

# **LSC Redbook**

**Analysis of the Executive Budget Proposal**

**Department of Mental Retardation  
and Developmental Disabilities**

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## READER'S GUIDE

The Legislative Service Commission prepares an analysis of the executive budget proposal for each agency. These analyses are commonly called "Redbooks." This brief introduction is intended to help readers navigate the Redbook for the Ohio Department of Mental Retardation and Developmental Disabilities (ODMRDD), which includes the following five sections.

1. **Overview:** Provides an overview of ODMRDD's operations, staffing level, appropriations, spending, and programs.
2. **Analysis of Executive Proposal:** Provides a detailed analysis of the executive budget recommendations for ODMRDD, including funding for each line item. The line items for ODMRDD are organized into four categories.
3. **Facts and Figures:** Provides a comparison of ODMRDD expenditures for community-based services and developmental centers from FY 2001 to FY 2008.
4. **Attachments:** Includes the catalog of budget line items (COBLI) for ODMRDD, which briefly describes each line item, and the LSC budget spreadsheet for ODMRDD.

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**ATTACHMENTS:**

- Catalog of Budget Line Items
- Budget Spreadsheet By Line Item

# Department of Mental Retardation and Developmental Disabilities

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- Recommended funding of \$1.6 billion in FY 2010 and FY 2011
- Over 23,100 waiver enrollments in FY 2010 and over 24,800 in FY 2011
- More than two-thirds of ODMRDD's budget is for waiver services

## OVERVIEW

### Agency Overview

The Ohio Department of Mental Retardation and Developmental Disabilities (ODMRDD) is the primary state service agency for Ohioans with mental retardation or other developmental disabilities (MR/DD). ODMRDD's mission is to provide for the "...continuous improvement of the quality of life for Ohio's citizens with developmental disabilities and their families." The Director of ODMRDD is appointed by the Governor and oversees more than 3,300 employees and an annual budget of about \$1.4 billion in FY 2009.

ODMRDD provides services to approximately 1,500 individuals at ten regional developmental centers and more than 18,000 people through two home and community-based Medicaid waivers: Individual Options (IO) and Level One (L1).

ODMRDD also provides subsidies to, and oversight of, Ohio's 88 county MR/DD boards. County boards provide a variety of community-based services including residential support, early intervention, family support, adult vocational and employment services, and service and support administration. In FY 2008, approximately 78,000 people received services through county board programs.

In the FY 2010-FY 2011 biennium, ODMRDD will continue to work on implementing recommendations from the MR/DD Futures Study Committee including the implementation of a waiver for children with intensive behavioral needs. The Committee, required by Am. Sub. H.B. 119 of the 127th General Assembly, was designed to perform a number of tasks including reviewing the effectiveness, efficiency, and sustainability of ODMRDD's use of system funding; proposing alternatives for effectively funding the nonfederal share of Medicaid expenditures for home and community-based waivers; identifying the potential for reducing administrative costs; and proposing improvements and action steps to fully realize the principle of self-

determination by individuals with MR/DD. The Committee submitted a report of its actions and recommendations to the Governor on March 28, 2008, after which the Committee ceased to exist.

### Staffing Levels

In FY 2008, 18% of ODMRDD's expenditures were for payroll expenses for 3,522 employees. This number included 2,553 full-time employees, 858 part-time employees, 71 intermittent, seasonal, and temporary employees, and 40 positions otherwise classified. In FY 2009, the estimated number of ODMRDD employees decreased by 128 (3.6%) due to executive ordered budget reductions. As a result, central office employees who qualified were offered early retirement options and other employees were laid off and their positions abolished. In addition, developmental centers had to reduce their census in order to accommodate necessary staff reductions. Estimated staffing levels for the FY 2010-FY 2011 biennium are expected to remain at the FY 2009 level of 3,394 and include 2,451 full-time employees, 852 part-time employees, 59 intermittent, seasonal, and temporary employees, and 32 positions otherwise classified. Table 1 shows the number of ODMRDD employees by division in FY 2009.

<b>Table 1. ODMRDD Number of Staff by Division for FY 2009</b>	
<b>Developmental Center Staff</b>	<b>3,143</b>
<b>Central Office</b>	<b>251</b>
<i>Director's Office of Policy and Constituent Support</i>	12
<i>Fiscal Administration</i>	35
<i>Human Resources</i>	14
<i>Information Technology Services</i>	45
<i>Legal and MUI Services</i>	32
<i>Community Services</i>	72
<i>Developmental Disabilities Council</i>	9
<i>Medicaid Development and Administration</i>	32
<b>Total</b>	<b>3,394</b>

### Appropriation Overview

Funding for ODMRDD's services comes from a mix of federal, state, and local sources. In FY 2010, the executive recommends \$1.55 billion for ODMRDD, a 22.5% increase over the FY 2009 adjusted appropriation. In FY 2011, the executive recommends \$1.58 billion, a 1.3% increase over FY 2010 recommendations.

