

DEPARTMENT OF SOCIAL SERVICES

FINANCIAL SUMMARY

	FY 2016 EXPENDITURE	FY 2017 APPROPRIATION	FY 2018 REQUEST	GOVERNOR RECOMMENDS FY 2018
Office of the Director	\$ 18,925,848	\$ 29,468,107	\$ 29,656,879	\$ 29,368,107
Family Support Division	573,142,321	672,282,942	678,392,224	649,962,320
Children's Division	545,007,244	603,986,391	599,904,689	585,827,416
Division of Youth Services	56,623,699	61,941,349	61,745,352	61,483,748
MO HealthNet Division	7,199,185,240	7,857,231,413	8,414,126,474	8,271,390,034
DEPARTMENTAL TOTAL	\$ 8,392,884,352	\$ 9,224,910,202 *	\$ 9,783,825,618	\$ 9,598,031,625
General Revenue Fund	1,737,243,665	1,788,517,619	2,103,095,550	1,927,008,065
Title XIX - Federal Funds	3,395,532,549	3,859,421,161	4,059,532,403	4,065,575,805
Temporary Assistance for Needy Families - Federal Funds	138,177,337	191,853,040	191,853,040	162,403,040
DSS - Federal and Other Funds	676,878,571	804,120,195	803,750,206	799,370,375
Division of Youth Services Child Benefits Fund	736	200,000	200,000	200,000
Federal Stimulus-Social Services Fund	21,885,935	40,000,000	40,000,000	35,000,000
Uncompensated Care Fund	92,794,914	92,794,914	92,794,914	84,898,165
Pharmacy Rebates Fund	206,022,125	234,707,650	255,538,792	253,845,912
Third Party Liability Collections Fund	16,232,141	16,745,425	17,174,287	16,042,774
DSS Intergovernmental Transfer Fund	10,270,435	38,948,801	23,348,801	23,348,801
Federal Reimbursement Allowance Fund	1,380,153,738	1,410,692,113	1,420,818,376	1,417,387,413
Pharmacy Reimbursement Allowance Fund	157,849,040	171,014,227	174,883,781	173,189,120
Medicaid Managed Care Organization Reimbursement Allowance Fund	3,926	5,000	0	0
Family Services Donations Fund	8,888	143,994	143,994	143,994
Child Support Enforcement Fund	6,874,825	4,869,354	4,869,354	4,937,755
Nursing Facility Reimbursement Allowance Fund	329,469,265	335,881,325	359,957,138	360,493,665
Nursing Facility Quality of Care Fund	91,116	96,313	96,313	96,313
Health Initiatives Fund	24,768,385	28,361,125	28,361,125	28,636,783
Gaming Commission Fund	428,835	500,000	500,000	500,000
Ground Emergency Medical Transportation Fund	0	0	0	30,925,852
Tax Amnesty Fund	13,427,692	0	0	0
DSS Administrative Trust Fund	1,011,902	1,204,466	1,204,466	1,204,466
DSS Educational Improvement Fund	6,226,628	7,401,341	7,090,841	7,090,841
Blind Pension Fund	30,844,395	34,750,906	35,203,216	35,203,216
Healthy Families Trust Fund	49,710,324	57,984,660	57,984,660	60,745,741
Long Term Support UPL Fund	3,674,502	4,659,096	4,659,096	3,913,804
Life Sciences Research Trust Fund	30,713,934	32,000,000	32,000,000	32,780,547
Youth Services Products Fund	0	5,000	5,000	5,000
Missouri Rx Plan Fund	7,169,507	7,046,680	7,046,680	8,146,680
Youth Services Treatment Fund	0	999	999	999
Early Childhood Development, Education and Care Fund	8,626,764	7,632,793	7,632,793	7,632,793
Premium Fund	10,880,502	10,880,502	10,880,502	14,516,411
Blindness Education, Screening and Treatment Program Fund	349,000	349,000	349,000	349,000
Alternative Care Trust Fund	12,509,806	16,500,000	16,500,000	16,500,000
Ambulance Service Reimbursement Allowance Fund	22,905,040	24,283,916	24,827,974	24,589,708
Recovery Audit and Compliance Fund	97,939	1,282,087	1,282,087	1,282,087
Foster Care and Adoptive Parents Recruitment and Retention Fund	0	5,000	5,000	15,000
Medicaid Provider Enrollment Fund	49,991	51,500	235,230	51,500
Total Full-time Equivalent Employees	6,941.97	6,862.11	6,865.11	6,798.11
General Revenue Fund	2,071.31	1,879.17	1,879.17	1,867.61
Federal Funds	4,528.58	4,623.01	4,623.01	4,569.57
Other Funds	342.08	359.93	362.93	360.93

