Actual FY13	Actual FY14	Budgeted FY15	Agency Request FY16	Gov Rec FY16	Gov Rec Inc/Dec for FY16	% Change From FY2015
<b>Personal Services</b>							
Employee Salaries	737,495	716,866	829,246	829,246	829,246	0	0.0%
Employee Benefits	217,234	238,350	264,756	264,756	264,756	0	0.0%
<b>FTE</b>	15.5	15.2	16.0	16.0	16.0	0.0	0.0%
<b>Funding Types</b>							
General	528,393	505,592	582,133	582,133	582,133	0	0.0%
Federal	426,336	449,624	511,869	511,869	511,869	0	0.0%
Other	0	0	0	0	0	0	0.0%
<b>Total PS</b>	954,729	955,216	1,094,002	1,094,002	1,094,002	0	0.0%
<b>Operating Expenses</b>							
Travel	33,563	32,425	36,004	36,004	36,004	0	0.0%
Contractual Services	178,380	179,325	188,776	188,776	188,776	0	0.0%
Supplies & Materials	19,054	17,060	25,490	25,490	25,490	0	0.0%
Grants and Subsidies	132,980	135,650	151,715	151,715	151,715	0	0.0%
Capital Outlay	19,690	15,137	9,659	9,659	9,659	0	0.0%
<b>Funding Types</b>							
General	274,057	275,404	275,946	275,946	275,946	0	0.0%
Federal	109,610	104,193	134,277	134,277	134,277	0	0.0%
Other	0	0	1,421	1,421	1,421	0	0.0%
<b>Total OE</b>	383,667	379,597	411,644	411,644	411,644	0	0.0%
<b>Totals</b>							
<b>Funding Types</b>							
General	802,450	780,996	858,079	858,079	858,079	0	0.0%
Federal	535,946	553,817	646,146	646,146	646,146	0	0.0%
Other	0	0	1,421	1,421	1,421	0	0.0%
<b>Total</b>	1,338,396	1,334,813	1,505,646	1,505,646	1,505,646	0	0.0%

## Budget Notes

No changes recommended.

## DEVELOPMENTAL DISABILITIES

The mission is to ensure that people with developmental disabilities have equal opportunities and receive the services and supports they need to live and work in South Dakota communities.

	Actual FY13	Actual FY14	Budgeted FY15	Agency Request FY16	Gov Rec FY16	Gov Rec Inc/Dec for FY16	% Change From FY2015
<b>Personal Services</b>							
Employee Salaries	839,399	960,609	1,041,512	1,041,512	1,041,512	0	0.0%
Employee Benefits	255,420	306,070	310,554	310,554	310,554	0	0.0%
<b>FTE</b>	17.7	18.8	20.5	20.5	20.5	0.0	0.0%
<b>Funding Types</b>							
General	583,497	643,537	690,667	690,667	690,667	0	0.0%
Federal	511,322	623,141	661,399	661,399	661,399	0	0.0%
Other	0	0	0	0	0	0	0.0%
<b>Total PS</b>	1,094,818	1,266,679	1,352,066	1,352,066	1,352,066	0	0.0%
<b>Operating Expenses</b>							
Travel	78,963	90,082	101,524	101,524	101,524	0	0.0%
Contractual Services	577,401	681,613	759,626	761,827	761,827	2,201	0.3%
Supplies & Materials	24,469	23,344	25,198	25,198	25,198	0	0.0%
Grants and Subsidies	107,930,035	112,293,465	134,861,949	142,864,469	142,143,630	7,281,681	5.4%
Capital Outlay	11,105	24,053	6,570	6,570	6,570	0	0.0%
Other	53,337	39,409	0	0	0	0	0.0%
<b>Funding Types</b>							
General	45,293,197	50,021,682	55,337,440	59,884,052	59,247,570	3,910,130	7.1%
Federal	63,382,112	63,130,284	69,156,642	72,290,160	72,184,083	3,027,441	4.4%
Other	0	0	11,260,785	11,585,376	11,607,096	346,311	3.1%
<b>Total OE</b>	108,675,309	113,151,966	135,754,867	143,759,588	143,038,749	7,283,882	5.4%
<b>Totals</b>							
<b>Funding Types</b>							
General	45,876,694	50,665,219	56,028,107	60,574,719	59,938,237	3,910,130	7.0%
Federal	63,893,434	63,753,426	69,818,041	72,951,559	72,845,482	3,027,441	4.3%
Other	0	0	11,260,785	11,585,376	11,607,096	346,311	3.1%
<b>Total</b>	109,770,128	114,418,645	137,106,933	145,111,654	144,390,815	7,283,882	5.3%

