

SUPPLEMENTAL BUDGET

Agency 300

Department of Social and Health Services

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	16,827.7	5,755,558	6,291,981	12,047,539
Supplemental Changes				
Litigation Expenses		1,955	1,053	3,008
Forecast Cost/Utilization		(1,980)	(5,855)	(7,835)
Behavioral Intervention Grants	1.0		2,096	2,096
Sewer Rate Increase for Echo Glen		52		52
Improvements for Group Homes		11		11
ProviderOne Phase 2	6.7	733	733	1,466
ProviderOne Subsystem Delay		(3,221)	(9,970)	(13,191)
Hospital Revenue		3,153	(3,153)	
Hospital Shortfall		5,524		5,524
Single Bed Certification Response	2.3	13,759	115	13,874
Rekhter Decision		43,892	43,891	87,783
Community Residential Rate Adjustments		3,915	3,920	7,835
Specialized Equipment Distribution			200	200
Affordable Care Act Impact on Eligibility Work				
ESAR-Phase II and III	18.5	3,015	16,642	19,657
ACES Disaster Recovery		1,512	672	2,184
Federal Incentive Funds Realignment				
Child Care Performance Audit			300	300
Data Center and Mainframe Costs		1,443	2,342	3,785
TANF/Working Connections Child Care Caseload Adjustment		2,908		2,908
Local Authority for Medicaid Services			200	200
Federal Authority for BRIDGES Grant			993	993
Partnership for Success Grant			2,937	2,937
Postage Rate Adjustments		372	181	553
Electronic Records Vault		249	55	304
Building Access Control System		485	184	669
Facility Maintenance Costs		295		295
Cost Allocation Adjustment		1,598	(1,598)	
Increased Federal Expenditure Authority	2.0		13,885	13,885
Workers Compensation Base Correction		1,038	730	1,768
Transfers to Align Services				
Supervised Visitation		3,720	10	3,730
Funding Correction Need		3,000		3,000
Non-Forecasted Extended Foster Care		3,481	1,574	5,055
Leased Office Space		409	8	417
Sequestration Mitigation		3,554	(3,554)	
Utilization of Residential Services		2,090	2,049	4,139
Family Assessment Response Shortfall			(835)	(835)
Client Participation		7,301	7,301	14,602

SUPPLEMENTAL BUDGET

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
Psychiatric Intensive Care Unit	1.9	339		339
Psychiatric Emergency Response Team	1.9	318		318
Address Interim Chemical Dependency Medicaid Rates		4,522	5,635	10,157
Disproportionate Share Hospital Funding		(1,061)	1,061	
Residential Habilitation Centers	4.5	1,544	655	2,199
Mandatory Caseload Adjustments		(4,249)	(5,781)	(10,030)
Mandatory Workload Adjustments	(8.6)	(11,156)	130,879	119,723
Federal Funding Adjustment				
Substance Abuse Prevention and Reduction			4,577	4,577
I-502 Cost/Benefit Evaluation			150	150
Healthy Youth Survey			375	375
Agency Efficiency Savings		(15,791)		(15,791)
Central Services Efficiency Savings		(1,020)		(1,020)
Subtotal - Supplemental Changes	30.2	77,709	214,657	292,366
Total Proposed Budget	16,893.6	5,833,267	6,506,638	12,339,905
Difference	65.9	77,709	214,657	292,366
Percent Change	0.4%	1.4%	3.4%	2.4%

SUPPLEMENTAL BUDGET

Program 010

DSHS - Children's Administration

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	2,508.9	595,934	511,171	1,107,105
Supplemental Changes				
Litigation Expenses		1,955	1,053	3,008
Postage Rate Adjustments		23	2	25
Building Access Control System		166	17	183
Transfers to Align Services		(598)	(24)	(622)
Supervised Visitation		3,720	10	3,730
Funding Correction Need		3,000		3,000
Non-Forecasted Extended Foster Care		3,481	1,574	5,055
Leased Office Space		409	8	417
Sequestration Mitigation		3,554	(3,554)	
Family Assessment Response Shortfall			(835)	(835)
Mandatory Caseload Adjustments		4,123	1,361	5,484
Federal Funding Adjustment				
Subtotal - Supplemental Changes		19,833	(388)	19,445
Total Proposed Budget	2,508.9	615,767	510,783	1,126,550
Difference		19,833	(388)	19,445
Percent Change	0.0%	3.3%	(0.1)%	1.8%