* Does not include \$146,122,583 recommended in the Fiscal Year 2017 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 2018 budget provides \$9.6 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 2016 EXPENDITURE	FY 2017 APPROPRIATION	GOVERNOR RECOMMENDS FY 2018
Office of the Director	\$ 306,421	\$ 316,926	\$ 316,926
Federal Grants and Donations	1,171,639	4,477,551	4,477,551
Human Resource Center	489,768	508,974	508,974
Missouri Medicaid Audit and Compliance	2,979,442	3,984,463	3,984,463
Recovery Audit and Compliance	97,939	1,200,000	1,200,000
Finance and Administrative Services	6,051,516	8,239,348	8,239,348
Revenue Maximization	744,254	3,250,000	3,250,000
Neglected and Delinquent Children	1,356,530	1,504,000	1,404,000
Legal Services	5,728,339	5,986,845	5,986,845
TOTAL	\$ 18,925,848	\$ 29,468,107	\$ 29,368,107
PERSONAL SERVICE			
General Revenue Fund	4,647,413	4,909,142	4,909,142
Federal Funds	5,900,091	6,167,582	6,167,581
Other Funds	818,707	834,471	834,470
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,011,262	1,279,875	1,279,875
Federal Funds	3,665,082	9,310,137	9,310,137
Other Funds	1,215,609	2,623,993	2,623,993
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,357,891	1,504,000	1,404,000
Federal Funds	309,793	2,804,922	2,804,923
Other Funds	0	33,985	33,986
TOTAL			
General Revenue Fund	7,016,566	7,693,017	7,593,017
Federal Funds	9,874,966	18,282,641	18,282,641
Other Funds	2,034,316	3,492,449	3,492,449
Total Full-time Equivalent Employees			
General Revenue Fund	265.00	284.79	277.79
Federal Funds	106.80	128.22	124.72
Other Funds	139.12	138.22	134.72
Other Funds	19.08	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 guides the department's human resource management program, providing leadership, direction and coordination of related services and support to all divisions. The MMAC screens and enrolls Medicaid providers. The division also 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, cash management, managing IV-E eligibility and IV-E redeterminations for youth in state custody, implementation of the department's fiscal policies, and responding to changes in federal and state fiscal policy. Administrative support services include procurement, accounts payables and receivables, payroll management of child care subsidy payments, regional office support functions, emergency management, telecommunications, warehouse/inventory coordination and distribution, fleet management, lease and location management for Social Services facilities, 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 2018 Governor's Recommendations

- (\$100,000) and (seven) staff core reduction from the Fiscal Year 2017 appropriation level.