### Budget Notes

**Growth in HCBS Adult Eligibles:** Increase of **\$2,091,729** from **general funds** and an increase of **\$2,231,813** in **federal fund** expenditure authority for growth in Adult Title XIX (Medicaid) Home and Community Based Services (HCBS). These services are provided by the nineteen (19) Community Support Providers (CSPs) and support people with all levels of intellectual and developmental disabilities. The department estimates a net growth of 70 people as predicted by historical trend analysis data. Rates for individuals' service are determined through the Service Based Rate System and are dependent on the service needs of the person. Total Increase: \$4,323,542 See calculation below:

## FY16 Growth in HCBS Adults Calculation (Provided by DHS):

Adults	3 year avg. Projected				Day Rate**	# Days	Total	
	FY12	FY13	FY14	for FY16				
Discharges-Death	35	38	34	35.67	\$151.42	(366)	\$ (1,976,821.41)	
Discharges-Other <sub>2</sub>	49	51	56	52.00	\$114.88	(366)	\$ (2,186,396.16)	\$ (4,163,217.57)
Admissions								
From SDDC	15	20	13	16.00	\$426.35	366	\$ 2,496,705.60	
Other admits <sub>3</sub>	66	71	46	61.00	\$103.22	366	\$ 2,304,489.72	\$ 4,801,195.32
Kids Turning 21 <sub>1</sub>	69	70	79	81.00	\$126.54	366	\$ 3,751,404.84	\$ 8,552,600.16
Total				<b>70.33</b>			\$ 4,389,382.59	
Minus Cost share and Absent bed days (1.5%)							\$ <b>4,323,541.85</b>	\$ 65,840.74
General Funds at blended FMAP of 48.38%							\$ <b>2,091,729.55</b>	GF
							\$ <b>2,231,812.30</b>	FF

\*DHS utilizes trend analysis of admissions and discharges in the system to project growth in consumers. The three-year average has proven to be most indicative and predictive of the recent trends with in the DD system.

\*\*The daily rate utilized to project costs is the average of each individualized rate for every person discharged or admitted in each category during FY14. Indexed forward for inflation.

<sub>1</sub>The number of kids turning 21 is an actual number based on a survey of all Community Support Providers (CSP) and Children's Care Hospital & School (CCHS). The survey is conducted in March of each year to determine the number of children requiring adult services from a CSP. The survey is used to identify children with disabilities becoming adults during FY16 for which the state will be required to provide services.

<sub>2</sub>Other Discharges include discharges to skilled nursing facilities, out of state placements, family, SDDC, HSC, jail, family support, individuals ineligible for HCBS services, and some people supported choose to discontinue services.

<sub>3</sub>Other admits include admissions from family, out of state placements, HSC, skilled nursing facility, jail, CCHS, and family support.

**Family Support 360 Program Growth:** Increase of **\$180,914** from **general funds** and an increase of **\$99,186** in **federal fund** expenditure authority for expansion of the Family Support 360 program to assist up to 80 children and adults with intellectual and developmental disabilities. The department states there continues to be an unmet demand and requests for Family Support services for people with developmental disabilities most specifically in the southeast/Sioux Falls area of the state. Those waiting to access waiver services have been on a planning list for varying time periods. The result of not expanding the program would mean people continue to wait for Family Support services or they may apply for more costly services offered by community support providers. Family Support allows a person to remain in their community and their home. The average cost of providing services through a community support provider in FY14 was \$39,601 while the average cost to provide Family Support 360 service was \$3,908. Total Increase: \$280,100

**2% Discretionary Provider Inflation:** The Governor recommends a 2% increase to provider rates. This recommendation results in an increase of **\$1,104,220** from **general funds**, increase of **\$1,348,441** in **federal fund** expenditure authority, and an increase of **\$227,579** in **other fund** expenditure authority. Total Increase: \$2,680,240

**FMAP:** Increase of **\$533,267** from **general funds**, increase of **\$118,732** in **other fund** expenditure authority, and a decrease of **(\$651,999)** in **federal fund** expenditure authority.

