

Illinois Department of
Human Services (DHS) FY10
“50% Budget”
June 25, 2009
Briefing



Agenda

10-11:30 a.m.

- Introductions
- Opening Statement
- Gap Closing Proposal
- Guiding Principles
- Division Presentations
- Dialogue

Guiding Principles

- Meet core responsibilities and requirements of DHS and program divisions,
- Mitigate service cuts, to the extent possible,
- Preserve Medicaid programs and federal dollars, where possible,
- Minimize disruption to most vulnerable populations,
- Implement cuts that are doable within the time constraints and as mandated by state and federal rules and regulations.

DHS FY10 Budget Overview

- Over \$1B in community service funding reductions in FY10
 - Elimination of several Community Health & Prevention programs
 - Elimination of non-Medicaid Addiction Treatment Funding
 - Elimination of non-Medicaid Community Mental Health funding
 - Elimination of grant programs for individuals with developmental disabilities
 - Payment cycle extension for DD community based services
 - Significant reductions in Human Capital Development programs

DHS FY10 Budget Overview

- Over \$1B in other DHS reductions are still being reviewed
 - Closure of state operated facilities
 - Closure of local offices
 - Closure of ISVI, ISD, and ICRE
 - Changes to Medicaid Waiver programs
 - Changes to Medicaid State Plan
 - Reductions in reimbursement rates
 - Reductions in staffing levels

Division of Developmental Disabilities (DDD) Mission

- The Division of Developmental Disabilities in Illinois will provide quality, outcome-based, person-centered services and supports for individuals with developmental disabilities and their families. The system of services and supports in Illinois will enhance opportunities for individuals to make real choices and receive appropriate, accessible, prompt, efficient, and life-spanning services that are strongly monitored to ensure individual progress, quality of life and safety.

DDD Budget Reductions

Effective July 1, 2009

- Eliminate all grant and respite programs (with the exception of Pre-Admission Screening and Service Coordination funds*).
- Eliminate the Family Assistance Program.
- Add an additional month to the payment cycle for ICFs/DDs, taking the payment cycle to three-months.
- Implement a three-month payment cycle for all remaining residential and day programs.

DDD Budget Reductions

Effective October 1, 2009

- Cease services for all children and adolescents living in Child Care Institutions.

Other changes under consideration

- Changes to waiver services and reimbursement rates for waiver services (October 1, 2009) and ICFDDs (January 1, 2010)
- Facility closures

DDD

Impact of Cuts

- Maintaining adults with developmental disabilities currently served in 24-hour residential settings,
- Focus on providing housing and basic care only,
- Potential elimination of the Medicaid waivers,
- Potential 30,000 consumers out of service.

Division of Mental Health (DMH)

Mission

- Through collaborative and interdependent relationships with system partners, it is the Mission of the DMH, the State Mental Health Authority, to assure the provision of a recovery-oriented, evidence-based, community-focused, value-dedicated and outcome-validated mental health service system, in order to build the resilience and facilitate the recovery of persons with mental illnesses
- It is the vision of the DMH that, the expectation is recovery! All persons with mental illnesses can recover and participate fully in their life in the community.

DMH Budget Reductions

Effective July 1, 2009

- Eliminate non-Medicaid Fee for Service
- Reduce capacity grant psychiatric services
- Eliminate Community Hospital Inpatient Services
- Reduction in supervised and supported residential housing programs
- Elimination of smaller dollar capacity grants

Other changes under consideration

- Facility Closures and other operation reductions

DMH Budget Reductions

- Issue provider letters with identified principles for FY2010 operations
- Meet with individual providers to discuss budget impact and plan budget responses
- Temporarily suspend accreditation requirement
- Increase collaboration with Regions Systems Partners
- Plan action steps to work with Systems Partners, including consumers, to prioritize use of new funding
- Work to preserve clinically necessary housing

DMH

Impact of Cuts

- Provides statutorily Federally mandated services as required to designated and identified populations.
- Increasing homelessness, institutionalization, and psychiatric hospitalizations.
- 57,800 consumers to lose access to mental health services,
- Approximately 2,370 jobs will be lost in the MH community system.

Division of Human Capital Development (HCD) Mission

- To provide immediate and continued supportive services and benefits that empower individuals and families to gain stability and achieve self-sufficiency through advocacy and a broad range of customized resources in a partnership and environment that is supportive, safe, and respectful.

