

DEPARTMENT OF HEALTH AND SOCIAL SERVICES
FY2016 HOUSE FINANCE BUDGET SUBCOMMITTEE NARRATIVE REPORT
February 27, 2015

SUBCOMMITTEE MEMBERS:

Rep. Dan Saddler, Chair	Rep. Wilson	Rep. Pruitt
Rep. Neuman	Rep. Munoz	Rep. Gara
Rep. Edgmon	Rep. Gattis	Rep. Kawasaki
Rep. Thompson	Rep. Guttenberg	

RECOMMENDATIONS:

The House Finance Budget Subcommittee for the Department of Health and Social Services submits a recommended operating budget for FY2016 to the House Finance Committee as follows:

Fund Source: (dollars are in thousands)

Unrestricted General Funds (UGF)	\$1,173,564.8
Designated General Funds (DGF)	\$ 104,784.9
Other Funds	\$ 94,940.8
Federal Funds	\$1,252,997.6
Total	\$2,626,288.1

The Unrestricted General Fund difference from FY15 Management Plan to the House Subcommittee budget recommendation is a reduction of \$77,814.4, which is a 6.1 percent change.

Postions:

Permanent Full-time	3,455
Permanent Part-time	56
Temporary	86
Total	3,597

BUDGET ACTION:

The House Finance Budget Subcommittee for the Department of Health and Social Services held twelve meetings with the Department. The Subcommittee

reviewed the FY2016 budget request and took additional action as highlighted below:

Accepted the Governor's amended proposal, with the following exceptions:

Denied all requests related specifically to Medicaid Expansion. Those adjustments include:

Behavioral Health Treatment and Recovery Grants	(1,558.7) UGF	Reduce Grants. Shift Clients to Medicaid
Catastrophic and Chronic Illness	(1,000.0) UGF	Reduced Benefits
Medical Assistance Admin.	205.0 Fed 205.0 MHTAAR	3 PFT for Medicaid Expansion
Public Assistance Field Services	1,385.6 Fed 1,385.7 MHTAAR	23 PFT for Medicaid Expansion
Medicaid Services	145,438.4 Fed	Medicaid Expansion Services

The subcommittee made additional adjustments to the Governor's FY2016 Amended Budget including the following highlights:

Public Assistance Field Services	(1,101.2) UGF	AIRES Projected Savings
Public Health	(892.2) UGF	Eliminate Obesity Prevention Grants
Department Support Services	(4,500.0) UGF	Chargeback to DHSS
Health Care Commission	(350.0) UGF	Eliminate Health Care Commission
Medicaid Services	(22,708.7) UGF	Projected Lapse Balances
Children's Services Front Line Social Workers	250.0 UGF	Increased Workload

ATTACHED REPORTS:

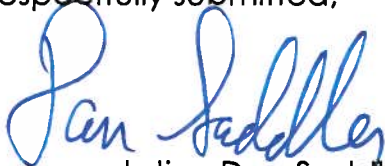
The House Finance Budget Subcommittee for the Department of Health and Social Services adopts the attached reports:

2016 Legislative Finance Division Reports – House Structure

1. Agency Totals – FY2016 Operating Budget
2. Allocation Summary (All Funds)
3. Allocation Summary (GF Only)
4. Transaction Compare between Adjusted Base (16Adj Base) and House Subcommittee (H Sub)
5. Transaction Compare between Governor Amended (Gov Amd) and House Subcommittee (H Sub)
6. Wordage Report – FY2016 Operating Budget

The Budget Action Worksheet is attached for informational purposes.

Respectfully submitted,



Representative Dan Saddler, Chair

House Finance Budget Subcommittee for the Department of Health and Social Services.