## Funding Sources

Table 2 below shows ODMRDD's funding sources for FY 2009 through FY 2011. In FY 2009, federal funding makes up 55.2% of ODMRDD's adjusted appropriation. In FY 2010 and FY 2011, that amount increases to 62.4% and 60.4%, respectively. The percentage of GRF funding that makes up ODMRDD's budget declines from 26.8% in FY 2009 to 21.1% in FY 2010 and 22.3% in FY 2011.

A large portion of spending for ODMRDD is for Medicaid. Under the Medicaid Program, the federal government reimburses allowable expenditures based on a state's federal medical assistance percentage (FMAP). The United States Department of Health and Human Services Centers for Medicare and Medicaid determines the FMAP rate annually. For federal fiscal year (FFY) 2009, Ohio's FMAP rate is 62.14%. Under the program, state and local funds are used to "draw down" federal funds at the FMAP rate. Thus, for every \$1 spent on Medicaid-eligible services, the federal government reimburses the state approximately \$.62. Administrative costs for running Medicaid-related programs (as compared to costs associated with direct health care services) are generally reimbursed at 50%. For services provided at developmental centers, state dollars are used to match federal dollars at the FMAP rate. For community services, both state and local funds are used as match.

Most of the fluctuation in the appropriations between GRF and federal special revenue funds can be attributed to the impact of the additional federal Medicaid reimbursement, also known as enhanced FMAP, Ohio may receive for the period of October 1, 2008 through December 31, 2010. During this period, the enhanced FMAP may vary quarterly based on Ohio's unemployment rate. The executive has assumed an enhanced FMAP of 8.11% to 10.05%.

**Table 2. Executive Budget Recommendations by Fund Group, FY 2010-FY 2011**

Fund Group	FY 2009*	FY 2010	% change, FY 2009-FY 2010	FY 2011	% change, FY 2010-FY 2011
General Revenue	\$339,909,505	\$327,761,232	-3.6%	\$350,860,480	7.0%
General Services	\$1,022,176	\$2,510,000	145.6%	\$2,610,000	4.0%
State Special Revenue	\$227,173,009	\$254,949,455	12.2%	\$270,476,110	6.1%
Federal Special Revenue	\$700,683,820	\$969,244,674	38.3%	\$951,206,173	-1.9%
<b>TOTAL</b>	<b>\$1,268,788,510</b>	<b>\$1,554,465,361</b>	<b>22.5%</b>	<b>\$1,575,152,763</b>	<b>1.3%</b>

\*FY 2009 figures represent adjusted appropriations.

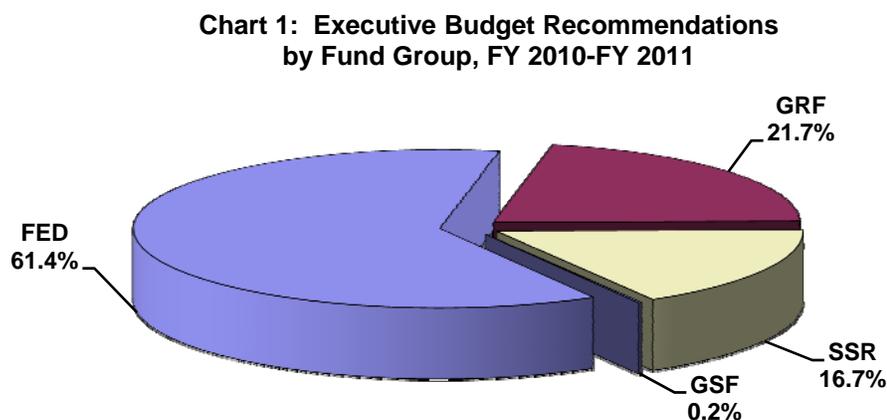
As seen in Table 2, FY 2010 appropriations for the General Services Fund Group increased 145.6% over FY 2009 adjusted appropriations. This can be attributed to a \$1.6 million increase for line item 323609, Developmental Center and Residential Operating Services, due to collections at the developmental centers for private pay

individuals. While these amounts were collected in the past, the number of private pay individuals has been increasing. These moneys will be used to meet the payroll expenses of the developmental centers that serve these individuals.

