Agency Wide
000 - M2 - WM - Technical Corrections

Agency Submittal: 2015-17 Final 2017 Sup **Budget Period: 2015-17**

Program(s) 010 020 030 040 050 060 070 100 110 135

SUMMARY

The Department of Social and Health Services (DSHS) requests $165,000 ($570,000 GF-State) for technical corrections in the 2017 Supplemental Budget for the Children's Administration (CA), Rehabilitation Administration (RA), Behavioral Health Administration (BHA) – Mental Health Division (MHD), Developmental Disabilities Administration (DDA), Aging and Long-Term Support Administration (ALTSA), Economic Services Administration (ESA), BHA – Alcohol and Substance Abuse (ASA), Division of Vocational Rehabilitation (DVR), Administration and Supporting Services (Admin), and Special Commitment Center (SCC).

PROBLEM STATEMENT

DSHS requests the following Technical Corrections for the 2017 Supplemental Budget:

1) **Workers' Compensation Adjustment –** (Programs 010, 020, 030, 040, 050, 060, 070, 100, 110, and 135):
A reduction in funding for Workers' Compensation was included in the 2016 Supplemental budget. The reduction was distributed based on Workers' Compensation expenditures by program. Using risk class costs and headcounts by program the reduction is redistributed to reflect anticipated changes in Workers' Compensation costs. The adjustment between programs is based on the state / federal percentages for each program. The result is a net zero impact in total dollars. However, there is an $410,000 increase in GF-State and a ($410,000) reduction in GF-Federal for the fiscal year (FY).

2) **Juvenile Rehabilitation Administration (JR) Basic Training Camp FTEs only –** (Program 020):
When the Basic Training Camp was closed, the contract dollars for the 15 beds was initially placed in Budget Unit G48 – Resident Census above Rated Capacity. Since these were contract dollars, there were no FTEs associated with the dollars. In the 2016 Supplemental Budget Workload step, JR incurred a bed reduction. Part of the reduction that was taken was 15 beds from Budget Unit G48 related to the closure of the Basic Training Camp. This reduction was treated like any other bed addition or reduction and 6.8 FTEs were eliminated in each fiscal year. Since there were no FTEs tied to the contract dollars, there should not have been a reduction in FTEs in the workload step. JR requests the reinstatement of 6.8 FTEs in FY 2017.

3) **Children's Administration (CA) Correcting FTE Authority – FTEs only –** (Program 010):
In State Fiscal Year 2015, CA ended a longstanding contract with CGI for the support of the FamLink case management system. With the funding that was previously used for the CGI contract, CA increased its staffing levels but lacks sufficient FTE authority to accommodate these new hires. CA is requesting 50.0 FTEs for FY 2017.

4) **Developmental Disability Administration (DDA) Preadmission Screening and Resident Review (PASRR) Transfer –** (Program 040):
DDA requests the transfer of $142,000 ($85,000 GF-State) and the PASRR provision in the budget bill from Category

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2000 to Category 1000. $1,095,000 for specialized services was initially placed in Category 2000 in error. The 2016 Supplemental budget included a partial fix that unintentionally left $142,000 ($85,000 GF-State) in Category 2000. Also, the Proviso language in the budget bill concerning PASRR should be moved to Category 1000 from Category 2000. The end result is a net zero total for DDA.

5) **Economic Services Administration (ESA) Notification Changes** – (Program 060):
HB 2915 was proposed in the 2016 Legislative Session. This bill would have decreased the number of notices that must be sent via certified mail resulting in approximately $165,000 in annual savings for ESA. HB 2915 did not pass, yet ESA's budget for FY 2017 was reduced by $165,000 ($160,000 GF-State) in 2016 Supplemental Budget, step PL-04 – Notification Changes. ESA requests $165,000 (160,000 GF-State) be added back to their budget in FY 2017 and each year thereafter.

6) **Fund Source Switch –** (Program 030):
Transfer of funding for the MHD between General Fund – Federal (001-2) and General Fund – Medicaid (001-C). The type of federal funds listed in the Federal Funds Technical Correction (1W), the General Wage Increase (GL9), and the Pension & DRS Rate Change (9D) steps was incorrect. This request will correct the federal funding type and is a net zero total for MHD.

These technical corrections will bring the funding into line with anticipated expenditures throughout the agency.

PROPOSED SOLUTION

Funding these technical corrections is needed to fully implement the 2015-17 Biennial Budget as approved by the Legislature and Governor.

EXPECTED RESULTS

DSHS accounts for wise use and transparency in accounting for public dollars. This adjustment will increase public trust through strong management practices that ensure quality and leverage all resources.

