

DEPARTMENT OF SOCIAL SERVICES

FINANCIAL SUMMARY

	FY 2015 EXPENDITURE	FY 2016 APPROPRIATION	FY 2017 REQUEST	GOVERNOR RECOMMENDS FY 2017
Office of the Director	\$ 17,347,139	\$ 37,678,225	\$ 37,234,556	\$ 37,468,107
Family Support Division	583,555,550	720,544,212	717,599,367	700,377,942
Children's Division	524,981,495	570,130,538	579,597,532	601,182,171
Division of Youth Services	57,528,950	60,705,433	61,015,933	61,941,349
MO HealthNet Division	6,991,038,765	7,221,139,500	8,049,996,843	7,910,596,149
DEPARTMENTAL TOTAL	\$ 8,174,451,899	\$ 8,610,197,908 *	\$ 9,445,444,231	\$ 9,311,565,718
General Revenue Fund	1,582,347,444	1,532,392,881	1,900,592,650	1,926,678,077
Federal Stimulus-Social Services Fund	39,334,320	60,000,000	60,000,000	50,000,000
Title XIX - Federal Funds and Other Funds	3,282,542,511	3,493,134,139	3,852,251,308	3,761,071,650
Temporary Assistance for Needy Families - Federal Funds	142,365,902	195,988,016	195,738,016	188,769,655
DSS - Federal and Other Funds	634,419,569	818,460,976	827,180,615	839,291,430
Division of Youth Services Child Benefits Fund	14,978	200,000	200,000	200,000
Uncompensated Care Fund	92,794,914	92,794,914	92,794,914	92,794,914
Pharmacy Rebates Fund	196,978,317	230,386,027	230,386,027	234,707,650
Third Party Liability Collections Fund	18,362,762	16,726,175	16,726,175	16,745,425
DSS Intergovernmental Transfer Fund	30,124,937	43,948,801	43,948,801	43,948,801
Federal Reimbursement Allowance Fund	1,444,498,987	1,307,857,955	1,411,459,427	1,411,461,342
Pharmacy Reimbursement Allowance Fund	147,656,247	171,062,744	171,789,386	171,789,903
Medicaid Managed Care Organization Reimbursement Allowance Fund	0	5,000	5,000	5,000
Family Services Donations Fund	8,677	143,994	143,994	143,994
Child Support Enforcement Fund	6,753,259	10,087,229	4,254,354	4,254,354
Nursing Facility Reimbursement Allowance Fund	335,704,735	335,881,325	336,925,391	335,994,352
Nursing Facility Quality of Care Fund	88,232	94,625	94,625	96,313
Health Initiatives Fund	25,858,652	25,758,602	25,758,602	28,361,125
Gaming Commission Fund	454,273	500,000	500,000	500,000
Tax Amnesty Fund	0	19,016,458	19,016,458	0
DSS Administrative Trust Fund	999,317	1,204,385	1,204,385	1,204,466
DSS Educational Improvement Fund	6,677,731	7,027,340	7,337,840	7,401,341
Blind Pension Fund	31,691,567	34,313,866	34,750,906	34,750,906
Healthy Families Trust Fund	55,373,563	95,484,660	95,484,660	57,984,660
Long Term Support UPL Fund	0	3,989,174	3,989,174	4,659,096
Life Sciences Research Trust Fund	29,443,750	44,500,000	44,500,000	32,000,000
Youth Services Products Fund	0	5,000	5,000	5,000
Missouri Rx Plan Fund	11,946,280	9,358,578	7,031,479	7,046,680
Youth Services Treatment Fund	0	999	999	999
Early Childhood Development, Education and Care Fund	8,941,642	9,308,614	9,308,614	7,632,793
Premium Fund	10,880,502	10,880,502	10,880,502	10,880,502
Blindness Education, Screening and Treatment Program Fund	349,000	349,000	349,000	349,000
Alternative Care Trust Fund	14,963,095	15,000,000	16,500,000	16,500,000
Ambulance Service Reimbursement Allowance Fund	22,456,865	22,997,342	22,997,342	22,997,703
Recovery Audit and Compliance Fund	419,871	1,282,087	1,282,087	1,282,087
Foster Care and Adoptive Parents Recruitment and Retention Fund	0	5,000	5,000	5,000
Medicaid Provider Enrollment Fund	0	51,500	51,500	51,500
Total Full-time Equivalent Employees	7,156.89	6,934.61	6,941.11	6,852.11
General Revenue Fund	2,059.47	1,761.14	1,878.67	1,869.17
Federal Funds	4,741.72	4,699.01	4,702.51	4,623.01
Other Funds	355.70	474.46	359.93	359.93

* Does not include \$388,191,990 recommended in the Fiscal Year 2016 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Social Services supplemental appropriations.