HCD

Budget Reductions

Supportive Housing - Implement a 34% funding across the board reduction

- IDHS will negotiate the reduced amount of support services and program deliverables with each individual provider

Emergency Food and Shelter Program

- Homeless shelters will receive a funding reduction of 27%
- IDHS will negotiate the number of days and hours of operation to accommodate the funding reductions which may include seasonal operations for some shelters

Eliminate Homeless Prevention Program funding

HCD

Budget Reductions

Income Assistance Lines

- 50% Reduction in State Transitional Assistance
- 50% Reduction in State Transitional Assistance (Families)

Eliminate Funeral & Burial

Refugee & Immigrant Services reduced by 49.1%

New Americans Initiative funding reduced 57%

TANF Employment & Training Contracts GRF funding reduced by 40%

Food Stamp Employment & Training Contracts GRF funding reduced by 31.9%

Eliminate Crisis Nursery GRF funding

Eliminate Children's Place GRF funding

HCD

Budget Reductions

Child Care & Development GRF funding reduced 73.7%

Proposed Cuts:

- o Reduce income guidelines to 50% FPL
- o Eliminate non-TANF Training and Education
- o Eliminate services to non-citizen children
- o Cut CCR&R Budgets
- o Cut Quality Discretionary Programs
- o Other Quality/non-direct service cuts
- o Reduce City of Chicago site contract
- o Cut RPY cases that exceed income standards
- o Reduce site administered contracts

HCD

Critical Dates

Caseload Reduction

- Effective July 1, reduce income eligibility to 185% FPL.
- Effective July 1, eliminate non-TANF Training and Education as an eligible activity, eliminate services to non-citizens that can't provide documentation of eligible immigration status and require all Responsible Payee (RPY) cases to meet income guidelines.
- Effective September 1 stop intake. (no waiting list will be maintained)
- Effective January 1 reduce income eligibility to 50% FPL.
- Monitor caseload and re-open intake when caseload falls to 25,000.

Quality/Non-Direct Services Reduction

- CCR&R contracts, Quality Discretionary Programs (Mental Health Consultants, QRS evaluators, Program Improvement grants, Gateways scholarships, etc) and Other quality/non-direct services contracts were cut 50% effective July 1 and 5 contracts were eliminated.
- Great START will implement a waiting list effective July 1.

Human Capital Development Reductions under Consideration

Field Operations – 25 % Reduction

- Staff Reductions
- FCRC Closures

HCD Impacts of Cuts

- Over 280,000 children and families will be impacted by the budget reductions
- An estimated 118,000 community jobs will be lost

Division of Alcoholism & Substance Abuse (DASA) Mission

- The mission of DASA is to empower individuals and communities through local prevention efforts and to provide intervention, treatment, rehabilitation and other services to those who misuse alcohol or other drugs (and, when appropriate, the families of those persons) to lead healthy and drug-free lives and become productive citizens in the community.

DASA

Budget Reductions Effective July 1, 2009

- Non-Medicaid funding for addiction treatment has been eliminated.
- DASA dedicated funding lines have been eliminated.
- Restricted funding for gambling, toxicology and opioid maintenance therapy remain.

DASA Impact of Cuts

- Only maintain addiction treatment services for Medicaid eligible clients,
- Continue the administration of the Federal Substance Abuse Prevention & Treatment Block Grant,
- 50,000 individuals unserved,
- Over 1,500 community jobs lost,
- Increases in homelessness,

Division of Rehabilitation Services (DRS)

Mission

- To help people with disabilities achieve full community participation through employment, education, and independent living opportunities.

DRS Budget Reductions

- Eliminate Lekotek Play Libraries
- Independent Living funding reduced statewide by 50%
- Eliminate State funding to support the advocacy & disability awareness provided by the Coalition of Citizens with Disabilities
- Effective 7/1 reduce funding to 48 providers who assist people with disabilities maintain competitive employment
- Changes to the Home Service Program and grant cuts are still being considered.

Division of Community Health & Prevention (CHP)

Mission

- The mission of CHP is to improve the health and well-being of families and individuals through partnerships and services that build community competence.
- The FY'10 "50 percent budget" seeks to preserve state-mandated and 24/7 crisis intervention services for youth and homeless youth services critical services by the Division.
- The Homeless youth program directly supports the CCBYS network and it provides emergency shelter and transitional living services for youth, including pregnant and parenting teens.

CHP

Budget Reductions

- Many CHP GRF grants are reduced by 75%.
- Several Youth Services appropriations are eliminated or more deeply reduced in order to preserve funding for Comprehensive Community Based Youth Services and Homeless Youth.
- The reduction plan includes Family Case Management, Targeted Intensive Prenatal Case Management and Early Intervention. Potential cuts to these programs, which are rate based and include federal Medicaid claiming are pending review.

CHP

Impact of Cuts

- 500,000 people not served by an array of critical services from sexual assault, Teen REACH, and domestic violence,
- 3,500 community provider jobs lost,
- Increases in juvenile detention, homelessness, addiction, at-risk pregnancies, and domestic violence.

DHS FY10 Budget

We will entertain questions at this time.