**DEPARTMENT OF SOCIAL SERVICES
FAMILY SUPPORT DIVISION**

FINANCIAL SUMMARY

	FY 2016 EXPENDITURE	FY 2017 APPROPRIATION	GOVERNOR RECOMMENDS FY 2018
Family Support Administration	\$ 73,320,630	\$ 95,701,021	\$ 95,376,021
Income Maintenance Field Staff and Operations	78,006,736	82,336,089	82,336,089
Family Support Staff Training	205,039	247,667	247,667
Community Partnerships	8,439,608	8,236,127	8,236,127
Missouri Mentoring Partnership	1,214,809	1,443,700	1,443,700
Adolescent Program	600,000	800,000	800,000
Family Nutrition and Employment Training Program	11,512,150	12,981,261	19,843,755
Health Care Industry Training	0	3,000,000	3,000,000
Temporary Assistance for Needy Families (TANF)	103,081,887	122,614,553	90,364,553
Alternatives to Abortion	0	0	6,458,561
Healthy Marriage Promotion	0	1,500,000	0
Adult Supplementation	28,838	33,525	25,525
Supplemental Nursing Care	25,241,118	25,620,885	25,620,885
Blind Pension and Supplemental Aid to the Blind	33,638,952	37,984,856	39,387,166
Refugee Assistance	2,158,498	3,806,226	3,806,226
Community Services Block Grant	20,555,467	23,637,000	23,637,000
Emergency Solutions Program	2,451,647	4,130,000	4,130,000
Food Distribution Programs	1,342,537	1,500,000	1,500,000
Energy Assistance	72,938,017	81,547,867	77,547,867
Assistance for Victims of Sexual Assault	472,422	500,000	1,000,000
Emergency Shelter Grants	532,441	562,137	562,137
Domestic Violence	8,222,767	8,466,524	8,716,524
Blind Administration	3,924,595	4,738,658	4,738,658
Services for the Visually Impaired	5,746,740	8,304,901	8,304,901
Business Enterprises	34,449,135	35,000,000	35,000,000
Child Support Field Staff and Operations	28,792,038	33,562,660	33,851,673
Child Support Distributions	56,266,250	74,027,285	74,027,285
TOTAL	\$ 573,142,321	\$ 672,282,942	\$ 649,962,320
PERSONAL SERVICE			
General Revenue Fund	15,518,795	20,165,892	19,988,358
Federal Funds	73,517,008	78,230,919	77,267,163
Other Funds	6,208,188	3,655,350	3,528,540
EXPENSE AND EQUIPMENT			
General Revenue Fund	21,201,765	24,738,717	19,627,552
Federal Funds	107,499,344	135,843,005	139,840,105
Other Funds	2,115,313	2,422,990	2,634,148
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	43,365,442	44,822,059	49,649,231
Federal Funds	272,529,630	326,809,397	301,396,247
Other Funds	31,186,836	35,594,613	36,030,976
TOTAL			
General Revenue Fund	80,086,002	89,726,668	89,265,141
Federal Funds	453,545,982	540,883,321	518,503,515
Other Funds	39,510,337	41,672,953	42,193,664
Total Full-time Equivalent Employees			
General Revenue Fund	2,925.25	3,016.12	2,973.12
Federal Funds	480.09	485.34	485.34
Other Funds	2,260.95	2,325.82	2,282.82
Other Funds	184.21	204.96	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 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 communication, including the Family Support Division's merit staffed call center operation and technology, along with 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. SkillUP, the Missouri employment training program 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. No new cases can be added to this program and consequently the caseload will decline over time.

Supplemental Nursing Care – This state-funded program provides monthly cash benefits to eligible persons in residential care facilities, assisted living facilities, non-Medicaid certified areas of intermediate care facilities, and skilled nursing facilities for use in paying for their care. These grants help low-income seniors and persons with disabilities afford adequate care and remain in a less restrictive environment for long term care. Persons eligible for these benefits also receive a personal needs monthly allowance.

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 and reduce poverty conditions such as: unemployment, inadequate education, malnutrition, inadequate housing, unmet emergency needs, and inadequate available 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 federally funded 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, funded with federal funds, is designed to provide 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, winter and summer crisis assistance and weatherization assistance to low-income households.

DEPARTMENT OF SOCIAL SERVICES FAMILY SUPPORT DIVISION

Domestic Violence – This program issues contracts to domestic violence shelters and programs throughout the state. These shelters provide residential facilities for domestic violence victims and their children. In addition, shelters provide support services such as hotline calls, professional therapy, legal advocacy, and case management.

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

Fiscal Year 2018 Governor's Recommendations

- \$5,500,000 federal funds to assist food stamps recipients in obtaining and maintaining employment.
- \$1,362,494 federal funds to provide job training opportunities for food stamps recipients.
- \$950,000 for blind pension payments.
- \$500,000 for victims of sexual assault.
- \$452,310 Blind Pension Fund for a rate increase pursuant to Section 209.040, RSMo.
- \$250,000 for domestic violence shelters.
- \$6,458,561 transferred from the Office of Administration for the Alternatives to Abortion program, including \$2,108,561 general revenue.
- \$684,013 transferred from the Office of Administration for fringe benefit savings for privatizing interstate child support collections, including \$95,762 general revenue.
- (\$38,478,000) and (43) staff core reduction from the Fiscal Year 2017 appropriation level, including (\$4,365,850) general revenue.