SUPPLEMENTAL CHANGES

Litigation Expenses

A one-time reimbursement is made to the Attorney General's Office for expert witness and workload expenses related to the mediated agreement with the Foster Parents Association of Washington State (FPAWS) litigation. (General Fund-State, General Fund-Federal)

Postage Rate Adjustments

Funding is provided to address the 6.52 percent postage rate increase in 2014 for first-class mail. (General Fund-State, General Fund-Federal)

Building Access Control System

One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

Transfers to Align Services

This transfer aligns support services funding with the program where the cost is incurred. This step is ongoing and nets to zero within the Department of Social and Health Services. (General Fund-State, General Fund-Federal)

SUPPLEMENTAL BUDGET

Supervised Visitation

One-time funding is provided for contracted supervised visitation services. The funding will ensure court-ordered visits take place between parents/guardians and children placed in out-of-home care. (General Fund-State, General Fund-Federal)

Funding Correction Need

Funding is provided to correct a shortage in the second year of the biennium related to an historical error in the carry forward budget process. The correction is ongoing.

Non-Forecasted Extended Foster Care

One-time increased funding is provided to defray unforeseen expenses for behavioral health services incurred by the Extended Foster Care program. (General Fund-State, General Fund-Federal)

Leased Office Space

Ongoing funding is provided for leased office space costs for the centralization of the public disclosure and criminal background check units. (General Fund-State, General Fund-Federal)

Sequestration Mitigation

Funds are provided to mitigate reduced federal funding from sequestration in the federal Budget Control Act of 2011. (General Fund-State, General Fund-Federal)

Family Assessment Response Shortfall

Expenditure authority is reduced to reflect lower than anticipated revenues in the Child and Family Reinvestment Account. (Child and Family Reinvestment Account)

Mandatory Caseload Adjustments

Adjustments are made to align funding with the 2015 November forecasts for Adoption Support and Foster Care eligible caseloads. (General Fund-State, General Fund-Federal)

Federal Funding Adjustment

An ongoing adjustment is made to the expenditure authority of two federal fund sources to accurately reflect expected types of federal earnings in state fiscal year 2015. The net impact is zero. (General Fund-Federal)

Program 020

DSHS - Juvenile Rehabilitation

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	775.6	178,283	8,822	187,105
Supplemental Changes				
Sewer Rate Increase for Echo Glen		52		52
Improvements for Group Homes		11		11
Postage Rate Adjustments		3		3
Building Access Control System		1		1
Facility Maintenance Costs		275		275
Transfers to Align Services		109		109
Mandatory Workload Adjustments	(8.6)	(851)		(851)
Agency Efficiency Savings		(269)		(269)
Subtotal - Supplemental Changes	(8.6)	(669)		(669)
Total Proposed Budget	767.0	177,614	8,822	186,436
Difference	(8.6)	(669)		(669)
Percent Change	(1.1)%	(0.4)%	0.0%	(0.4)%

SUPPLEMENTAL CHANGES

Sewer Rate Increase for Echo Glen

Funding is provided to cover the increased sewer rate at Echo Glen Children's Center implemented by the City of Snoqualmie in July 2014.

Improvements for Group Homes

Funding is provided to install a new telecommunication system at the Touchstone Community Facility.

Postage Rate Adjustments

Funding is provided to address the 6.52 percent postage rate increase in January 2014 for first-class mail.

Building Access Control System

One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher.

Facility Maintenance Costs

One-time funding is provided for equipment and goods and services beyond the scope of ordinary maintenance but lower than the threshold for capital projects. Maintenance projects include, but are not limited to, interior and exterior painting and the replacement of doors and carpets.

SUPPLEMENTAL BUDGET

Transfers to Align Services

This transfer aligns support services funding with the program where the cost is incurred. This step is ongoing and nets to zero within the Department of Social and Health Services.