	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
<b>Revenues</b>				
Deposits to Federal Funds:				
Title XIX - Medicaid Administration	776,113	893,297	1,109,446	1,109,446
Title XIX - Medicaid Provider	63,425,241	61,988,359	67,972,068	71,020,480
Family Preservation - Respite (DSS)	35,750	35,750	35,750	35,750
Respite Care - Maternal (DOH)	100,000	100,000	100,000	100,000
Deposit to Other Funds:				
School District Match	<u>0</u>	<u>0</u>	<u>11,260,785</u>	<u>11,326,275</u>
<i>Total</i>	64,337,104	63,017,406	80,478,049	83,591,951

	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
<b>Selected Statistical Data:</b>				
Long Term Care Funding:				
Medicaid HCBS -# Kids	162	152	160	165
Medicaid HCBS -# Adults	2,427	2,475	2,556	2,626
Community Training Services	307	316	320	325
Total	2,896	2,943	3,036	3,116
Overall Service Budget	\$98,531,084	\$103,306,807	\$117,100,102	\$123,765,227
Average Daily Expend. Rate: HCBS Child	\$151.91	\$154.95	\$159.01	\$162.19
Average Daily Expend. Rate: HCBS Adult	\$113.24	\$113.60	\$117.58	\$119.93
Average Annual Expenditure: HCBS Adult	\$38,282	\$39,601	\$40,530	\$41,885
Community/Family Services ADP by Funding:				
Family Support 360	944	1,028	1,068	1,148
Statewide Family Support	304	342	322	300
Respite Care	674	684	700	725
Adult Foster Care	3	3	2	2
Total Served	1,925	2,057	2,092	2,175
Overall Service Budget	\$4,610,519	\$4,422,533	\$5,259,935	\$5,638,423
Annual Expenditures per Person:				
Family Support 360	\$4,464	\$3,908	\$4,436	\$4,443
Statewide Family Support	\$419	\$389	\$379	\$433
Respite Care	\$379	\$381	\$522	\$514
Adult Foster Care	\$4,592	\$3,995	\$4,000	\$4,000
Private ICF/MR Federal Expenditure Authority	\$3,884,323	\$3,830,967	\$12,031,700	\$12,271,969
Per Diem	\$468.25	\$472.00	\$487.58	\$497.33

## SD DEVELOPMENTAL CENTER (SDDC) - REDFIELD

The mission of the South Dakota Developmental Center is to provide individualized treatment services and supports to people with developmental disabilities and challenging behaviors only when needed services are not available in a community setting.

	Actual FY13	Actual FY14	Budgeted FY15	Agency Request FY16	Gov Rec FY16	Gov Rec Inc/Dec for FY16	% Change From FY2015
<b>Personal Services</b>							
Employee Salaries	12,888,058	13,240,170	14,317,533	14,317,533	14,317,533	0	0.0%
Employee Benefits	4,784,118	5,354,323	5,758,879	5,758,879	5,758,879	0	0.0%
<b>FTE</b>	371.1	372.8	385.6	385.6	385.6	0.0	0.0%
<b>Funding Types</b>							
General	7,613,622	8,518,416	9,604,399	9,744,796	9,704,683	100,284	1.0%
Federal	10,058,554	10,076,077	10,472,013	10,331,616	10,371,729	(100,284)	(1.0%)
Other	0	0	0	0	0	0	0.0%
<b>Total PS</b>	17,672,176	18,594,492	20,076,412	20,076,412	20,076,412	0	0.0%
<b>Operating Expenses</b>							
Travel	72,714	68,245	79,793	79,793	79,793	0	0.0%
Contractual Services	3,242,543	3,291,731	3,378,699	3,389,752	3,389,752	11,053	0.3%
Supplies & Materials	892,166	876,820	960,029	1,027,598	1,027,598	67,569	7.0%
Grants and Subsidies	473,793	475,788	1,085,667	1,085,667	1,085,667	0	0.0%
Capital Outlay	278,545	250,440	224,580	224,580	224,580	0	0.0%
Other	0	2,478	0	0	0	0	0.0%
<b>Funding Types</b>							
General	1,997,813	2,033,607	2,339,692	2,409,868	2,400,571	60,879	2.6%
Federal	2,747,682	2,620,083	2,596,931	2,605,377	2,614,674	17,743	0.7%
Other	214,266	311,810	792,145	792,145	792,145	0	0.0%
<b>Total OE</b>	4,959,761	4,965,500	5,728,768	5,807,390	5,807,390	78,622	1.4%
<b>Totals</b>							
<b>Funding Types</b>							
General	9,611,435	10,552,023	11,944,091	12,154,664	12,105,254	161,163	1.3%
Federal	12,806,236	12,696,160	13,068,944	12,936,993	12,986,403	(82,541)	(0.6%)
Other	214,266	311,810	792,145	792,145	792,145	0	0.0%
<b>Total</b>	22,631,937	23,559,992	25,805,180	25,883,802	25,883,802	78,622	0.3%

### Budget Notes

**Utilities:** Increase of **\$38,037** from **general funds** and an increase of **\$40,585** in **federal fund** expenditure authority due to increased utility expenses. Projected electricity and natural gas charges are based on projected usage, EnergyCap analysis, projected heat days, and weather sensitivity. Total Increase: \$78,622

**FMAP:** Increase of **\$123,126** from **general funds** with a corresponding decrease of **(\$123,126)** in **federal fund** expenditure authority.