DEPARTMENT OF SOCIAL SERVICES

DEPARTMENT SUMMARY

The Fiscal Year 2017 budget provides \$9.3 billion for the Department of Social Services. The core functions provided by the Department of Social Services include:

- Protecting the welfare of Missouri's children through foster care, child abuse and neglect investigations, children's treatment, purchase of child care, and adoption assistance.
- Administering income support programs and many of the state's child support enforcement functions, such as, Temporary Assistance for Needy Families, Food Stamps, Energy Assistance, Blind Pension, Supplemental Aid to the Blind, Domestic Violence, and Medicaid eligibility.
- Providing case management, community care, and aftercare to youth committed to the state's custody for various crimes. The Juvenile Court Diversion Program works with local communities to help prevent juvenile crime and provide treatment for youth in their own communities.
- Administering health care delivery to low-income Missouri citizens, including the elderly, people with disabilities, children, and pregnant women. The Medicaid Program is a federal-state partnership to meet the health care needs of those who cannot pay for their own care. While states must meet certain minimum criteria, each state can establish eligibility guidelines, benefit packages, and provider payment rates for its Medicaid Program.

**DEPARTMENT OF SOCIAL SERVICES
OFFICE OF THE DIRECTOR**

FINANCIAL SUMMARY

	FY 2015 EXPENDITURE	FY 2016 APPROPRIATION	GOVERNOR RECOMMENDS FY 2017
Office of the Director	\$ 314,158	\$ 311,392	\$ 316,926
MO Law Enforcement Data Feed	0	250,000	0
Federal Grants and Donations	396,498	9,477,551	9,477,551
Human Resource Center	505,221	499,794	508,974
Missouri Medicaid Audit and Compliance	2,796,226	3,912,589	3,984,463
Recovery Audit and Compliance	177,131	1,200,000	1,200,000
Finance and Administrative Services	6,008,011	9,182,853	9,239,348
Revenue Maximization	17,205	5,250,000	5,250,000
Neglected and Delinquent Children	1,389,862	1,504,000	1,504,000
Legal Services	5,742,827	6,090,046	5,986,845
TOTAL	\$ 17,347,139	\$ 37,678,225	\$ 37,468,107
PERSONAL SERVICE			
General Revenue Fund	4,937,454	5,001,712	4,909,142
Federal Funds	5,656,929	6,046,651	6,167,582
Other Funds	930,897	822,950	834,471
EXPENSE AND EQUIPMENT			
General Revenue Fund	980,942	1,279,875	1,279,875
Federal Funds	2,058,820	12,865,137	12,810,137
Other Funds	1,244,660	2,623,993	2,623,993
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,389,862	1,629,000	1,504,000
Federal Funds	147,575	7,374,922	7,304,922
Other Funds	0	33,985	33,985
TOTAL			
General Revenue Fund	7,308,258	7,910,587	7,693,017
Federal Funds	7,863,324	26,286,710	26,282,641
Other Funds	2,175,557	3,480,928	3,492,449
Total Full-time Equivalent Employees			
General Revenue Fund	271.81	289.29	284.79
Federal Funds	114.88	132.72	128.22
Other Funds	134.48	138.22	138.22
Other Funds	22.45	18.35	18.35

Office of the Director – The Office of the Director includes the director, the director's staff, the Human Resource Center (HRC), and the Missouri Medicaid Audit and Compliance Unit (MMAC). The director provides leadership for nearly 7,000 employees and the divisions of the Department of Social Services. The HRC plans, develops, and implements statewide human resource programs and training curriculums, giving direction and coordination to all divisions in the Department of Social Services. The MMAC ensures Medicaid provider payments are in compliance with state and federal requirements, thereby helping to ensure the efficiency of the Medicaid Program.

Division of Finance and Administrative Services – The Division of Finance and Administrative Services provides centralized financial and administrative support to all divisions. Financial related functions include audit support and contract compliance, budgeting, expenditure review and control, federal grants management and reporting, implementation of the department's fiscal policies, and responding to changes in federal and state fiscal policy. Administrative support services include emergency management, telecommunications, warehouse/inventory coordination and distribution, fleet management, and research and data management.

**DEPARTMENT OF SOCIAL SERVICES
OFFICE OF THE DIRECTOR**

Division of Legal Services – The Division of Legal Services provides comprehensive legal support to the department and all its divisions. The division's responsibilities include due process hearings for public assistance and child support recipient appeals, legal representation of the department in juvenile and circuit courts, coordinating with the Missouri Attorney General's Office, investigating fraud and abuse of public assistance programs, and conducting background investigations on department employees. The division also includes the State Technical Assistance Team which is responsible for assisting in investigations of child abuse, neglect, exploitation, child fatality, and management and training of Missouri's Child Fatality Review Program. The division also coordinates the department's compliance with applicable federal and state privacy laws, such as the Health Insurance Portability and Accountability Act.

Fiscal Year 2017 Governor's Recommendations

- \$233,551 for pay plan, including \$101,099 general revenue.
- \$16,872 and .5 staff transferred from the Department of Mental Health.
- (\$250,000) core reduction from the Fiscal Year 2016 appropriation level, including (\$125,000) general revenue.
- (\$210,541) and (five) staff transferred to the Office of State Courts Administrator.