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

FINANCIAL SUMMARY

	FY 2016 EXPENDITURE	FY 2017 APPROPRIATION	GOVERNOR RECOMMENDS FY 2018
Children's Administration	\$ 6,645,709	\$ 6,858,318	\$ 6,808,318
Children's Field Staff and Operations	83,869,683	86,384,302	85,976,302
Children's Staff Training	970,438	1,471,758	1,471,758
Children's Treatment Services	19,751,018	22,462,111	21,847,811
Crisis Care	1,558,796	2,050,000	2,050,000
Foster Care	62,869,531	63,798,549	66,524,118
Foster Parent Training	576,220	576,399	576,399
Adoption and Subsidized Guardianship	82,327,301	84,458,978	87,144,190
Adoption Resource Centers	1,387,500	2,620,000	3,850,000
Independent Living	2,391,619	2,999,900	2,999,900
Transitional Living	2,918,887	2,918,887	2,918,887
Child Assessment Centers	2,868,727	2,950,523	2,950,523
Residential Treatment	67,982,828	71,661,811	52,605,355
Foster Care Case Management Contracts	36,103,577	39,719,303	38,648,303
IV-E Court Contracts	37,105	400,000	400,000
Child Abuse and Neglect Grant	140,659	188,316	188,316
Foster Care Children's Account	12,509,806	16,500,000	16,500,000
Purchase of Child Care	154,497,876	189,213,888	186,113,888
Home Visitation	4,053,345	4,364,500	4,364,500
Foster Youth Educational Assistance	1,233,183	1,688,848	1,688,848
Foster Care Outdoor Program	294,042	500,000	0
IV-E-CASA Training	19,394	200,000	200,000
TOTAL	\$ 545,007,244	\$ 603,986,391	\$ 585,827,416
PERSONAL SERVICE			
General Revenue Fund	31,715,031	33,209,927	32,801,927
Federal Funds	48,563,361	49,630,340	49,630,340
Other Funds	68,673	119,275	119,275
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,315,360	6,086,024	4,954,283
Federal Funds	9,059,256	10,203,173	10,189,700
Other Funds	56,300	385,430	379,056
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	223,112,005	228,624,871	223,453,517
Federal Funds	206,493,394	251,442,839	239,998,432
Other Funds	21,623,864	24,284,512	24,300,886
TOTAL			
General Revenue Fund	259,142,396	267,920,822	261,209,727
Federal Funds	264,116,011	311,276,352	299,818,472
Other Funds	21,748,837	24,789,217	24,799,217
Total Full-time Equivalent Employees			
General Revenue Fund	2,276.46	2,071.88	2,060.88
Federal Funds	905.38	719.85	709.29
Other Funds	1,369.11	1,349.23	1,348.79
	1.97	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 46 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. Strong emphasis is placed on engaging families through the implementation of a new practice model focused on well-being, safety, and effects of trauma.

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 individual and family therapy, respite care, parent aides, intensive family reunification, and other supportive 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 visiting 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's Account is comprised of funds received from a variety of sources on behalf of children in the division's custody. 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.

Adoption Resource Centers – The purpose of these centers located in St. Louis, Kansas City, Springfield, and Jefferson City is to prevent adoption disruption and promote family well-being through the provision of supportive services, crisis intervention, respite services and training on accessing community resources. Centers also provide extreme recruitment services aimed at locating family or kinship connections for children in foster care.

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. Approximately 25% of children in the custody of the Children's Division are case managed by private contractors.

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.

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

Foster Youth Educational Assistance – This funding provides financial assistance for tuition and other fees related to post-secondary education, certificate programs, or career 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 and reduce student loan debt.

Fiscal Year 2018 Governor's Recommendations

- \$10,735,146 to serve the increasing number of children in state custody, including \$8,000,607 general revenue.
- \$1,750,000 for adoption resource centers and to support finding adoptive homes for children in state custody.
- \$600,000 federal funds for adoption services.
- \$10,000 Foster Care and Adoptive Parents Recruitment and Retention Fund for grants to licensed community-based foster care and adoption recruitment programs.
- (\$17,089,399) reallocated to the MO HealthNet Division for residential treatment medical payments, including (\$6,284,114) general revenue.
- (\$14,164,722) and (11) staff core reduction from the Fiscal Year 2017 appropriation level, including (\$10,177,588) general revenue.