STAKEHOLDER IMPACT

None

Agency contact: Bill Jordan 360-902-8183

OTHER CONNECTIONS

Performance Outcomes/Important Connections

1. **Does this DP provide essential support to one or more of the Governor's Results Washington priorities?**
   Goal 5: Efficient, Effective and Accountable Government – Customer Satisfaction and Employee Engagement

2. **The decision package meets the following DSHS' strategic objectives:**

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[010] 1.1: The high percentage of alleged child victims seen by a social worker within 24 hours of the intake in emergent cases will be maintained.
[020] 1.1: Youth in JR will have increased access to a coordinated delivery of medical, behavioral health and long-term services and support to improve their health status.
[030] 1.1: State psychiatric hospitals will be safer for staff and patients.
[040] 1.1: Identify individual health and welfare needs in a timely manner in order to support individuals to have healthy and active lives.
[050] 1.1: Protect adults who are vulnerable who live in their own homes and in facilities through timely responses to allegations of abuse and neglect.
[060] 5.1: The percentage of Community Service Division (CSD) clients receiving timely service will increase.
[070] 1.1: State psychiatric hospitals will be safer for staff and patients.
[100] 5.2: Rehabilitate the maximum number of DVR-eligible individuals that available resources will support.
[110] 5.9: Enhance the Department's office maintenance and surplus services within each region.

[135] 6.1: Increase public safety through provision of coordinated rehabilitative services to residents at SCC.

3. Identify other important connections or impacts below. (Indicate 'Yes' or 'No'. If 'Yes' identify the connections or impacts related to the proposal.)

a) Regional/County impacts? No

b) Other local government impacts? No

c) Tribal government impacts? No

d) Other state agency impacts? No

e) Responds to specific task force, report, mandate or executive order? No

f) Does request contain a compensation change or require changes to a Collective Bargaining Agreement? No

g) Facility/workplace needs or impacts? No

h) Capital budget impacts? No

i) Is change required to existing statutes, rules or contracts? No

j) Is the request related to litigation? No

k) Is the request related to Puget Sound recovery? No

l) Other important connections? No

4. Please provide a detailed discussion of connections/impacts identified above.

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N / A

Alternatives/Consequences/Other

5. What alternatives were explored by the agency, and why was this alternative chosen?

The request for technical corrections will align funding so that the needs of the agency can be met.

6. How has or can the agency address the issue or need within its current appropriation level?

The shift in FTEs and funding will bring into line the appropriation level for the programs to match anticipated expenditures.

7. Does this decision package include funding for any IT-related costs (hardware, software, services, cloud-based services, contracts or IT staff)?

☒ **No**

☐ **Yes (Include an IT Addendum)**

Fiscal Detail

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Operating Expenditures	FY 2016	FY 2017	FY 2018	FY 2019
001-1 General Fund-State	0	570,000	570,000	570,000
001-2 General Fund-Federal	0	53,000	53,000	53,000
001-A General Fund-DSHS Fam	0	-35,000	-35,000	-35,000
001-C General Fund-Medicaid	0	-423,000	-423,000	-423,000
Total Cost	**0**	**165,000**	**165,000**	**165,000**

Staffing	FY 2016	FY 2017	FY 2018	FY 2019
FTEs	**0.0**	**56.8**	**56.8**	**56.8**

Performance Measure Detail

Activity:		Incremental Changes FY 2016	FY 2017	FY 2018	FY 2019
Program: 000					
B045	Institutional Services for State Committed Juvenile Offende	0	0	0	0
C063	Mental Health Facilities Services	0	0	0	0
C900	Program Support - Mental Health	0	0	0	0
C017	Community Mental Health Prepaid Health Services	0	0	0	0
D036	Field Services	0	0	0	0
D095	State Operated Living Alternatives	0	0	0	0
D107	Community Crisis Stabilization Services	0	0	0	0
D086	Residential Habilitation Facilities	0	0	0	0
D034	Family Support Program for Developmentally Disabled Clier	0	0	0	0
E051	Program Support for Long Term Care	0	0	0	0
E052	Eligibility/Case Management Services	0	0	0	0
F120	CSD Field Support Services	0	0	0	0
F010	Child Support Enforcement	0	0	0	0
F078	Program Support	0	0	0	0
F016	Office of Financial Recovery	0	0	0	0
G022	DASA Administration	0	0	0	0
J104	Vocational Counseling and Guidance	0	0	0	0
J103	Vocational Rehabilitation Administration	0	0	0	0
K001	Administration and Supporting Services	0	0	0	0
M004	Residential and Security Operations	0	0	0	0
A285	Direct Regional Administration and Field Support	0	0	0	0