**DEPARTMENT OF SOCIAL SERVICES
FAMILY SUPPORT DIVISION**

FINANCIAL SUMMARY

	FY 2015 EXPENDITURE	FY 2016 APPROPRIATION	GOVERNOR RECOMMENDS FY 2017
Family Support Administration	\$ 39,259,462	\$ 95,362,704	\$ 95,506,021
Income Maintenance Field Staff and Operations	81,507,422	80,994,999	82,336,089
Family Support Staff Training	237,013	247,667	247,667
Community Partnerships	8,042,085	8,187,300	8,236,127
Missouri Mentoring Partnership	719,199	1,518,700	1,443,700
Adolescent Program	300,000	600,000	600,000
Family Nutrition and Employment Training Program	9,982,863	19,185,793	12,981,261
Temporary Assistance for Needy Families (TANF)	118,184,136	143,573,198	122,114,553
Health Care Industry Training	0	0	3,000,000
Healthy Marriage Promotion	0	0	1,500,000
Adult Supplementation	32,134	33,525	33,525
Supplemental Nursing Care	24,861,160	23,130,951	25,620,885
Blind Pension and Supplemental Aid to the Blind	32,420,588	36,598,326	37,984,856
Refugee Assistance	1,966,466	3,806,226	3,806,226
Community Services Block Grant	18,565,127	23,637,000	23,637,000
Emergency Solutions Program	2,260,099	4,130,000	4,130,000
Food Distribution Programs	1,362,201	1,500,000	1,500,000
Energy Assistance	77,963,876	81,547,867	81,547,867
Assistance for Victims of Sexual Assault	466,464	500,000	500,000
Emergency Shelter Grants	548,547	562,137	562,137
Domestic Violence	8,235,265	8,466,524	8,466,524
Blind Administration	4,006,702	4,662,920	4,738,658
Services for the Visually Impaired	5,888,865	8,304,901	8,304,901
Business Enterprises	26,600,124	35,000,000	35,000,000
Child Support Field Staff and Operations	30,039,553	34,966,189	32,552,660
Child Support Distributions	60,765,395	104,027,285	104,027,285
Blind Pension Medical	29,340,804	0	0
TOTAL	\$ 583,555,550	\$ 720,544,212	\$ 700,377,942
PERSONAL SERVICE			
General Revenue Fund	16,590,684	16,048,094	20,165,892
Federal Funds	76,602,648	79,136,387	78,230,919
Other Funds	6,631,318	7,397,193	3,655,350
EXPENSE AND EQUIPMENT			
General Revenue Fund	19,997,988	23,342,579	24,510,867
Federal Funds	75,276,750	134,736,502	135,480,855
Other Funds	544,192	4,093,300	1,807,990
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	70,286,503	41,025,869	44,822,059
Federal Funds	284,672,004	379,816,927	356,109,397
Other Funds	32,953,463	34,947,361	35,594,613
TOTAL			
General Revenue Fund	106,875,175	80,416,542	89,498,818
Federal Funds	436,551,402	593,689,816	569,821,171
Other Funds	40,128,973	46,437,854	41,057,953
Total Full-time Equivalent Employees			
General Revenue Fund	3,103.37	3,094.12	3,016.12
Federal Funds	501.51	372.81	485.34
Other Funds	2,401.92	2,401.82	2,325.82
Other Funds	199.94	319.49	204.96

Administrative Services/Eligibility and Enrollment System – Management, coordination, direction, and general customer support are provided for all Family Support Division programs. The division director and staff monitor the efficiency and effectiveness of and provide policy direction for Income Maintenance, Child Support and Visually Impaired programs. Administrative Services also provides operational services, human resource support, and systems support to Income Maintenance and Child Support Enforcement field staff. The division manages Missouri’s eligibility and enrollment system for income maintenance and Medicaid services.

**DEPARTMENT OF SOCIAL SERVICES
FAMILY SUPPORT DIVISION**

Income Maintenance Field Staff and Operations – Staff provides intake services, information and referral, and eligibility determinations for applicants of services provided by the department. Funds in these sections support the salaries, general operating expenses, and training for Income Maintenance eligibility specialists, administrative and supervisory staff, and clerical support positions in Family Support offices.

Family Support Staff Training – This funding provides training for income maintenance and child support enforcement staff as well as community stakeholders and partners. Proper training is key to ensuring program compliance and developing effective staff.

Community Partnerships – Twenty organizations partner with the department and other state agencies to plan, develop, finance, and monitor strategies to achieve specific core results. These core results include safe and healthy children and families, children ready to enter and succeed in school, youth ready to enter the workforce and become productive citizens, and parents working.

Missouri Mentoring Partnership – The program provides intervention programs and offers worksite and teen parent mentoring to youth at risk of entering the welfare system or the justice system.

Adolescent Program – Federal dollars are utilized to provide mentoring to adolescent boys and girls to prevent and reduce the incidence of out-of-wedlock pregnancies and encourage the formation and maintenance of two-parent families.

Food Nutrition and Employment Training Program – The department partners with the University of Missouri to deliver information and training on nutrition, physical activity, food safety and food budgeting education for food stamp eligible individuals, especially women; people with children in the home; at risk, pregnant, and parenting teens; youth; and seniors. The Missouri Employment Training Program (METP) provides Food Stamp participants opportunities to gain skills, training, or experience that will improve their employment prospects and assists them to obtain and retain sustaining employment reducing their reliance on Food Stamp benefits.