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

FINANCIAL SUMMARY

	FY 2016 EXPENDITURE	FY 2017 APPROPRIATION	GOVERNOR RECOMMENDS FY 2018
Administrative Services	\$ 1,833,382	\$ 1,906,054	\$ 1,906,054
Youth Treatment Programs	51,044,472	55,955,809	55,598,208
Juvenile Court Diversion	3,745,845	4,079,486	3,979,486
TOTAL	\$ 56,623,699	\$ 61,941,349	\$ 61,483,748
PERSONAL SERVICE			
General Revenue Fund	17,595,308	18,501,825	18,501,825
Federal Funds	21,446,037	24,061,423	24,061,423
Other Funds	3,304,462	3,374,624	3,374,624
EXPENSE AND EQUIPMENT			
General Revenue Fund	377,740	567,260	451,430
Federal Funds	4,378,220	4,739,337	4,378,328
Other Funds	2,789,979	2,890,320	2,571,492
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,814,816	3,961,952	3,930,681
Federal Funds	2,218,366	2,057,021	2,418,030
Other Funds	698,771	1,787,587	1,795,915
TOTAL			
General Revenue Fund	21,787,864	23,031,037	22,883,936
Federal Funds	28,042,623	30,857,781	30,857,781
Other Funds	6,793,212	8,052,531	7,742,031
Total Full-time Equivalent Employees			
General Revenue Fund	1,265.09	1,255.21	1,253.21
Federal Funds	522.83	481.23	480.23
Other Funds	642.80	684.77	683.77
Other Funds	99.46	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 DHS through contracts with local courts to provide early intervention services to first-time offenders to stop their delinquent behavior.

Fiscal Year 2018 Governor’s Recommendations

- (\$457,601) and (two) staff core reduction from the Fiscal Year 2017 appropriation level, including (\$147,101) general revenue.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

FINANCIAL SUMMARY

	FY 2016 EXPENDITURE	FY 2017 APPROPRIATION	GOVERNOR RECOMMENDS FY 2018
Administrative Services	\$ 100,989,430	\$ 158,744,799	\$ 160,300,389
MO HealthNet Vendor Payments and Managed Care	7,072,228,946	7,671,813,816	8,083,505,155
Blind Pension Medical Benefits	25,966,864	26,672,798	27,584,490
TOTAL	\$ 7,199,185,240	\$ 7,857,231,413	\$ 8,271,390,034
PERSONAL SERVICE			
General Revenue Fund	2,542,259	2,673,274	2,890,998
Federal Funds	5,266,774	5,503,213	5,765,754
Other Funds	1,724,623	1,832,640	1,877,457
EXPENSE AND EQUIPMENT			
General Revenue Fund	11,469,682	15,447,396	20,994,620
Federal Funds	63,213,214	80,697,418	93,925,195
Other Funds	8,329,549	6,307,296	8,334,285
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,355,198,896	1,382,025,405	1,522,170,626
Federal Funds	3,408,415,558	3,908,093,670	4,095,395,862
Other Funds	2,343,024,685	2,454,651,101	2,520,035,237
TOTAL			
General Revenue Fund	1,369,210,837	1,400,146,075	1,546,056,244
Federal Funds	3,476,895,546	3,994,294,301	4,195,086,811
Other Funds	2,353,078,857	2,462,791,037	2,530,246,979
Total Full-time Equivalent Employees			
General Revenue Fund	210.17	234.11	233.11
Federal Funds	56.21	64.53	68.03
Other Funds	116.60	124.97	119.47
Other Funds	37.36	44.61	45.61

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 2018 Governor’s Recommendations

- \$20,300,542 and seven staff to sustain the MO HealthNet technology infrastructure, including \$4,676,739 general revenue.
- \$1,542,206 to extend contracts for development, operation, and support of the MO HealthNet technology infrastructure, including \$390,866 general revenue.
- \$100,238 federal and other funds and two staff to provide additional reimbursement for ground emergency medical transportation pursuant to SB 607 (2016).
- (\$20,387,396) federal funds and (ten) staff core reduction from the Fiscal Year 2017 appropriation level.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