Mandatory Workload Adjustments

Funding is adjusted to reflect the current population and expected population for the biennium at Juvenile Rehabilitation Administration institutions and community facilities.

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

SUPPLEMENTAL BUDGET

Program 030

DSHS - Mental Health

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	2,674.7	941,691	918,591	1,860,282
Supplemental Changes				
Hospital Revenue		3,153	(3,153)	
Hospital Shortfall		5,524		5,524
Single Bed Certification Response	2.3	13,759	115	13,874
Postage Rate Adjustments		8		8
Transfers to Align Services		468	39	507
Psychiatric Intensive Care Unit	1.9	339		339
Psychiatric Emergency Response Team	1.9	318		318
Disproportionate Share Hospital Funding		(1,061)	1,061	
Mandatory Workload Adjustments		(10,305)	130,879	120,574
Agency Efficiency Savings		(2,139)		(2,139)
Subtotal - Supplemental Changes	6.1	10,064	128,941	139,005
Total Proposed Budget	2,686.8	951,755	1,047,532	1,999,287
Difference	12.1	10,064	128,941	139,005
Percent Change	0.5%	1.1%	14.0%	7.5%

SUPPLEMENTAL CHANGES

Hospital Revenue

An annual adjustment is provided to maintain funding levels based on twelve-month average annual revenue projections of inpatient contributions and Medicaid earnings. With this funding, the state hospitals are expected to maintain current hospital operations. (General Fund-State, General Fund-Federal)

Hospital Shortfall

Funding is provided to cover the shortfall of current expenditures versus budgeted levels at Eastern State Hospital and Western State Hospital. With this one-time funding, the state hospitals are expected to effectively manage the state hospital system within current staffing levels.

Single Bed Certification Response

Inappropriate boarding of patients at medical hospitals is prevented by funding up to 145 additional psychiatric community beds for individuals in need of psychiatric mental health services. Funding will improve public safety by ensuring that individuals determined to be a danger to themselves or others receive necessary mental health services. (General Fund-State, General Fund-Federal)

Postage Rate Adjustments

Funding is provided for the 6.52 percent postage rate increase which went into effect in January 2014.

SUPPLEMENTAL BUDGET

Transfers to Align Services

A shift of FTE staff and funding among programs is provided in the 2015 supplemental budget. This transfer will align FTE staff and funds with the programs where the costs are incurred. The net impact is zero. (General Fund-State, General Fund-Federal)

Psychiatric Intensive Care Unit

Funding is provided for a Psychiatric Intensive Care Unit (PICU) to serve violent and assaultive patients at both Western State Hospital and Eastern State Hospital. The PICUs will house high acuity patients for short-term stays with a transition back to a standard ward after stabilization. PICU patients will receive specialized patient care and treatment targeted at reduction of violence and assaults, thereby increasing patient and staff safety.

Psychiatric Emergency Response Team

Funding is provided for 23.0 staff to expand the Psychiatric Emergency Response Team (PERT) at Western State Hospital (WSH). It also will create an additional team for day and evening shifts to support the civil wards at WSH and add a single team for day and evening shifts at Eastern State Hospital. These items are expected to increase the safety of staff and patients at both state hospitals.

Disproportionate Share Hospital Funding

Increased federal expenditure authority is provided for an anticipated increase in federal Disproportionate Share Hospital (DSH) payments. A corresponding reduction to General Fund-State is also made. Expected reductions to DSH that will impact the state hospitals as a result of the Affordable Care Act are delayed until the 2015-17 biennium. (General Fund-State, General Fund-Federal)

Mandatory Workload Adjustments

Funding is provided to the Behavioral Health and Service Integration Administration (BHSIA) as a result of the November 2014 caseload forecast update. (General Fund State, General Fund Federal)