Temporary Assistance for Needy Families (TANF) – TANF is a program designed to provide temporary assistance/relief to families to promote self-sufficiency so parents do not remain dependent on government payments and children do not grow up in poverty. TANF is designed to be a temporary assistance which, coupled with a myriad of other support services, enables parents to find and retain employment; thereby, enabling them to support their families without government assistance.

Adult Supplementation – The federal government assumed responsibility for Old Age Assistance, Aid to the Permanently and Totally Disabled, and Aid to the Blind programs in January 1974 when it created the Supplemental Security Income (SSI) Program. Recipients who are eligible for SSI, but who receive smaller benefits than their December 1973 payments, receive payments from the state equal to the difference. Recipients who are not eligible for SSI, but who received payments under one of the earlier programs, receive payments from the state equal to the amount they received in December 1973. The caseload has been declining since 1973 as recipients die, become ineligible through income changes, or leave the state.

Supplemental Nursing Care – This state-funded program makes monthly cash payments to residents of residential care, assisted living, and non-Medicaid nursing facilities for use in paying for their care. The type of facility appropriate for clients is dictated by their level of need for care. Minimal medical care is provided in Residential Care, more in Assisted Living, and significantly more in Nursing Facilities. Supplemental Nursing Care recipients also are provided an allowance each month for personal needs such as toiletries, transportation, and hair care.

Blind Pension and Supplemental Aid to the Blind – The Blind Pension program aids the blind who do not qualify for Supplemental Aid to the Blind and who do not own property – excluding homes – worth more than \$20,000. Supplemental Aid to the Blind pays benefits to those blind persons who meet certain requirements with reasonable subsistence in accordance with standards developed by the Family Support Division. An earmarked state property tax provides revenue to the Blind Pension Fund.

Community Services Block Grant (CSBG), Emergency Solutions Grants, and Refugee Assistance – CSBG funds are used to address six causes of poverty: unemployment, inadequate education, malnutrition, inadequate housing, unmet emergency needs, and poor use of income. Federal statutes require that 90 percent of CSBG funding be passed through to Community Action Agencies and/or other not-for-profit organizations. The Emergency Solutions Grants Program provides services necessary to help homeless individuals and those at risk of homelessness to quickly regain stability in permanent housing. The Refugee Assistance Program provides services to help refugees overcome language barriers, acquire or adapt vocational skills, and adjust to their new environment to become productive citizens within the shortest possible time.

Food Distribution – The federally funded Food Distribution Program enables Family Support to provide USDA commodities and administrative funds to not-for-profit food banks to store, ship, and distribute food to eligible individuals and families. The Food Distribution Program also provides commodities for the Summer Food Service Program and other charitable institutions.

Energy Assistance – The Low-Income Home Energy Assistance Program is a federally funded block grant which provides heating assistance payments and winter and summer crisis assistance to low-income households.

Domestic Violence – This program issues contracts to local family violence shelters. Funds may be used for emergency shelters, counseling, and services for families in community-based shelters.

**DEPARTMENT OF SOCIAL SERVICES
FAMILY SUPPORT DIVISION**

Services for the Visually Impaired/Business Enterprises – Professional staff in Rehabilitation Services for the Blind counsel and train blind and visually impaired Missourians, arrange for the purchase of other services, and help the visually impaired find jobs. Services include rehabilitation, vocational rehabilitation, diagnosis and treatment of eye disease, equipment and supplies for blind preschool children, the Public Building Vending Program, and the Readers for the Blind Program.

Child Support Field Staff and Operations – Child Support Enforcement staff provide services to locate missing parents; establish paternity, medical support, and financial child support obligations; and enforce the collection of support payments for TANF, MO HealthNet, and non-TANF families that apply for child support services. The state retains approximately 37 percent of all assigned child support collected on current and former TANF cases.

Child Support Distributions – Distributions are made to reimburse counties that have signed a cooperative agreement with the Department of Social Services to provide judicial assistance in the establishment and enforcement of child support obligations. Child support collection and prosecution costs incurred by the counties are reimbursed by the federal government at a rate of 66 percent. This funding also supports contractual agreements with local governments to assist the division with child support referrals through multi-county, full-service centers.

Distributions are also made to families and to refund overpayments from federal and state income tax refund intercepts.

Fiscal Year 2017 Governor's Recommendations

- \$10,000,000 federal funds for job training and work readiness programs for low income individuals and for healthy marriage programs pursuant to SB 24 (2015).
- \$5,217,875 and 114.53 staff to replace Child Support Enforcement Funds for program administration.
- \$3,000,000 federal funds for the Health Professions Opportunity Grant.
- \$2,489,934 for Supplemental Nursing Care.
- \$949,490 for blind pension payments.
- \$437,040 Blind Pension Fund for a rate increase pursuant to Section 209.040, RSMo.
- \$2,045,816 for pay plan, including \$451,150 general revenue.
- \$48,827 transferred from Fringe Benefits for contractual staff.
- (\$44,355,252) and (192.53) staff core reduction from the Fiscal Year 2016 appropriation level, including (\$75,000) general revenue.