Table 2 also shows an increase of \$267 million in FY 2010 for Federal Special Revenue Fund Group appropriations. This increase is largely due to a \$219.2 million increase in line item 322639, Medicaid Waiver – Federal, and a \$29.9 million increase in line item 323605, Developmental Center and Residential Facility Services and Support. The increase in line item 322639, Medicaid Waiver – Federal, can be explained by a combination of factors including a projected increase in Medicaid waivers (500 IO and 1,200 L1); an enhanced FMAP resulting from the federal stimulus package; the expected payment of old Medicaid administrative claiming payments to county MR/DD boards; and the projected federal financial participation (FFP) generated from the enrollment of all 1,500 Martin waivers.

The increase in line item 323605, Developmental Center and Residential Facility Services and Support, is due to the enhanced FMAP. ODMRDD will use these funds to offset the GRF reduction for developmental center operating expenses.

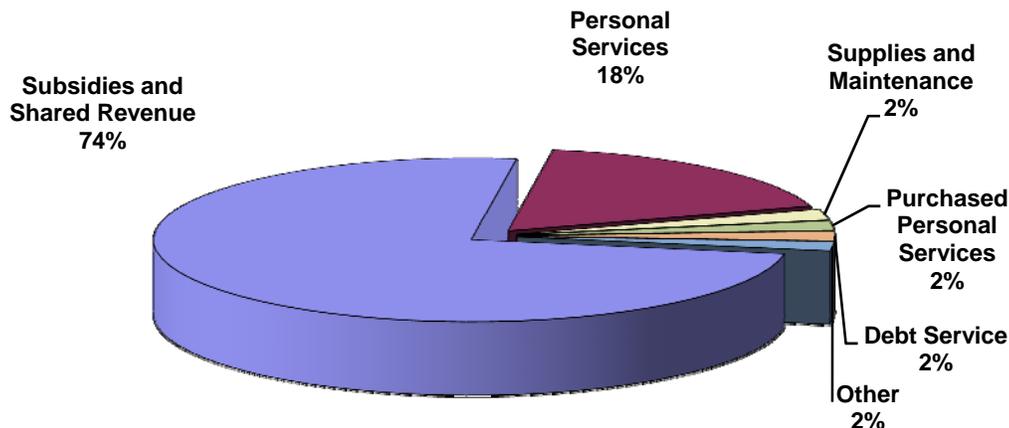
Chart 1 shows the FY 2010-FY 2011 biennium appropriations by fund group.



## Expenditures

In FY 2008, approximately \$1.2 billion was spent on MR/DD services in Ohio through eight expense categories. Subsidies and shared revenue was the largest expense category for ODMRDD in FY 2008. This category includes payments to, or on behalf of, recipients, organizations, and local governments. All waiver payments and county MR/DD board subsidies are included in this expense category. The second largest expense category was personal services and includes payroll expenses for ODMRDD employees. Chart 2 below shows total expenditures by object of expense for ODMRDD in FY 2008.

Chart 2: Expenditures for FY 2008 by Object of Expense



## Programs and Services

### Medicaid Waivers

ODMRDD administers two home and community-based Medicaid waivers; the Individual Options (IO) and the Level One (L1). The primary goal of these waivers is to enable people with mental retardation or other developmental disabilities to remain in their homes or community-based settings by providing them with cost-effective services and support to maximize their quality of life while also ensuring their health and safety. These services also aim to increase the individual's skills, competencies, and self-reliance.

IO waiver services include homemaker/personal care, transportation, nutrition, social work, home-delivered meals, respite, adult day services, supported employment, and specialized medical, adaptive, assistive equipment and supplies for noninstitutional settings. To receive IO waiver services, an individual must be eligible for Medicaid and have an ICF/MR level of care approved by the Department of Job and Family Services. In FY 2008, 13,512 people received IO waiver services.

L1 waiver services include homemaker/personal care services, transportation, supported employment, adult day services, and specialized medical, adaptive, assistive equipment, and supplies. The L1 waiver is designed to support individuals who, with a small amount of services, can stay at home and avoid more costly residential options (e.g., institutionalization). In FY 2008, 4,752 people received L1 waiver services.

County MR/DD boards are responsible for providing the nonfederal share of the home and community-based Medicaid waiver costs, which can be paid for using subsidy dollars or local resources, such as levy dollars. County boards are also responsible for recommending the approval or denial of waiver services, approving and developing individual service plans, providing assistance in finding qualified

providers, contracting with providers, monitoring quality assurance, and protecting the health and safety of their clients.