No measures submitted for package

Object Detail

		FY 2016	FY 2017	FY 2018	FY 2019
B	Employee Benefits	0	0	165,000	165,000
E	Goods and Other Services	0	165,000	0	0
N	Grants, Benefits, and Client Services	0	0	0	0

	Total Objects	**0**	**165,000**	**165,000**	**165,000**

DSHS Source Detail

Overall Funding

	Operating Expenditures	**FY 2016**	**FY 2017**	**FY 2018**	**FY 2019**
Fund 001-1, General Fund-State					
Sources	**Title**				
0011	General Fund State	0	570,000	570,000	570,000
	Total for Fund 001-1	**0**	**570,000**	**570,000**	**570,000**
Fund 001-2, General Fund-Federal					
Sources	**Title**				
E61L	Food Stamp Program (50%)	0	-41,000	-41,000	-41,000
FLIV	Fed Entered as Lidded (various%s)	0	-10,000	-10,000	-10,000
ZZ04	001-2 s/b 001-C 19TA	0	104,000	104,000	104,000
	Total for Fund 001-2	**0**	**53,000**	**53,000**	**53,000**
Fund 001-A, General Fund-DSHS Fam					
Sources	**Title**				
563I	Title IV-D Child Support Enforcement (A) (66%)	0	-15,000	-15,000	-15,000
658L	Title IV-E-Foster Care (50%)	0	-20,000	-20,000	-20,000
	Total for Fund 001-A	**0**	**-35,000**	**-35,000**	**-35,000**
Fund 001-C, General Fund-Medicaid					
Sources	**Title**				
19TA	Title XIX Assistance (FMAP)	0	-430,000	-430,000	-430,000
19UL	Title XIX Admin (50%)	0	7,000	7,000	7,000
	Total for Fund 001-C	**0**	**-423,000**	**-423,000**	**-423,000**
	Total Overall Funding	**0**	**165,000**	**165,000**	**165,000**

FTEs Totals by Program

Program		**FY 2016**	**FY 2017**	**FY 2018**	**FY 2019**
010	Childrens Administration	0.0	50.0	50.0	50.0
020	Rehabilitation Admin. – Juvenile Rehabilitation	0.0	6.8	6.8	6.8
030	Behavioral Health Admin. – Mental Health	0.0	0.0	0.0	0.0
040	Developmental Disabilities Administration	0.0	0.0	0.0	0.0
050	Aging and Long-Term Support Administration	0.0	0.0	0.0	0.0
060	Economic Services Administration	0.0	0.0	0.0	0.0
070	Behavioral Health Admin. – Alcohol & Substance Abuse	0.0	0.0	0.0	0.0
100	Rehabilitation Admin. – Vocational Rehabilitation	0.0	0.0	0.0	0.0
110	Administrative and Supporting Services	0.0	0.0	0.0	0.0
135	Rehabilitation Admin. – Special Commitment Center	0.0	0.0	0.0	0.0
Grand Total		**0.0**	**56.8**	**56.8**	**56.8**

Funding Totals by Program

Dollars in Thousands

		GF-State			
Program		**FY 2016**	**FY 2017**	**FY 2018**	**FY 2019**
010	Childrens Administration	0	-194,000	-194,000	-194,000
020	Rehabilitation Admin. – Juvenile Rehabilitation	0	-60,000	-60,000	-60,000
030	Behavioral Health Admin. – Mental Health	0	1,452,000	1,452,000	1,452,000

040	Developmental Disabilities Administration	0	-517,000	-517,000	-517,000
050	Aging and Long-Term Support Administration	0	-76,000	-76,000	-76,000
060	Economic Services Administration	0	67,000	67,000	67,000
070	Behavioral Health Admin. – Alcohol & Substance Abuse	0	-5,000	-5,000	-5,000
100	Rehabilitation Admin. – Vocational Rehabilitation	0	-21,000	-21,000	-21,000
110	Administrative and Supporting Services	0	-108,000	-108,000	-108,000
135	Rehabilitation Admin. – Special Commitment Center	0	32,000	32,000	32,000
GF-State Total		**0**	**570,000**	**570,000**	**570,000**