	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
<b>Revenues</b>				
Deposits to General Funds:				
Care and Maintenance	570,797	543,699	557,248	557,248
Counties	70,980	70,320	70,650	70,650
Deposits to Federal Funds:				
Title XIX - Provider	12,388,367	12,483,965	12,834,839	12,081,989
School Breakfast and Lunch	213,266	211,137	211,137	211,137
Deposits to Other Funds:				
Prescription Drug Plan	287,910	351,953	319,932	319,932
Admin/Food Service/School & Public Lands	217,151	191,719	184,465	184,465
Interest/Resident Investment	<u>35,569</u>	<u>247,184</u>	<u>24,604</u>	<u>24,604</u>
<i>Total</i>	13,784,040	14,099,977	14,202,875	13,450,025

	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
<b>Selected Statistical Data:</b>				
Average Daily Population	136	135	133	131
Admissions to Youth/Adult Program	9/14	17/20	10/15	10/14
Discharges from Youth/Adult Program	11/25	8/16	10/25	10/16
Average Length of Stay at June 30 (Years)	7.9	6.8	6.8	6.8
Average Length of Stay at Discharge (Years)	3.4	7.3	5.5	5.5
Range of Length of Stay at Discharge	24 days-15 yrs	90 days-28 yrs	30 days-49 yrs	30 days-50 yrs
Recidivism/Repeat Admissions	4	11	8	8
Employees (FTE's)/Turnover Rate	395.6/19%	385.6/20%	385.6/20%	385.6/20%
Employee Separations	75	72	72	72
Direct Care Positions/Turnover Rate	194.5/29%	184.5/26%	184.5/26%	184.5/26%
% Employees Receiving Longevity	59%	59%	58%	58%
Agency Cost per Person Day	\$456.82	\$481.30	\$531.57	\$539.69

## REHABILITATION SERVICES

The mission is to assist individuals with disabilities to obtain employment, economic self-sufficiency, personal independence, and full inclusion into society.

	Actual FY13	Actual FY14	Budgeted FY15	Agency Request FY16	Gov Rec FY16	Gov Rec Inc/Dec for FY16	% Change From FY2015
<b>Personal Services</b>							
Employee Salaries	3,250,158	3,336,416	3,859,254	3,859,254	3,859,254	0	0.0%
Employee Benefits	1,191,326	1,327,490	1,422,304	1,422,304	1,422,304	0	0.0%
<b>FTE</b>	91.9	93.4	99.1	99.1	99.1	0.0	0.0%
<b>Funding Types</b>							
General	728,515	776,536	795,005	795,005	795,005	0	0.0%
Federal	3,712,970	3,887,370	4,486,553	4,486,553	4,486,553	0	0.0%
Other	0	0	0	0	0	0	0.0%
<b>Total PS</b>	4,441,485	4,663,906	5,281,558	5,281,558	5,281,558	0	0.0%
<b>Operating Expenses</b>							
Travel	102,743	101,522	125,205	125,205	125,205	0	0.0%
Contractual Services	1,919,732	2,301,423	1,905,403	1,905,403	1,905,403	0	0.0%
Supplies & Materials	141,598	156,949	177,683	177,683	177,683	0	0.0%
Grants and Subsidies	11,441,271	11,672,548	13,962,844	14,100,485	14,129,473	166,629	1.2%
Capital Outlay	127,242	248,155	92,289	92,289	92,289	0	0.0%
Other	18,524	9	0	0	0	0	0.0%
<b>Funding Types</b>							
General	3,211,929	3,208,857	3,573,419	3,640,540	3,649,545	76,126	2.1%
Federal	9,410,391	10,150,518	11,266,581	11,267,101	11,287,084	20,503	0.2%
Other	1,128,791	1,121,231	1,423,424	1,493,424	1,493,424	70,000	4.9%
<b>Total OE</b>	13,751,110	14,480,606	16,263,424	16,401,065	16,430,053	166,629	1.0%
<b>Totals</b>							
<b>Funding Types</b>							
General	3,940,444	3,985,393	4,368,424	4,435,545	4,444,550	76,126	1.7%
Federal	13,123,360	14,037,888	15,753,134	15,753,654	15,773,637	20,503	0.1%
Other	1,128,791	1,121,231	1,423,424	1,493,424	1,493,424	70,000	4.9%
<b>Total</b>	18,192,595	19,144,512	21,544,982	21,682,623	21,711,611	166,629	0.8%

## Budget Notes

**Communication Assistance Program:** Increase of **\$70,000** in **other fund** expenditure authority due to increases in the Communication Assistance Program contract.