**DEPARTMENT OF SOCIAL SERVICES
CHILDREN'S DIVISION**

FINANCIAL SUMMARY

	FY 2015 EXPENDITURE	FY 2016 APPROPRIATION	GOVERNOR RECOMMENDS FY 2017
Children's Administration	\$ 6,510,673	\$ 6,728,802	\$ 6,858,318
Children's Field Staff and Operations	84,271,239	84,447,752	85,976,302
Children's Staff Training	864,713	1,471,758	1,471,758
Children's Treatment Services	19,811,601	21,140,335	21,462,111
Crisis Care	1,700,245	2,050,000	2,050,000
Foster Care	60,556,753	63,020,993	63,798,549
Foster Parent Training	447,475	576,399	576,399
Adoption and Subsidized Guardianship	77,545,653	78,755,329	84,458,978
Adoption Resource Centers	1,095,054	1,500,000	1,500,000
Independent Living	2,114,789	2,999,900	2,999,900
Transitional Living	2,166,021	2,918,887	2,918,887
Child Assessment Centers	2,716,175	2,950,523	2,950,523
Residential Treatment	68,098,047	67,028,774	71,661,811
Foster Care Case Management Contracts	35,086,903	39,158,303	39,719,303
IV-E Court Contracts	66,826	400,000	400,000
Child Abuse and Neglect Grant	184,261	188,316	188,316
Foster Care Children's Account	14,963,095	15,000,000	16,500,000
Head Start Collaboration Office	194,034	300,000	0
Purchase of Child Care	142,514,151	172,191,119	189,437,668
Home Visitation	2,950,207	4,364,500	4,364,500
Foster Youth Educational Assistance	1,101,065	1,238,848	1,688,848
Foster Care Outdoor Program	0	500,000	0
Social Innovation Grants	0	1,000,000	0
IV-E-CASA Training	22,515	200,000	200,000
TOTAL	\$ 524,981,495	\$ 570,130,538	\$ 601,182,171
PERSONAL SERVICE			
General Revenue Fund	30,877,975	32,158,754	32,801,927
Federal Funds	48,253,337	48,657,192	49,630,340
Other Funds	68,224	116,933	119,275
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,111,270	7,067,942	6,086,024
Federal Funds	8,571,286	10,997,350	10,203,173
Other Funds	0	385,430	385,430
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	219,641,946	222,156,486	229,528,651
Federal Funds	189,090,528	224,129,202	248,142,839
Other Funds	24,366,929	24,461,249	24,284,512
TOTAL			
General Revenue Fund	254,631,191	261,383,182	268,416,602
Federal Funds	245,915,151	283,783,744	307,976,352
Other Funds	24,435,153	24,963,612	24,789,217
Total Full-time Equivalent Employees			
General Revenue Fund	2,280.63	2,061.88	2,061.88
Federal Funds	876.38	709.85	709.85
Other Funds	1,402.26	1,349.23	1,349.23
	1.99	2.80	2.80

Children's Administration – The Children's Division Administrative Services provides management, coordination, and general direction for all Children's Division programs. The division director and staff monitor the effectiveness of programs that promote safety, permanency, and well-being for Missouri's children served by the division. Administrative Services provides policy direction, operational services, leadership development, and human resource support to field staff.

DEPARTMENT OF SOCIAL SERVICES CHILDREN'S DIVISION

CD Field Staff and Operations/Staff Training – This funding covers salaries, expenses, and training for Children's Service workers and support staff to maintain the Children's Division programs in each of the state's 45 judicial circuits. Front-line staff respond to allegations of child abuse or neglect, provide assistance for families in need of services to keep or return children home safely, secure appropriate out-of-home placements for children placed in the division's custody, and locate permanent homes when it is in the best interest of children.

In the spring of 2015, the Children's Division obtained national accreditation by the Council on Accreditation (COA), in accordance with Section 210.113, RSMo. To achieve accreditation, Missouri's child welfare system was reviewed and measured against nationally-recognized standards of best practice established by COA. This was the second time the Children's Division achieved accreditation; the first occurring in 2009.

Children's Treatment Services, Crisis Care, and Prevention Programs – The Children's Treatment Services funding provides a variety of contracted services to child abuse victims and their parents. Specific services include family therapy, respite care, parent aides, intensive family reunification, and crisis care services. Children's Treatment Services funding also provides for intensive, in-home services to help prevent placement of children in foster care and keep children with their families. Prevention programs such as Crisis Care Centers and home visitation provide services for families and children to prevent child abuse and neglect and to divert children from the state's custody.

Foster Care, Foster Parent Training, Children's Account, Adoption Subsidy, and Subsidized Guardianship – The Foster Care Program provides monthly room and board payments for children in the custody and care of the Children's Division. Types of placements include traditional foster care, relative care, and kinship care. For children with intensive behavioral or medical needs, specialized placements are provided. Payments are made for non-Medicaid medical and dental services, clothing, transportation, foster parent training, respite care, and other needs. Children in state custody may receive funds from a variety of sources, including child support payments. These monies are used to offset the cost of maintaining the child in foster care and to pay for any special expenses of the child.