**MEDICAID EXPENDITURES
SELECTED SERVICES AND ANNUAL TOTALS**

	FY 2016 EXPENDITURE	FY 2017 APPROPRIATION	GOVERNOR RECOMMENDS FY 2018
Pharmacy	1,488,060,464	\$ 1,786,553,090	\$ 1,770,499,506
Physicians	381,775,506	425,253,847	418,280,879
Dental	4,585,964	14,772,175	6,769,043
Premium Payments	216,635,043	241,445,231	261,214,246
Nursing Facilities and Home Health	610,240,263	644,953,832	531,784,256
Rehabilitation and Specialty Services	291,685,921	305,612,647	318,071,505
Managed Care	1,840,120,958	1,888,226,425	2,380,030,053
Hospital Care	632,366,715	605,406,682	515,957,318
Safety Net Hospitals	8,000,000	8,000,000	13,722,792
FRA and NFRA	1,419,462,775	1,451,151,260	1,484,898,356
Health Care Access	7,107,453	10,790,923	36,239,019
Children's Health Insurance Program	69,783,495	92,752,778	94,671,744
Show-Me Healthy Babies	2,408,208	13,597,790	25,100,395
School District Claiming	31,499,446	34,896,295	34,896,295
IGT Safety Net Hospitals	32,937,195	99,854,549	64,531,450
FRA Health Care Home	5,128,405	7,353,934	8,105,166
FQHC Distribution	10,254,867	14,942,945	12,325,399
Long-term Care UPL	10,006,814	10,950,768	10,950,768
Complex Rehab Technology Products	10,169,454	11,666,969	11,496,719
Regional Care Coordination	0	2,000,000	0
Ground Emergency Medical Transport	0	0	83,960,246
Blind Pension Medical Benefits	25,966,864	26,672,798	27,584,490
TOTAL	\$ 7,098,195,810	\$ 7,696,854,938	\$ 8,111,089,645
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,670,072	3,223,676	3,073,676
Federal Funds	7,785,843	4,047,973	3,897,973
Other Funds	1,712,108	215,000	215,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,355,198,896	1,380,577,363	1,522,169,927
Federal Funds	3,387,804,206	3,856,161,512	4,061,697,832
Other Funds	2,343,024,685	2,452,629,414	2,520,035,237
TOTAL			
General Revenue Fund	1,357,868,968	1,383,801,039	1,525,243,603
Federal Funds	3,395,590,049	3,860,209,485	4,065,595,805
Other Funds	2,344,736,793	2,452,844,414	2,520,250,237

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 2018 Governor's Recommendations

- \$282,463,460 for the additional cost of existing Medicaid programs, including \$63,528,927 general revenue.
- \$113,025,000 to replace one-time federal funds.
- \$99,477,303 for the transition to statewide managed care, including \$35,289,036 general revenue.
- \$83,960,246 federal and other funds to provide additional reimbursement for ground emergency medical transportation services pursuant to SB 607 (2016).
- \$79,254,708 for increases in the pharmacy program due to new specialty drugs, therapies, utilization, and inflation, including \$28,487,336 general revenue.
- \$72,836,001 for existing Medicaid programs due to increased caseloads as a result of the increased asset limit pursuant to HB 1565 (2016), including \$15,668,152 general revenue.
- \$70,629,643 to address the change in the Medicaid federal participation percentage, including \$1,789,577 general revenue.
- \$20,920,109 for an actuarially-required trend factor for all managed care regions, including \$7,421,420 general revenue.
- \$17,455,620 federal and other funds for projected Medicaid expenditures.
- \$17,357,352 for increased clawback payments to the federal government for Medicare Part D drug coverage.
- \$17,064,441 for increases in Medicare Part A and B premiums, including \$5,923,867 general revenue.
- \$5,722,792 federal funds for payments to physicians providing services at safety net hospitals.
- \$2,465,180 for an actuarial cost increase for non-emergency medical transportation, including \$881,055 general revenue.
- \$1,297,547 federal and other funds for Health Home payments.
- \$325,964 for increases to Medicare hospice rates, including \$116,553 general revenue.
- \$122,470 for an annual Primary Care Health Home rate adjustment, including \$24,343 general revenue.
- \$17,089,399 reallocated from the Children's Division for residential treatment medical payments, including \$6,284,114 general revenue.
- (\$488,864,204) core reduction from the Fiscal Year 2017 appropriation level, including (\$154,954,168) general revenue.