**2% Discretionary Provider Inflation:** The Governor recommends a 2% increase to provider rates. This recommendation results in an increase of **\$56,522** from **general funds** and an increase of **\$40,107** in **federal fund** expenditure authority. Total Increase: \$96,629

**FMAP:** Increase of **\$19,604** from **general funds** with a corresponding decrease of **(\$19,604)** in **federal fund** expenditure authority due to the reduced FMAP.

<b>Revenues</b>	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
<b>Deposits to Federal Funds:</b>				
Title XIX - Medicaid Administration	47,135	67,470	57,303	57,303
Title XIX - Medicaid Provider	1,721,487	1,785,401	2,043,527	2,064,031
Disability Determination Services	3,478,416	4,025,903	4,109,314	4,109,314
In-Service Training	17,757	16,829	16,829	16,829
Independent Living (Part B)	261,388	271,006	305,350	305,350
Technology Related Assistance	371,467	429,764	410,975	410,975
Basic Support (Title I, Section 110)	6,103,076	7,215,908	8,072,278	8,233,724
Supported Employment (Title VI-C)	351,064	407,428	294,000	294,000
Medicaid Infrastructure Grant	67,398	0	0	0
<b>Deposits to Other Funds:</b>				
Co-op Agreement Match	5,378	11,243	0	5,705
Registration of Interpreters	5,363	4,715	5,039	5,039
Social Security Administration Program	544,455	832,731	688,593	688,593
Ticket To Work	<u>275,683</u>	<u>340,477</u>	<u>208,080</u>	<u>308,080</u>
<i>Total</i>	13,250,067	15,408,875	16,211,288	16,498,943

<b>Selected Statistical Data:</b>	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
Vocational Rehabilitation Case Load	5,602	5,264	5,375	5,475
Eligible Individuals Receiving VR Services	4,931	4,697	4,733	4,822
Rehabilitated/Successful Employment	823	861	865	880
Annual Income of All Successful Individuals	\$11,808,404	\$12,743,661	\$12,975,000	\$13,640,000
Average Yearly Income at Application/Closure	\$2,850/\$14,348	\$2,243/\$14,801	\$2,200/\$15,500	\$2,200/\$15,500
Individuals Receiving Independent Living Services	2,650	2,792	2,900	3,025
Individuals Receiving Supported Employment	695	591	600	625
Individuals Receiving Personal Attendant Services	124	115	120	125
Interpreters Receiving Mentoring Services	41	40	45	45
Social Security Disability Claims Processed	8,961	8,168	9,000	9,500

## TELECOMMUNICATION DEVICES FOR THE DEAF

The mission is to provide telecommunication services and devices that afford equal access to telecommunication to individuals in South Dakota who are deaf, hearing impaired, speech impaired, or have other disabilities that affect those individuals' ability to utilize a phone.

	Actual FY13	Actual FY14	Budgeted FY15	Agency Request FY16	Gov Rec FY16	Gov Rec Inc/Dec for FY16	% Change From FY2015
<b>Operating Expenses</b>							
Travel	0	1,160	0	0	0	0	0.0%
Contractual Services	616,046	586,990	600,000	600,000	600,000	0	0.0%
Supplies & Materials	460	106	0	0	0	0	0.0%
Grants and Subsidies	267,510	289,318	526,680	576,680	576,680	50,000	9.5%
Capital Outlay	126,423	83,652	125,000	125,000	125,000	0	0.0%
<b>Funding Types</b>							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	1,010,439	961,225	1,251,680	1,301,680	1,301,680	50,000	4.0%
<b>Total OE</b>	<b>1,010,439</b>	<b>961,225</b>	<b>1,251,680</b>	<b>1,301,680</b>	<b>1,301,680</b>	<b>50,000</b>	<b>4.0%</b>
<b>Totals</b>							
<b>Funding Types</b>							
General	0	0	0	0	0	0	0.0%
Federal	0	0	0	0	0	0	0.0%
Other	1,010,439	961,225	1,251,680	1,301,680	1,301,680	50,000	4.0%
<b>Total</b>	<b>1,010,439</b>	<b>961,225</b>	<b>1,251,680</b>	<b>1,301,680</b>	<b>1,301,680</b>	<b>50,000</b>	<b>4.0%</b>

### Budget Notes

**Technology:** Increase of **\$50,000** in **other fund** expenditure authority to cover introduction of new technology and related services.