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

Program 040

DSHS - Developmental Disabilities

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	3,182.5	1,092,395	1,022,580	2,114,975
Supplemental Changes				
Forecast Cost/Utilization		1,187	1,188	2,375
Rekhter Decision		10,973	10,973	21,946
Community Residential Rate Adjustments		3,915	3,920	7,835
Postage Rate Adjustments		9	4	13
Building Access Control System		12	8	20
Workers Compensation Base Correction		1,002	696	1,698
Transfers to Align Services		424	355	779
Utilization of Residential Services		2,090	2,049	4,139
Client Participation		1,752	1,752	3,504
Residential Habilitation Centers	4.5	1,544	655	2,199
Mandatory Caseload Adjustments		(796)	(796)	(1,592)
Agency Efficiency Savings		(3,384)		(3,384)
Subtotal - Supplemental Changes	4.5	18,728	20,804	39,532
Total Proposed Budget	3,191.5	1,111,123	1,043,384	2,154,507
Difference	9.0	18,728	20,804	39,532
Percent Change	0.3%	1.7%	2.0%	1.9%

SUPPLEMENTAL CHANGES

Forecast Cost/Utilization

Adjustments are made to reflect changes in the utilization of personal care services within the Developmental Disabilities Administration. (General Fund-State, General Fund-Federal)

Rekhter Decision

Funding is provided to pay the judgment resulting from the Washington State Supreme Court's decision in the Rekhter v. Department of Social and Health Services lawsuit. (General Fund-State, General Fund-Federal)

Community Residential Rate Adjustments

The Developmental Disabilities Administration (DDA) is provided funding for supported living providers to offer medical coverage to employees working 30 or more hours per week, as required under the Affordable Care Act. Funding will help to standardize administrative rates; develop an electronic rate setting module in the Comprehensive Assessment Reporting Evaluation system; and help residential providers maintain a stable workforce to support DDA clients with quality community-based services as an alternative to placement in a Residential Habilitation Center. (General Fund-State, General Fund-Federal)

SUPPLEMENTAL BUDGET

Postage Rate Adjustments

Funding is provided to address the 6.52 percent postage rate increase in 2014 for first-class mail. (General Fund-State, General Fund-Federal)

Building Access Control System

One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

Workers Compensation Base Correction

The department is given funding to correct the base funding level of premiums paid to the Department of Labor and Industries for workers' compensation. Additional funding will prevent the diversion of funds from services to clients in order to cover the cost of this mandatory premium. (General Fund-State, General Fund-Federal)

Transfers to Align Services

Fund transfers are made between the Department of Social and Health Services programs to align appropriations with planned expenditures. (General Fund-State, General Fund-Federal)

Utilization of Residential Services

Funding is provided to address greater utilization of Division of Developmental Disabilities residential services in Adult Supported Living, Child Supported Living, Group Homes, Community Protection, and Intermediate Care for the Intellectually Disabled. (General Fund-State, General Fund-Federal)

Client Participation

Funding is provided to repay and offset a loss of client participation. Clients are exempt from contributing to the cost of their care due to Supplemental Security Income-related special income disregards. (General Fund-State, General Fund-Federal)

Residential Habilitation Centers

Funding is provided for specialized services and additional nursing home services required by the Centers for Medicare and Medicaid Services as a result of preadmission screening and resident review assessments. Additional services will be provided for residents of state-run Residential Habilitation Centers and community nursing facilities. (General Fund-State, General Fund-Federal)

Mandatory Caseload Adjustments

The Developmental Disabilities Administration will adjust funding for personal care. Personal care services help people with developmental disabilities live in community settings and, whenever possible, to remain in a family environment. (General Fund-State, General Fund-Federal)

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

SUPPLEMENTAL BUDGET

Program 050

DSHS - Long Term Care

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	1,498.9	1,774,182	2,045,945	3,820,127
Supplemental Changes				
Forecast Cost/Utilization		(3,167)	(7,043)	(10,210)
ProviderOne Phase 2	6.7	733	733	1,466
ProviderOne Subsystem Delay		(3,221)	(9,970)	(13,191)
Rekhter Decision		32,919	32,918	65,837
Specialized Equipment Distribution			200	200
Postage Rate Adjustments		11	6	17
Building Access Control System		27	24	51
Workers Compensation Base Correction		36	34	70
Transfers to Align Services		(98)	12	(86)
Client Participation		5,549	5,549	11,098
Mandatory Caseload Adjustments		(7,038)	(7,255)	(14,293)
Agency Efficiency Savings		(5,321)		(5,321)
Subtotal - Supplemental Changes	6.7	20,430	15,208	35,638
Total Proposed Budget	1,512.3	1,794,612	2,061,153	3,855,765
Difference	13.4	20,430	15,208	35,638
Percent Change	0.9%	1.2%	0.7%	0.9%