		Total Funds			
Program		**FY 2016**	**FY 2017**	**FY 2018**	**FY 2019**
010	Childrens Administration	0	-214,000	-214,000	-214,000
020	Rehabilitation Admin. – Juvenile Rehabilitation	0	-60,000	-60,000	-60,000
030	Behavioral Health Admin. – Mental Health	0	1,558,000	1,558,000	1,558,000
040	Developmental Disabilities Administration	0	-877,000	-877,000	-877,000
050	Aging and Long-Term Support Administration	0	-145,000	-145,000	-145,000
060	Economic Services Administration	0	16,000	16,000	16,000
070	Behavioral Health Admin. – Alcohol & Substance Abuse	0	-6,000	-6,000	-6,000
100	Rehabilitation Admin. – Vocational Rehabilitation	0	-21,000	-21,000	-21,000
110	Administrative and Supporting Services	0	-118,000	-118,000	-118,000
135	Rehabilitation Admin. – Special Commitment Center	0	32,000	32,000	32,000
Grand Total		**0**	**165,000**	**165,000**	**165,000**

2017 Supplemental Budget
Technical Corrections

	Program	FTEs			FY 2016			FY 2017			2015-17 Biennium		
		FY16	FY17	Total	001-1	Other	Total	001-1	Other	Total	001-1	Other	Total
010	**Children's Administration**												
	1 Workers' Compensation Redistribution			-			-	(194,000)	(20,000)	(214,000)	(194,000)	(20,000)	(214,000)
	3 Correcting FTE Authority		50.0	25.0			-			-	-	-	-
				-			-			-	-	-	-
	010 Total	**-**	**50.0**	**25.0**	**-**	**-**	**-**	**(194,000)**	**(20,000)**	**(214,000)**	**(194,000)**	**(20,000)**	**(214,000)**
020	**Juvenile Rehabilitation**												
	1 Workers' Compensation Redistribution			-			-	(60,000)	-	(60,000)	(60,000)	-	(60,000)
	2 Basic Training Camp - FTEs Only		6.8	3.4			-			-	-	-	-
				-			-			-	-	-	-
	020 Total	**-**	**6.8**	**3.4**	**-**	**-**	**-**	**(60,000)**	**-**	**(60,000)**	**(60,000)**	**-**	**(60,000)**
030	**Mental Health**												
	Category 2000												
	1 Workers' Compensation Redistribution			-			-	1,448,000	106,000	1,554,000	1,448,000	106,000	1,554,000
	Category 9000												
	1 Workers' Compensation Redistribution			-			-	4,000	-	4,000	4,000	-	4,000
				-			-			-	-	-	-
	030 Total	**-**	**-**	**-**	**-**	**-**	**-**	**1,452,000**	**106,000**	**1,558,000**	**1,452,000**	**106,000**	**1,558,000**
040	**Developmental Disabilities Administration**												
	Category 1000												
	1 Workers' Compensation Redistribution			-			-	(77,000)	(54,000)	(131,000)	(77,000)	(54,000)	(131,000)
	4 PASRR Transfer between categories.			-			-	85,000	57,000	142,000	85,000	57,000	142,000
	Category 2000												
	1 Workers' Compensation Redistribution			-			-	(440,000)	(306,000)	(746,000)	(440,000)	(306,000)	(746,000)
	4 PASRR Transfer between categories.			-			-	(85,000)	(57,000)	(142,000)	(85,000)	(57,000)	(142,000)
				-			-			-	-	-	-
	040 Total	**-**	**-**	**-**	**-**	**-**	**-**	**(517,000)**	**(360,000)**	**(877,000)**	**(517,000)**	**(360,000)**	**(877,000)**
050	**Aging & Long-Term Support Admin**												
	1 Workers' Compensation Redistribution			-			-	(76,000)	(69,000)	(145,000)	(76,000)	(69,000)	(145,000)
				-			-			-	-	-	-
	050 Total	**-**	**-**	**-**	**-**	**-**	**-**	**(76,000)**	**(69,000)**	**(145,000)**	**(76,000)**	**(69,000)**	**(145,000)**
060	**Economic Services Administration**												
	1 Workers' Compensation Redistribution			-			-	(93,000)	(56,000)	(149,000)	(93,000)	(56,000)	(149,000)
	5 ESA Notification Changes							160,000	5,000	165,000	160,000	5,000	165,000
				-			-			-	-	-	-
	060 Total	**-**	**-**	**-**	**-**	**-**	**-**	**67,000**	**(51,000)**	**16,000**	**67,000**	**(51,000)**	**16,000**
070	**Alcohol and Substance Abuse**												
	1 Workers' Compensation Redistribution			-			-	(5,000)	(1,000)	(6,000)	(5,000)	(1,000)	(6,000)
				-			-			-	-	-	-
	070 Total	**-**	**-**	**-**	**-**	**-**	**-**	**(5,000)**	**(1,000)**	**(6,000)**	**(5,000)**	**(1,000)**	**(6,000)**
100	**Division of Voc. Rehabilitation**												
	1 Workers' Compensation Redistribution			-			-	(21,000)	-	(21,000)	(21,000)	-	(21,000)
				-			-			-	-	-	-
	100 Total	**-**	**-**	**-**	**-**	**-**	**-**	**(21,000)**	**-**	**(21,000)**	**(21,000)**	**-**	**(21,000)**
110	**Administration & Supporting Services**												
	1 Workers' Compensation Redistribution			-			-	(108,000)	(10,000)	(118,000)	(108,000)	(10,000)	(118,000)
				-			-			-	-	-	-
	110 Total	**-**	**-**	**-**	**-**	**-**	**-**	**(108,000)**	**(10,000)**	**(118,000)**	**(108,000)**	**(10,000)**	**(118,000)**
135	**Special Commitment Center**												
	1 Workers' Compensation Redistribution			-			-	32,000	-	32,000	32,000	-	32,000
				-			-			-	-	-	-
	135 Total	**-**	**-**	**-**	**-**	**-**	**-**	**32,000**	**-**	**32,000**	**32,000**	**-**	**32,000**
	Agency-Wide Total:	**-**	**56.8**	**56.8**	**-**	**-**	**-**	**570,000**	**(405,000)**	**165,000**	**570,000**	**(405,000)**	**165,000**