The Adoption Subsidy Program and Subsidized Guardianship Program provide financial assistance to parents who adopt or become legal guardians of special needs children in order to move these children from foster care into permanent family arrangements.

Child Assessment Centers – Child Assessment Centers provide a child friendly setting where children, reported to have been sexually abused, can be interviewed by multi-disciplinary team members and receive a single medical examination.

Residential Treatment, Transitional Living, Independent Living, and Title IV-E Court Contracts – Residential facilities are used when foster family care cannot meet the children's treatment needs. The division contracts with a wide range of residential programs, ranging from small group homes to large, self-contained, resident campuses. Facilities must be licensed by the Children's Division and may also be accredited by one of three nationally recognized accrediting organizations. Independent Living programs assist foster care children, ages 15 to 21, in learning the necessary skills for the transition from foster care to adult independent living in the community. Transitional Living placement programs assist foster care children ages 16 to 21 by placing youth in their communities with support services. Court contracts through the Title IV-E Program allow the Children's Division to pass through federal funds to be used for reimbursement to juvenile courts for children in the court's custody placed in juvenile court residential facilities.

Foster Care Case Management Contracts – The Children's Division contracts with private agencies to provide foster/adoption case management services to children who have been removed from their homes and are under the jurisdiction of the Juvenile Court. These children have been abused and/or neglected or were found to be at serious risk of such. The goal of the foster care case management contracts is to improve safety, stability, and timely permanency for these children.

Purchase of Child Care – The child care program supports low income working families and children receiving protective service child care through the Children's Division. Without child care assistance, many parents could not participate in job training or education, or maintain employment in order to become self-sufficient. Without such assistance, the risk of children being left in inappropriate, unsupervised, or unsafe environments also increases. The Early Childhood Development, Education and Care Fund supports programs to improve the availability of, and access to, quality child care and programs that prepare children to enter school ready to succeed. Because children learn more from the ages of zero to five than during any other developmental period, the availability of quality child care is essential to preparing children for school.

Foster Youth Educational Assistance – This funding provides financial assistance for tuition and other fees related to post-secondary education and vocational training to youth in foster care and former foster care youth. The program gives the Division the opportunity to provide funding to assist eligible youth interested in pursuing higher education to reach their goals.

**DEPARTMENT OF SOCIAL SERVICES
CHILDREN'S DIVISION**

Fiscal Year 2017 Governor's Recommendations

- \$10,708,645 federal funds for a rate increase for licensed and licensed exempt child care providers.
- \$8,986,722 for provider rate increases and to replace tax amnesty funds, including \$5,976,203 general revenue.
- \$7,289,687 to serve the increasing number of children in state custody, including \$5,493,240 general revenue.
- \$4,500,000 federal funds to increase payments and services for child care providers.
- \$2,676,737 federal funds to replace Early Childhood Development, Education and Care Fund for the purchase of child care.
- \$2,027,307 federal funds for inspections of child care facilities pursuant to Section 210.027, RSMo.
- \$1,500,000 Alternative Care Trust Fund to distribute funds collected by the division on behalf of children in the care and custody of the state of Missouri.
- \$450,000 federal funds to provide post-secondary education assistance to youth involved with foster care.
- \$100,000 federal funds for home visitation.
- \$50,000 for continued operation of the school violence hotline.
- \$1,618,663 for pay plan, including \$643,173 general revenue.
- \$1,000,000 Early Childhood Development, Education and Care Fund transferred from the Department of Elementary and Secondary Education Missouri Preschool Program for purchase of child care.
- (\$8,856,128) core reduction from the Fiscal Year 2016 appropriation level, including (\$4,129,196) general revenue.
- (\$1,000,000) transferred to the Department of Elementary and Secondary Education Missouri Preschool Program.

**DEPARTMENT OF SOCIAL SERVICES
DIVISION OF YOUTH SERVICES**

FINANCIAL SUMMARY

	FY 2015 EXPENDITURE	FY 2016 APPROPRIATION	GOVERNOR RECOMMENDS FY 2017
Administrative Services	\$ 1,925,384	\$ 1,872,253	\$ 1,906,054
Youth Treatment Programs	51,871,914	54,753,694	55,955,809
Juvenile Court Diversion	3,731,652	4,079,486	4,079,486
TOTAL	\$ 57,528,950	\$ 60,705,433	\$ 61,941,349
PERSONAL SERVICE			
General Revenue Fund	17,542,664	18,139,042	18,501,825
Federal Funds	22,084,816	23,589,630	24,061,423
Other Funds	3,284,203	3,308,456	3,374,624
EXPENSE AND EQUIPMENT			
General Revenue Fund	593,978	562,174	567,260
Federal Funds	4,676,228	4,734,797	4,739,337
Other Funds	2,447,962	2,579,820	2,890,320
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,683,632	3,942,366	3,961,952
Federal Funds	1,689,464	2,061,561	2,057,021
Other Funds	1,526,003	1,787,587	1,787,587
TOTAL			
General Revenue Fund	21,820,274	22,643,582	23,031,037
Federal Funds	28,450,508	30,385,988	30,857,781
Other Funds	7,258,168	7,675,863	8,052,531
Total Full-time Equivalent Employees			
General Revenue Fund	1,295.14	1,255.21	1,255.21
Federal Funds	513.39	481.23	481.23
Other Funds	679.76	684.77	684.77
	101.99	89.21	89.21