SUPPLEMENTAL CHANGES

Forecast Cost/Utilization

This item reflects changes in the utilization of long-term care services by nursing homes, area agencies on aging services, and home and community-based services. (General Fund-State, General Fund-Federal)

ProviderOne Phase 2

Funding is provided to ensure timely implementation of the ProviderOne Phase 2 project. This implementation will increase payment integrity and timeliness affecting about 70,000 Medicaid providers who serve clients of the Aging and Long-Term Support Administration and Developmental Disabilities Administration. New staff will assist providers with submitting their claims for payment to facilitate timely payments and resolve information technology and accounting issues. (General Fund-State, General Fund-Federal)

ProviderOne Subsystem Delay

Funding is reduced due to a six-month delay in the go-live date for the ProviderOne compensation subsystem. (General Fund-State, General Fund-Federal)

SUPPLEMENTAL BUDGET

Rekhter Decision

Funding is provided to pay the judgment resulting from the Washington State Supreme Court's decision in the Rekhter v. Department of Social and Health Services case. (General Fund-State, General Fund-Federal)

Specialized Equipment Distribution

Funding is provided for the distribution of specialized customer premises equipment (CPE) to low-income individuals who are hearing and visually impaired. These individuals need specialized CPE to effectively access telecommunications service, Internet access service, and advanced communications. (General Fund-Federal)

Postage Rate Adjustments

Funding is provided to address the 6.52 percent postage rate increase in 2014 for first-class mail. (General Fund-State, General Fund-Federal)

Building Access Control System

One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

Workers Compensation Base Correction

The department will correct the base funding level of premiums paid to the Department of Labor and Industries for workers' compensation. Additional funding will prevent the diversion of funds from services to clients in order to cover the cost of this mandatory premium. (General Fund-State, General Fund-Federal)

Transfers to Align Services

Fund transfers are made between the Department of Social and Health Services programs to align appropriations with planned expenditures. (General Fund-State, General Fund-Federal)

Client Participation

Funding is provided to repay and offset a loss of client participation. Clients are exempt from contributing to the cost of their care due to Supplemental Security Income-related special income disregards. (General Fund-State, General Fund-Federal)

Mandatory Caseload Adjustments

The Aging and Long-Term Support Administration is provided funding for changes in the number of clients receiving long-term services and supports as identified through the June 2014 caseload forecast. (General Fund-State, General Fund-Federal)

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

Program 060

DSHS - Economic Services Administration

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	4,195.5	746,717	1,276,812	2,023,529
Supplemental Changes				
Behavioral Intervention Grants	1.0		2,096	2,096
Affordable Care Act Impact on Eligibility Work				
ESAR-Phase II and III	18.5	3,015	16,642	19,657
ACES Disaster Recovery		1,512	672	2,184
Federal Incentive Funds Realignment				
Child Care Performance Audit			300	300
Data Center and Mainframe Costs		1,443	2,342	3,785
TANF/Working Connections Child Care Caseload Adjustment		2,908		2,908
Postage Rate Adjustments		293	167	460
Building Access Control System		226	135	361
Increased Federal Expenditure Authority	2.0		13,885	13,885
Transfers to Align Services		(1,517)	(479)	(1,996)
Mandatory Caseload Adjustments		(722)	909	187
Agency Efficiency Savings		(3,238)		(3,238)
Subtotal - Supplemental Changes	21.5	3,920	36,669	40,589
Total Proposed Budget	4,235.5	750,637	1,313,481	2,064,118
Difference	40.0	3,920	36,669	40,589
Percent Change	1.0%	0.5%	2.9%	2.0%