Revenues	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
Deposits to Other Funds:				
Telecommunication Relay Services	\$1,434,656	\$1,391,594	\$1,395,438	\$1,367,030
Telecommunication Adaptive Devices (TAD)	\$159,406	\$154,622	\$155,049	\$151,892
National Deaf-Blind EDP	-	<u>\$62,429</u>	<u>\$67,893</u>	<u>\$67,893</u>
<i>Total</i>	\$1,594,062	\$1,608,645	\$1,618,380	\$1,586,815

**Selected Statistical Data:**

Minutes of TRS Provided	135,275	107,108	94,255	86,715
Minutes of CapTel Provided	227,786	210,076	214,463	218,942
TRS Devices-Individuals Who Are Deaf	795	713	850	950
TRS Devices-Other Disabilities	1,168	974	1,080	1,180

## SERVICE TO THE BLIND & VISUALLY IMPAIRED

The mission is to provide individualized rehabilitation services that result in optimal employment and independent living outcomes for citizens who are blind or visually impaired.

	Actual FY13	Actual FY14	Budgeted FY15	Agency Request FY16	Gov Rec FY16	Gov Rec Inc/Dec for FY16	% Change From FY2015
<b>Personal Services</b>							
Employee Salaries	1,200,923	1,216,084	1,362,126	1,362,126	1,362,126	0	0.0%
Employee Benefits	399,041	440,127	456,565	456,565	456,565	0	0.0%
<b>FTE</b>	28.6	27.8	29.2	29.2	29.2	0.0	0.0%
<b>Funding Types</b>							
General	441,511	470,549	477,591	477,591	477,591	0	0.0%
Federal	1,020,297	1,044,156	1,167,594	1,167,594	1,167,594	0	0.0%
Other	138,156	141,507	173,506	173,506	173,506	0	0.0%
<b>Total PS</b>	1,599,964	1,656,211	1,818,691	1,818,691	1,818,691	0	0.0%
<b>Operating Expenses</b>							
Travel	105,639	71,606	91,608	91,608	91,608	0	0.0%
Contractual Services	374,265	470,290	377,368	377,368	377,368	0	0.0%
Supplies & Materials	41,430	54,878	44,738	44,738	44,738	0	0.0%
Grants and Subsidies	978,841	992,483	1,521,465	1,521,465	1,521,465	0	0.0%
Capital Outlay	90,022	188,493	26,414	26,414	26,414	0	0.0%
Other	2,486	3,717	0	0	0	0	0.0%
<b>Funding Types</b>							
General	446,659	460,242	461,053	461,053	461,053	0	0.0%
Federal	1,054,891	1,240,421	1,398,080	1,398,080	1,398,080	0	0.0%
Other	91,134	80,804	202,460	202,460	202,460	0	0.0%
<b>Total OE</b>	1,592,683	1,781,467	2,061,593	2,061,593	2,061,593	0	0.0%
<b>Totals</b>							
<b>Funding Types</b>							
General	888,170	930,791	938,644	938,644	938,644	0	0.0%
Federal	2,075,188	2,284,577	2,565,674	2,565,674	2,565,674	0	0.0%
Other	229,289	222,311	375,966	375,966	375,966	0	0.0%
<b>Total</b>	3,192,647	3,437,679	3,880,284	3,880,284	3,880,284	0	0.0%

### Budget Notes

No changes recommended.

	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
<b>Revenues</b>				
Deposits to Federal Funds:				
In-Service Training	20,488	17,601	16,829	16,829
Basic Support (Title I, Section 110)	1,866,776	2,028,117	2,018,069	2,058,430
Supported Employment (Title VI-C)	6,562	8,299	6,000	6,000
Independent Living-Elderly Blind (Ch 2)	186,467	207,677	225,000	225,000
Deposits to Other Funds:				
Ticket To Work	10,844	25,167	18,005	18,005
SD Vocational Resources-Fees for Srvc	154,879	147,762	151,321	151,321
SBVI Memorials / CCTV Lease	26,887	30,274	28,150	28,150
Social Security Admin. Program Income	18,768	63,855	52,003	52,003
Vending - BEP and Rest Area	<u>79,294</u>	<u>102,180</u>	<u>87,970</u>	<u>87,970</u>
<i>Total</i>	2,370,965	2,630,932	2,603,347	2,643,708