Youth Services Administration – The youth services administrative unit assumes overall responsibility for designing, implementing, managing, and evaluating all programs operated by the Division of Youth Services (DYS). Five regional offices work with central office staff to ensure program efficiency and effectiveness at the local level.

Youth Treatment – Youth treatment includes residential and non-residential services. Residential Services provide youthful offenders with structured rehabilitation programs to address the youth’s treatment/educational needs and facilitate the youth’s successful and productive transition to aftercare in the community. Services include academic and vocational education. The division operates 5 secure care facilities, 19 moderate care facilities, and 6 community-based facilities. Non-residential Services help youthful offenders adjust to community life and become law-abiding and productive citizens. The division also provides: case management; community care which includes day treatment, intensive supervision, family counseling, and alternative living; and aftercare services.

Juvenile Court Diversion – The Juvenile Court Diversion Program encourages local communities to develop programs to divert youth from commitment to DYS through contracts with local courts to provide early intervention services to first-time offenders to stop their delinquent behavior.

Fiscal Year 2017 Governor’s Recommendations

- \$310,500 Department of Social Services Educational Improvement Fund for educational resources.
- \$47,101 for provider rate increases and to replace tax amnesty funds.
- \$900,744 for pay plan, including \$362,783 general revenue.
- (\$22,429) core reduction from the Fiscal Year 2016 appropriation level.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

FINANCIAL SUMMARY

	FY 2015 EXPENDITURE	FY 2016 APPROPRIATION	GOVERNOR RECOMMENDS FY 2017
Administrative Services	\$ 115,271,465	\$ 162,048,545	\$ 169,244,799
MO HealthNet Vendor Payments and Managed Care	6,875,767,300	7,035,559,825	7,714,678,552
Blind Pension Medical Benefits	0	23,531,130	26,672,798
TOTAL	\$ 6,991,038,765	\$ 7,221,139,500	\$ 7,910,596,149
PERSONAL SERVICE			
General Revenue Fund	2,689,464	2,620,857	2,673,274
Federal Funds	5,321,540	5,395,307	5,503,213
Other Funds	1,245,930	1,796,709	1,832,640
EXPENSE AND EQUIPMENT			
General Revenue Fund	12,125,321	11,484,896	15,547,396
Federal Funds	57,752,000	68,234,918	80,797,418
Other Funds	8,121,620	6,307,296	6,307,296
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,176,897,761	1,145,933,235	1,519,817,933
Federal Funds	3,316,823,355	3,560,006,648	3,818,094,159
Other Funds	2,410,061,774	2,419,359,634	2,460,022,820
TOTAL			
General Revenue Fund	1,191,712,546	1,160,038,988	1,538,038,603
Federal Funds	3,379,896,895	3,633,636,873	3,904,394,790
Other Funds	2,419,429,324	2,427,463,639	2,468,162,756
Total Full-time Equivalent Employees			
General Revenue Fund	205.94	234.11	234.11
Federal Funds	53.31	64.53	64.53
Other Funds	123.30	124.97	124.97
	29.33	44.61	44.61

Administrative Services – The MO HealthNet Division is an intermediary for providing services to both participants and providers. The agency’s structure includes two major sections: Finance and Operations and Clinical Services.

The Finance and Operations section works to incorporate the newest and best technology to accurately and efficiently pay providers in a paperless environment. Technology provides a robust reporting function that is critical to the management responsibilities of the division. The resultant database of paid claims is used to monitor the programs, provide program integrity, and compile data to project financial needs and trends. Provider relations, participant services, and premium collections are also functions under the Finance and Operations section.

The Clinical Services section oversees pharmacy enhancement and rebates, the exception program, the psychology program, and the Missouri Rx Plan. Data mining and analysis allows for examination of performance in terms of efficiency of operations and anticipated health status outcomes. The Clinical Services section establishes best practices based on evidence-based reviews.