SUPPLEMENTAL CHANGES

Behavioral Intervention Grants

Federal expenditure authority is increased to allow the agency to draw down federal grant awards to complete a demonstration and evaluation project. One-time funding is provided for this pilot project that will use behavioral economics focusing on engagement, intervention, enforcement and evaluation. (General Fund-Federal)

Affordable Care Act Impact on Eligibility Work

Clients currently access Modified Adjusted Gross Income (MAGI) Medicaid through the Health Benefit Exchange. Prior to the Affordable Care Act (ACA), clients accessed medical benefits, in addition to food and cash benefits, through the Department of Social and Health Services (DSHS). As a result, DSHS receives less Medicaid revenue to support its administrative costs. Increased federal expenditure authority is provided to cover DSHS administrative costs that will shift from Medicaid to the Supplemental Nutrition Assistance Program, Temporary Assistance for Needy Families (TANF) program, and Refugee Cash Assistance program. (General Fund-Federal)

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ESAR-Phase II and III

Funding is provided for Phase II and III of the Eligibility Service and Automated Client Eligibility System (ACES) Remediation (ESAR). To implement the ACA, DSHS significantly modified the Automated Client Eligibility System (ACES) to design, develop, and incorporate the eligibility system for MAGI Medicaid into existing ACES infrastructure. Funding is provided to fully integrate MAGI Medicaid rules with existing Classic Medicaid and public assistance program rules. (General Fund-State, General Fund-Federal)

ACES Disaster Recovery

One-time funding is provided for additional mission essential functions identified by ACES and the Enterprise Service Bus (ESB) disaster recovery vendor. This information technology work meets new federal regulations related to the ACA. (General Fund-State, General Fund-Federal)

Federal Incentive Funds Realignment

An increase in federal expenditure authority and a decrease in private/local expenditure authority are made to accurately reflect funding sources for annual federal incentive awards and federal food stamp overpayment collection incentives. (General Fund-Private/Local, General Fund-Federal)

Child Care Performance Audit

One-time federal expenditure authority is increased to allow the agency to pay the State Auditor's Office to complete a performance audit on reducing and completing the backlog of overpayment cases, including the Working Connections Child Care program. (General Fund-Federal)

Data Center and Mainframe Costs

The current ACES mainframe will be paid off and replaced by a new leased mainframe with superior memory capacity. The servers will be reconfigured and moved into the State Data Center (SDC). The SDC lease includes an increased cost per square foot. One-time costs include \$1,296,000 in General Fund-State and \$2,105,000 in General Fund-Federal. (General Fund-State, General Fund-Federal)

TANF/Working Connections Child Care Caseload Adjustment

Adjustments are made to align funding with the November 2014 forecasts for the Temporary Assistance for Needy Families (TANF) and Working Connections Child Care (WCCC) programs.

Postage Rate Adjustments

Funding is provided to address the 6.52 percent postage rate increase in 2014 for first-class mail. (General Fund-State, General Fund-Federal)

Building Access Control System

One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher. (General Fund-State, General Fund-Federal)

Increased Federal Expenditure Authority

Federal expenditure authority is increased due to new and increased Food and Nutrition Services grants awarded to the state. (General Fund-Federal)

Transfers to Align Services

This transfer aligns support services funding with the program where the cost is incurred. This step is ongoing and nets to zero within the Department of Social and Health Services. (General Fund-State, General Fund-Federal)

Mandatory Caseload Adjustments

Funding is provided for costs associated with caseload changes projected in the November 2014 forecasts. Changes are made for the following programs: Refugee Cash Assistance; Aged, Blind or Disabled; Pregnant Women Assistance; Retained Child Support; and the Food Assistance Program for Legal Immigrants. (General Fund-State, General Fund-Federal)