NOTES:

1 **A reduction in funding for Workers' Compensation was included in the 2016 Supplemental budget. The reduction was distributed based on Workers' Compensation expenditures by program. Using risk class costs and headcounts by program the reduction is redistributed to reflect anticipated changes in Workers' Compensation costs.**

2 **Reinstate FTEs in the Juvenile Rehabilitation Administration (JRA) for the Basic Training Camp that were incorrectly removed as part of the Workload step.**

3 **In SFY 2015, Chidren's Administration (CA) ended a longstanding contract with CGI for support of our FamLink case management system. With the funding previously used for that contract, CA has increased it's staffing levels but lacks sufficient FTE authority to accommodate these hires.**

4 **To transfer funding for the Preadmission Screening and Resident Review program between categories within DDA.**

5 **Reinstate funding for Notification Changes within the Economic Services Administration.**

WORKERS' COMPENSATION REDISTRIBUTION - 2016 SUPPLEMENTAL BUDGET

WORKERS' COMPENSATION REDISTRIBUTION BASED ON RISK CLASS RATES

Code	Agency	FY 2016 Premiums-Agency Portion Estimated	2016 Supp General Allocation Base (Revised 15-17 Billing)	One Fiscal Year	FY 17 Estimates Updated	FY 17 Winsum Increment	This information is taken from the OFM Workers' Compensation 2016 Working File
300	Dept of Social & Health Services	39,215	82,709	41,354	39,215	(2,139)	

COMPARISON OF WORKERS' COMPENSATION CHANGES (Redistribution vs. Governor's Supplemental Budget)		Re-Distribute Governor's Budget Reduction	Governor's Supplemental Budget M2-91	Re-Distribute Governor's Budget Reduction	STATE / FEDERAL SPLIT OF THE REDISTRIBUTION OF THE REDUCTION AMOUNTS - BASED ON INCREASED FUNDING FOR MHD			
					State		Federal	Total
Children's Administration	010	(296,000)	(82,000)	(214,000)	(194,000)	A	(20,000)	(214,000)
Juvenile Rehabilitation Admin	020	(171,000)	(111,000)	(60,000)	(60,000)		-	(60,000)
Mental Health Division	030-2000	838,000	(716,000)	1,554,000	1,448,000	C	106,000	1,554,000
	030-9000	2,000	(2,000)	4,000	4,000		-	4,000
Developmental Disabilities Admin	040-1000	(270,000)	(139,000)	(131,000)	(77,000)	C	(54,000)	(131,000)
	040-2000	(1,541,000)	(795,000)	(746,000)	(440,000)		(306,000)	(746,000)
Aging & Long-Term Support Admin	050	(191,000)	(46,000)	(145,000)	(76,000)	C	(69,000)	(145,000)
Economic Services Admin	060	(286,000)	(137,000)	(149,000)	(93,000)	2	(56,000)	(149,000)
Alcohol & Substance Abuse	070	(8,000)	(2,000)	(6,000)	(5,000)	C	(1,000)	(6,000)
Division of Vocational Rehabilitation	100	(31,000)	(10,000)	(21,000)	(21,000)		-	(21,000)
Admin & Support Services	110	(152,000)	(34,000)	(118,000)	(108,000)	2	(10,000)	(118,000)
Special Commitment Center	135	(33,000)	(65,000)	32,000	32,000		-	32,000
TOTAL		**(2,139,000)**	**(2,139,000)**	**-**	**410,000**		**(410,000)**	**-**