Fiscal Year 2017 Governor’s Recommendations

- \$17,000,000 to sustain the MO HealthNet technology infrastructure, including \$4,250,000 general revenue.
- \$196,254 for pay plan, including \$52,417 general revenue.
- (\$10,000,000) federal funds core reduction from the Fiscal Year 2016 appropriation level.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

**MEDICAID EXPENDITURES
SELECTED SERVICES AND ANNUAL TOTALS**

	FY 2015 EXPENDITURE	FY 2016 APPROPRIATION	GOVERNOR RECOMMENDS FY 2017
Pharmacy	\$ 1,358,421,622	\$ 1,489,107,505	\$ 1,814,290,597
Physicians	674,583,973	359,461,181	429,344,539
Dental	15,462,480	13,726,783	14,783,629
Premium Payments	194,572,404	193,807,879	241,445,231
Nursing Facilities and Home Health	574,651,929	627,265,516	633,492,124
Rehabilitation and Specialty Services	292,236,092	286,080,370	303,021,223
Managed Care	1,181,438,765	1,819,305,173	1,888,226,425
Hospital Care	798,079,002	576,546,658	613,030,056
Safety Net Hospitals	8,000,000	8,000,000	8,000,000
FRA and NFRA	1,488,641,973	1,348,151,261	1,451,151,260
Health Care Access	7,949,057	10,617,249	10,790,923
Children's Health Insurance Program	149,555,231	86,167,292	92,752,778
Show-Me Healthy Babies	0	13,672,790	13,597,790
School District Claiming	29,269,812	39,896,295	39,896,295
IGT Safety Net Hospitals	81,288,968	114,854,549	114,854,549
IGT Health Care Home	1,088,993	9,353,934	9,353,934
FQHC	10,776,189	13,842,985	13,942,945
Long-term Care UPL	0	10,950,768	10,950,768
Complex Rehab Technology Products	9,750,810	11,501,637	11,753,486
Regional Care Coordination	0	2,000,000	0
Blind Pension Medical Benefits	0	23,531,130	26,672,798
TOTAL	\$ 6,875,767,300	\$ 7,057,840,955	\$ 7,741,351,350
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,938,285	3,261,176	3,073,676
Federal Funds	3,799,595	4,085,473	3,897,973
Other Funds	1,435,608	215,000	215,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,176,802,405	1,143,835,193	1,518,969,891
Federal Funds	3,278,742,916	3,489,106,166	3,757,193,677
Other Funds	2,410,048,491	2,417,337,947	2,458,001,133
TOTAL	1,181,740,690	1,147,096,369	1,522,043,567
General Revenue Fund	1,181,740,690	1,147,096,369	1,522,043,567
Federal Funds	3,282,542,511	3,493,191,639	3,761,091,650
Other Funds	2,411,484,099	2,417,552,947	2,458,216,133
Total Full-time Equivalent Employees	0.00	0.00	0.00

Vendor Payments – The Medicaid Program is a federal-state partnership to pay for the health care of those who cannot pay for their own care. Federal law sets the minimum services for any state that opts to administer the Medicaid Program. These include hospital; physician; Early and Periodic Screening, Diagnostic and Treatment; lab and x-ray; skilled nursing home care; home health care; Federally Qualified Health Centers; rural health clinics; non-emergency transportation; and family planning services.

In addition to Medicaid State Plan Services, Missouri provides women's health services for women with incomes no greater than 185 percent of the federal poverty level. Missouri also provides breast and cervical cancer treatment for uninsured women under the age of 65. Also, the State Children's Health Insurance Program covers uninsured children up to 300 percent of the federal poverty level. Families with incomes above 150 percent of the federal poverty level, but below 300 percent of the federal poverty level must pay premiums to receive coverage for their children. The Blind Pension Medical Benefits Program covers individuals receiving blind pension benefits who do not meet categorical eligibility criteria for Medicaid.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

Fiscal Year 2017 Governor's Recommendations

- \$318,895,872 for the additional cost of existing Medicaid programs, including \$190,454,020 general revenue.
- \$139,764,118 for increases in the pharmacy program due to new specialty drugs, therapies, utilization, and inflation, including \$50,815,160 general revenue.
- \$102,999,999 Federal Reimbursement Allowance Fund on an open-ended basis to redistribute Disproportionate Share Hospital payments.
- \$69,655,266 for provider rate increases, adult dental services, and to replace tax amnesty funds, including \$25,601,668 general revenue.
- \$52,327,099 due to shortfalls in other funds.
- \$33,215,265 for increases in the pharmacy program due to non-specialty drug utilization and inflation, including \$12,076,340 general revenue.
- \$28,630,364 to address the change in the Medicaid federal participation percentage, including \$17,831,371 general revenue.
- \$21,733,239 for an actuarially-required trend factor for managed care in the eastern, central, and western regions, including \$7,935,877 general revenue.
- \$20,619,093 for anticipated increases in Medicare Part A and B premiums, including \$6,962,621 general revenue.
- \$18,073,510 for increased clawback payments to the federal government for Medicare Part D drug coverage.
- \$12,069,292 to cover federally-required services for children with Autism Spectrum Disorder, including \$4,438,120 general revenue.
- \$11,556,702 for existing Medicaid programs due to more eligible individuals as a result of the ABLE Program, enacted in SB 174 (2015), including \$2,808,488 general revenue.
- \$2,847,259 for an actuarial cost increase for non-emergency medical transportation, including \$1,046,994 general revenue.
- \$284,773 for anticipated increases to Medicare hospice rates, including \$104,717 general revenue.
- (\$150,336,456) core reduction from the Fiscal Year 2016 appropriation level, including (\$16,741,287) general revenue.
- (\$75,000) core reduction for one-time expenditures, including (\$37,500) general revenue.