<b>Selected Statistical Data:</b>	ACTUAL FY13	ACTUAL FY14	ESTIMATE FY15	ESTIMATE FY16
Rehabilitation Center for the Blind:				
Client Hours	6,084	8,130	8,300	8,350
Trainees	108	62	99	105
Employment Skills Training	125	116	125	128
Low Vision Services:				
Clinics Conducted	16	17	17	17
Clients Served	99	82	85	90
Vocational Rehabilitation Outcomes:				
Clients Served	564	534	537	540
Successfully Employed	120	121	118	120
Independent Living Outcomes:				
Consumers Served	590	563	575	583
Successful Outcomes	281	258	278	298
Closed Circuit TV Lease Program:				
CCTV Units	184	199	207	210
CCTV Consumers Served	228	239	245	252

## Major Budget Change History

### FY15:

- ✓ **Non-Federal Match for Medicaid Waiver Services:** Increase other fund expenditure authority \$11,260,785. Other fund authority was appropriated to provide non-federal match for Medicaid waiver services for children receiving comprehensive and residential services on the CHOICES waiver. Previous to FY15, local school districts have provided the non-federal match for Medicaid funding directly to Community Support Providers. CMS recently mandated that the non-federal match must be either a direct appropriation of general funds or an intergovernmental transfer from the local school district to the state so all expenses flow through the Medicaid Management Information System. Local school districts continue to provide the non-federal match for youth placed by the school district. The funding will flow through an other fund company and be paid to the provider in a revenue neutral process to the State meeting the CMS requirements. There will be no additional cost to the school district, they will submit payment to DHS rather than the CSP and all claims/funding will be made through the Medicaid system.

### FY14:

- ✓ There was a **new Communications Officer Position added (1.0 FTE):** This position would be responsible for developing and managing a pro-active communications strategy to promote the department's programs, inform the public of available services, and educate consumers, legislators, and the general public on the department's mission and efforts toward executing that mission.
- ✓ There was a **new Office of Community Living added (2.0 FTE): Program Specialist II** position will manage a coordinated effort to assist people with disabilities with transitions from life in institutional settings as well as to provide ongoing community supports for people to fully access life in home and community based settings. **Program Specialist II** position will research and develop options to address community capacity and infrastructure needs for supporting people with complex challenges, crisis/behavior supports and interventions in home and community based settings.

## Other Fund Balances

Company and Fund Name	Blue Book Page	Ending Cash and Investment Balance on June 30		60-Month Average	Lowest Monthly Cash Balance in Past Five Years	
		FY2013	FY2014	Cash Balance	Amount	Month
Co 3046 - Fund for Registration of Interpreters	243	4,927	6,098	10,515	4,072	May 2013
Co 3046 - DHS - Other Fees	244	1,425,417	1,734,535	1,242,372	694,792	March 2014
Co 3046 - Prescription Drug Plan Fund	245	420,516	570,629	696,944	8,349	February 2011
Co 3091 - Telecomm Fund for Other Disabilities	246	225,832	318,838	135,203	19,404	September 2011
Co 3091 - Telecommunication Fund for the Deaf	247	2,523,708	2,877,661	1,985,833	1,189,985	September 2010
Co 3091 - Other	248	(20,628)	(28,900)	(5,866) #	(48,726)	May 2014
Co 5016 - Redfield Resident Investment	249	79,874	285,572	75,196	31,224	July 2009
Co 6508 - DHS Canteen Fund	250	77,888	77,663	76,208	71,968	August 2010
Co 8314 - DHS/SBVI Business Enterprise	251	118,573	132,890	120,700	77,091	April 2010

#Average cash balance and lowest cash balance are actually less than five years due to age of fund.

Refer to the **Supplemental Information and Blue Book Sections** for more information on these and other funds.

## Federal Funds Project

The 2015 Joint Committee on Appropriations Budget Call Letter to agencies requested information on the amount of federal funds the agency expects in FY2016 and a contingency plan if the expected funds were to decrease. In FY13 (the most recent audited material), the Department of Human Services received 16 federal grants and expended \$15,542,428 in federal funds.