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

SUPPLEMENTAL BUDGET

Program 070

DSHS - Alcohol And Substance Abuse

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	70.1	137,793	312,602	450,395
Supplemental Changes				
Local Authority for Medicaid Services			200	200
Federal Authority for BRIDGES Grant			993	993
Partnership for Success Grant			2,937	2,937
Transfers to Align Services		(4)	1	(3)
Address Interim Chemical Dependency Medicaid Rates		4,522	5,635	10,157
Substance Abuse Prevention and Reduction			4,577	4,577
I-502 Cost/Benefit Evaluation			150	150
Healthy Youth Survey			375	375
Agency Efficiency Savings		(617)		(617)
Subtotal - Supplemental Changes		3,901	14,868	18,769
Total Proposed Budget	70.1	141,694	327,470	469,164
Difference		3,901	14,868	18,769
Percent Change	0.0%	2.8%	4.8%	4.2%

SUPPLEMENTAL CHANGES

Local Authority for Medicaid Services

Local authority is provided to allow county governments to utilize local sales tax dollars for a Medicaid match to provide essential chemical dependency/substance use disorder services in their service areas. Funding will ensure essential services are available statewide for Medicaid individuals. (General Fund-Federal, General Fund-Private/Local)

Federal Authority for BRIDGES Grant

Increased federal expenditure authority is provided for the Bringing Recovery into Diverse Groups through Engagement and Support (BRIDGES) grant to utilize awarded federal funds. This funding is expected to provide delivery of behavioral health, housing support, peer, and other recovery-oriented services not covered under the state's Medicaid plan. (General Fund-Federal)

Partnership for Success Grant

Increased federal expenditure authority is provided for the Partnership for Success (PFS) grant to utilize awarded federal funds. This funding will strengthen community coalitions and enhance local efforts to successfully implement the strategic prevention framework and proven prevention strategies to better address substance abuse. (General Fund-Federal)

SUPPLEMENTAL BUDGET

Transfers to Align Services

A shift of staff and funding among programs in the 2015 supplemental budget is provided. This transfer will align staff and funds with the programs where the costs are incurred. The net impact is zero. (General Fund-State, General Fund-Federal)

Address Interim Chemical Dependency Medicaid Rates

A rate increase is provided for Medicaid chemical dependency/substance use disorder services to keep the chemical dependency/substance use disorder provider network viable until the rates of reimbursement have been actuarially certified and approved by the Centers for Medicare and Medicaid Services. This funding is expected to allow continued essential services to be available statewide for Medicaid individuals with chemical dependency/substance use disorders. (General Fund-State, General Fund-Federal)

Substance Abuse Prevention and Reduction

Initiative 502, passed by voters in 2012, authorizes the regulation, sale and taxation of marijuana for adults over the age of 21. Funding is provided to the Division of Behavioral Health and Recovery to implement programs and practices aimed at the prevention or reduction of substance abuse among middle and high school students, as authorized in the initiative.

I-502 Cost/Benefit Evaluation

Initiative 502, passed by voters in 2012, authorizes the regulation, sale and taxation of marijuana for adults over the age of 21. Funding is provided for a contract with the Washington State Institute for Public Policy to conduct a cost-benefit evaluation of implementation of I-502, as required by the initiative. A preliminary report is due to the Legislature by September 1, 2015, and the first final report is due by September 1, 2017.

Healthy Youth Survey

Initiative 502, passed by voters in 2012, authorizes the regulation, sale and taxation of marijuana for adults over the age of 21. Funding is provided to design and administer the Washington state healthy youth survey authorized in the initiative.

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

Program 100

DSHS - Vocational Rehabilitation

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	318.1	27,651	99,397	127,048
Supplemental Changes				
Postage Rate Adjustments		5		5
Building Access Control System		51		51
Transfers to Align Services		(40)		(40)
Agency Efficiency Savings		(115)		(115)
Subtotal - Supplemental Changes		(99)		(99)
Total Proposed Budget	318.1	27,552	99,397	126,949
Difference		(99)		(99)
Percent Change	0.0%	(0.4)%	0.0%	(0.1)%

SUPPLEMENTAL CHANGES

Postage Rate Adjustments

Ongoing funding is provided to address the 6.52 percent postage rate increase in 2014 for first-class mail.

Building Access Control System

One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher.

Transfers to Align Services

This transfer aligns support services funding with the program where the cost is incurred. This step is ongoing and nets to zero within the Department of Social and Health Services.