### **Residential Services (Developmental Centers)**

State-operated institutions, known as developmental centers, are funded primarily with GRF and federal Medicaid reimbursement. Resident resources account for a small percentage of developmental center funding. According to ODMRDD, approximately 70% of developmental center residents receive Social Security payments, which generate revenue of about \$580 per resident per month. The remaining 30% are eligible for Supplemental Security Income (SSI), or other benefits, which do not provide monthly revenue for the institution. At developmental centers, SSI is \$30 per month and is given to the individual for personal use.

ODMRDD operates ten developmental centers located regionally throughout the state. These centers provide habilitative environments and residences for individuals with significant mental retardation or other developmental disabilities. These centers are designed to return individuals, once stabilized, to less intensive living environments within their local communities. Specific services mandated to those who reside in the centers include:

- ***Protection from harm*** – Individuals who reside in developmental centers have rights protected by federal law including freedom from abuse and neglect. These individuals are required to receive a high level of supervision to ensure their health and safety. This requirement includes direct care staffing 24 hours a day, seven days a week. Therapeutic program workers, over 50% of developmental center staff, provide the required round-the-clock "active treatment." Nursing staff is also required at all times.
- ***Skills development*** – Under federal regulations, those who reside in the developmental centers must receive a continuous program of aggressive active treatment, which includes training in basic skills, such as dressing, grooming, feeding, communication, and basic home care. Other required training includes money management, behavior management, self-medication administration, and prevocational training. These programs must be developed based on a comprehensive functional assessment by a team of professionals and paraprofessionals which includes the individual and their guardian.
- ***Health care*** – Individuals receive the health care necessary to obtain and maintain their optimum level of health and well-being. Physician, nursing, and dental services are provided, as well as any other specialist needs. This often includes neurology, podiatry, and psychiatry. Federal regulations require specific nursing and physician services to meet individual needs.

- **Behavior support** – The majority of residents have maladaptive behaviors that prevent them from living in the community and are the cause of most court-ordered admissions. Programs to reduce or modify these maladaptive behaviors are required by law, and are necessary to assist the residents in returning to the community. Licensed psychologists and psychology assistants assist the individual in developing a treatment plan and train the staff to provide necessary services.
- **Therapy** – Individuals residing in developmental centers engage in secondary services to promote their development and prevent further disabling conditions, thus allowing the individual to gain greater independence. Key therapy interventions include occupational therapy, physical therapy, and speech, language, and hearing services.
- **Residential support** – Developmental center support staff provide residents with the amenities of daily life including meal preparation, housekeeping, laundry, grounds keeping, and maintenance services.

In addition to the services required, developmental centers also provide community consultation and assistance. The developmental centers provide case consultation, comprehensive evaluations, short-term crisis residential treatment and respite care, long-term residential treatment, intensive services to specialized populations, and staff training along with program review and evaluation to individuals who reside outside of the centers but within the geographic region. The average daily census in Developmental Centers for FY 2008 was 1,599. ODMRDD spent approximately \$233.6 million on developmental centers in FY 2008.

In addition to developmental centers, ODMRDD also funds Intermediate Care Facilities for the Mentally Retarded (ICFs/MR). These facilities provide services for individuals with MR/DD and other conditions. ICFs/MR differ from developmental centers in that ICFs/MR are facility-based institutional long-term care facilities that lack the intensity of the 24-hour active treatment programs provided by developmental centers.

### **Community Subsidies and Grants**

ODMRDD provides the county MR/DD boards with funds to subsidize administrative costs and costs for services provided by the board. Among the subsidies and grants provided by ODMRDD are the County Boards Subsidy, the Family Supports Subsidy, Tax Equity, and the Social Services Block Grant.

**County Boards Subsidy** – The County Boards Subsidy is provided to county MR/DD boards to subsidize costs associated with providing statutorily mandated services. This subsidy can be used for county board operating expenses in addition to Supported Living services and service and support administration. Supported

Living services enable individuals with MR/DD to live in community settings with other individuals with disabilities. The goal is to maximize each individual's potential for independence and self-determination. Services may be provided in the home of the individual, who lives on their own, or in the family home in which the individual resides.

Service and Support Administration (SSA), formerly called "case management," must be provided by each county board to each county resident with MR/DD age three years or older and to each individual receiving home and community-based Medicaid waivers. SSA is a process that includes linking individuals and families to needed services and supports in eligibility determination and assessment, individual service plan development and revision, service access and placement, assistance in provider selection, service coordination, monitoring and individual quality assurance, and crisis intervention. Originally three separate subsidies, H.B. 119 of the 127th General Assembly combined them into one.

***Family Supports Subsidy*** – The Family Supports Subsidy (FSS) ensures the availability of supports to help people live as they choose; promotes their health, safety, and welfare; and helps and supports the families of these individuals in reaching these goals. The primary goal for families using this service is to assist in caring for individual family members in their own homes. The support provided with FSS funds enhances the quality of life for the entire family unit.