**STATE OF SOUTH DAKOTA**  
**Schedule of Expenditures of Federal Awards by Federal Department**  
**Fiscal Year Ended June 30, 2013**

Federal Agency	Program	FY13 Expenditures/ Disbursements /Issuances	Mandatory (M) / Discretionary (D)	Match Rate State Share%/ Fed Share %	Funding Available in FY16? If "No/Unknown", provide your contingency plan. If "Yes", provide dollar amount.	FY13 to FY16 Difference
Social Security Administration	Social Security - Disability Insurance	3,504,237	Funded under Social Security Act	0%	Yes, \$4,465,000	960,763
Office of Special Education and Rehabilitative Services	Rehabilitation Services - Vocational Rehabilitation Grants to States	9,052,249	M	MOE with min of 21.3%	Yes, \$10,174,000	1,121,751
Administration for Community Living	Developmental Disabilities Basic Support and Advocacy Grants	770,101	D	25%	Yes, \$816,000	45,899
Substance Abuse and Mental Health Services Administration	Protection and Advocacy for Individuals With Mental Illness	391,111	D	0%	Yes, \$430,000	38,889
Office of Special Education and Rehabilitative Services	Assistive Technology	371,467	D	0%	Yes, \$410,000	38,533
Office of Special Education and Rehabilitative Services	Supported Employment Services for Individuals with Severe Disabilities	352,033	D	0%	Yes, \$294,000	(58,033)
Office of Special Education and Rehabilitative Services	Independent Living - State Grants	261,388	D	10%	Yes, \$305,000	43,612
Office of Special Education and Rehabilitative Services	Program of Protection and Advocacy of Individual Rights	201,396	D		No. DHS is no longer involved with this grant; award goes directly to South Dakota Advocacy Services.	(201,396)
Office of Special Education and Rehabilitative Services	Rehabilitation Services-Independent Living Services for Older Individuals Who Are Blind	187,249	D	10%	Yes, \$225,000	37,751
Office of Special Education and Rehabilitative Services	Rehabilitation Services - Client Assistance Program	119,882	D		No. DHS is no longer involved with this grant; award goes directly to South Dakota Advocacy Services.	(119,882)

**STATE OF SOUTH DAKOTA**  
**Schedule of Expenditures of Federal Awards by Federal Department**  
**Fiscal Year Ended June 30, 2013**

<b>Federal Agency</b>	<b>Program</b>	<b>FY13 Expenditures/ Disbursements /Issuances</b>	<b>Mandatory (M) / Discretionary (D)</b>	<b>Match Rate State Share%/ Fed Share %</b>	<b>Funding Available in FY16? If "No/Unknown", provide your contingency plan. If "Yes", provide dollar amount.</b>	<b>FY13 to FY16 Difference</b>
Centers for Medicare and Medicaid Services	Medicaid Infrastructure Grants to Support the Competitive Employment of People with Disabilities	67,398	D		No. Grant expired December 31, 2012.	(67,398)
Administration for Community Living	Voting Access for Individuals with Disabilities - Grants for Protection and Advocacy Systems	62,741	D	0%	Yes, \$70,000	7,259
Office of Special Education and Rehabilitative Services	Assistive Technology- State Grants for Protection and Advocacy	60,489	D		No. DHS is no longer involved with this grant; award goes directly to South Dakota Advocacy Services.	(60,489)
Health Resources and Services Administration	State Grants for Protection and Advocacy Services	57,313	D	0%	Yes, \$50,000	(7,313)
Social Security Administration	Social Security - Work Incentives Planning and Assistance Program	45,997	D	0%	Yes, \$100,000	54,003
Office of Special Education and Rehabilitative Services	Rehabilitation Training- State Vocational Rehabilitation Unit In-Service Training	37,377	D		No. This award is going away with the passage of WIOA.	(37,377)
	<b>TOTAL</b>	<b>15,542,428</b>			<b>17,339,000</b>	<b>1,796,572</b>

**Note:** The FY13 total displayed above will differ from the actual federal funds expended as displayed in the budget materials because some of the grants are expended from multiple agencies.

<b>Department of Human Services</b>	<b>Number of Programs</b>	<b>FY16 Estm</b>
FY16 Mandatory Federal Programs	2	\$14,639,000
FY16 Discretionary Federal Programs	9	<u>2,700,000</u>
		\$17,339,000

<b>Grants Ending or Decreasing vs. FY13 Grant Amounts</b>	<b>Mandatory</b>	<b>Discretionary</b>
	-	(\$551,888)

**Mandatory Grant:** program's funding level is determined by its authorizing legislation, which provides a specific funding level or adjusts the level based on factors such as caseloads and costs. For some mandatory programs, the funding level is set by authorizing legislation, but the program is funded through the appropriations process.

**Discretionary Grant:** program's funding level is determined by the annual appropriations process.