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

Program 110

DSHS - Administration and Supporting Services

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	494.1	58,086	37,721	95,807
Supplemental Changes				
Postage Rate Adjustments		18	2	20
Electronic Records Vault		249	55	304
Building Access Control System		2		2
Transfers to Align Services		453	96	549
Agency Efficiency Savings		(80)		(80)
Subtotal - Supplemental Changes		642	153	795
Total Proposed Budget	494.1	58,728	37,874	96,602
Difference		642	153	795
Percent Change	0.0%	1.1%	0.4%	0.8%

SUPPLEMENTAL CHANGES

Postage Rate Adjustments

Ongoing funding is provided to address the 6.52 percent postage rate increase in 2014 for first-class mail. (General Fund-State, General Fund-Federal)

Electronic Records Vault

The department will migrate agency email to the Washington State Electronic Records Vault (WaSERV) managed by Consolidated Technology Services as part of the shared enterprise messaging service. This vault is a single repository that allows for quicker and more efficient email retrieval for public records requests and litigation purposes. (General Fund-State, General Fund-Federal)

Building Access Control System

One-time funding is provided to ensure that all building access control systems are compatible with Windows 7 or higher.

Transfers to Align Services

This transfer aligns support services funding with the program where the cost is incurred. This step is ongoing and nets to zero within the Department of Social and Health Services. (General Fund-State, General Fund-Federal)

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

SUPPLEMENTAL BUDGET

Program 135

DSHS - Special Commitment Program

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority	378.0	74,288		74,288
Supplemental Changes				
Postage Rate Adjustments		2		2
Facility Maintenance Costs		20		20
Transfers to Align Services		127		127
Mandatory Caseload Adjustments		184		184
Agency Efficiency Savings		(295)		(295)
Subtotal - Supplemental Changes		38		38
Total Proposed Budget	378.0	74,326		74,326
Difference		38		38
Percent Change	0.0%	0.1%		0.1%

SUPPLEMENTAL CHANGES

Postage Rate Adjustments

Funding is provided to address the 6.52 percent postage rate increase in January 2014 for first-class mail.

Facility Maintenance Costs

One-time funding is provided for equipment and goods and services beyond the scope of ordinary maintenance but lower than the threshold for capital projects. Maintenance projects include, but are not limited to, interior and exterior painting and the replacement of doors and carpets.

Transfers to Align Services

The Department of Social and Health Services will shift staff and funding among programs in the 2015 supplemental budget. This transfer will align staff and funds with the programs where the costs are incurred. The net impact is zero.

Mandatory Caseload Adjustments

Funding is adjusted for increased resident costs related to food, housing, medical and dental services for the remainder of the biennium at the main facility in Pierce County and the two secure community transitional facilities in Pierce and King counties.

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

SUPPLEMENTAL BUDGET

Program 145

DSHS - Payments to Other Agencies

Recommendation Summary

Dollars in Thousands

	FY 15 FTEs	General Fund State	Other Funds	Total Funds
2013-15 Expenditure Authority		128,538	58,340	186,878
Supplemental Changes				
Cost Allocation Adjustment		1,598	(1,598)	
Transfers to Align Services		676		676
Agency Efficiency Savings		(333)		(333)
Central Services Efficiency Savings		(1,020)		(1,020)
Subtotal - Supplemental Changes		921	(1,598)	(677)
Total Proposed Budget		129,459	56,742	186,201
Difference		921	(1,598)	(677)
Percent Change		0.7%	(2.7)%	(0.4)%

SUPPLEMENTAL CHANGES

Cost Allocation Adjustment

During the past several fiscal years, agencies providing services to the department have not billed to their authorized levels. A one-time funding shift is made to support the anticipated billings from agencies providing required services. (General Fund-State, General Fund-Federal)

Transfers to Align Services

This transfer aligns support services funding with the program where the cost is incurred. This step is ongoing and nets to zero within the Department of Social and Health Services.

Agency Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.

Central Services Efficiency Savings

The Legislature directed the Office of Financial Management to reduce agency allotments in the 2013-15 biennium to reflect efficiency savings. Fiscal year 2015 appropriations are reduced in affected agency budgets to reflect these reductions.