***Tax Equity*** – Tax Equity provides funding to help equalize local tax levy revenues for tax-poor counties to ensure that adult services are available statewide and are not limited because of a county's inability to raise sufficient local levy funds.

***Social Services Block Grant*** – The Social Services Block Grant (SSBG), also known as Title XX of the Social Security Act, is a capped entitlement program that helps states achieve a wide range of social policy goals, which include achieving or maintaining self-support and self-sufficiency (including prevention, reduction, or elimination of dependency), preventing or remedying abuse, neglect, or exploitation of those unable to protect their own interests, preventing or reducing inappropriate institutional care, and securing institutional care when needed.

### **Ohio Developmental Disabilities Council**

The Ohio Developmental Disabilities Council (ODDC) is a planning and advocacy body committed to community inclusion for people with developmental disabilities. Using federal pass-through funds, ODDC provides grants to individuals and government agencies with the goal of expanding innovative approaches for supporting individuals with developmental disabilities, educating policymakers about the needs and abilities of such persons, and assisting individuals with developmental disabilities with self-determination, employment, outreach, and training. Grants are

based on parameters outlined in the Developmental Disabilities Assistance Act and further ODDC's mission to create change that improves independence, productivity, and inclusion for people with developmental disabilities and their families in community life.

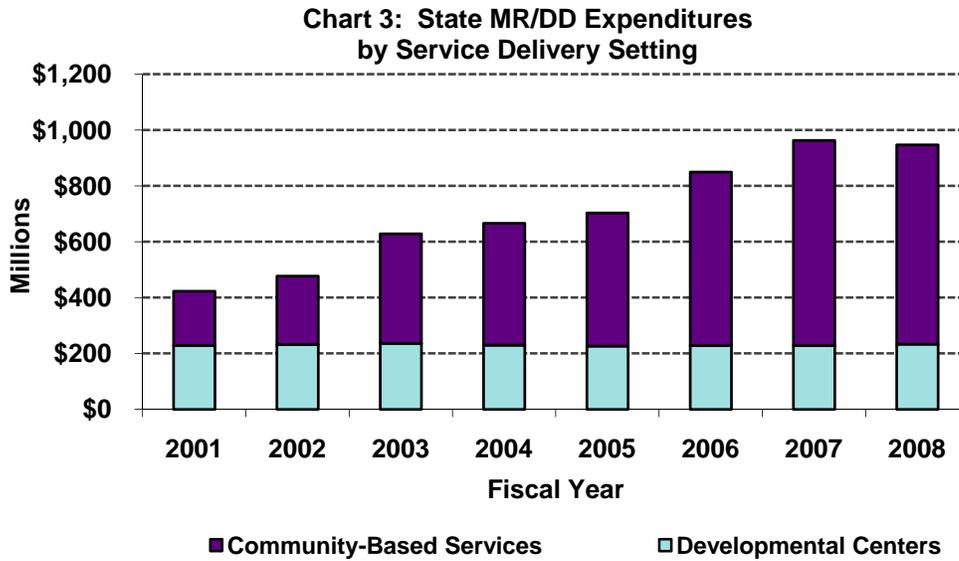
### **Major Unusual Incidents**

A major unusual incident (MUI), as defined in Ohio Administrative Code section 5123:2-17-02, is any alleged, suspected, or actual occurrence of an incident that adversely affects the health and safety of an individual. There are 17 types of incidents that are considered MUIs including abuse, neglect, and exploitation. All incidents require that immediate action is taken to protect individuals from further harm, that an investigation is conducted to determine the cause of the incident and contributing factors, and that a prevention plan is developed to reduce the likelihood of future occurrences.

MUIs are reported to the county MR/DD board, which then reports the information to ODMRDD which is statutorily required (R.C. 5123.61) to establish a registry office for the purpose of maintaining reports of abuse, neglect, and other major unusual incidents received. County boards are responsible for immediate action, investigations, and prevention planning for each incident.

ODMRDD Major Unusual Incident and Registry Unit reviews all initial MUIs to ensure immediate actions are in place and appropriate notifications have been made. In addition to this review, ODMRDD provides technical assistance to providers and counties. ODMRDD annually conducts an assessment of each county board and developmental center's system for ensuring health and safety. ODMRDD also conducts separate investigations and manages the Abuser Registry. In FY 2008, ODMRDD received 16,132 MUI reports.

FACTS AND FIGURES



As seen in Chart 3 above, in FY 2008, ODMRDD spent a total of \$947.2 million for individuals with MR/DD. Of this amount, 75.3% (\$713.6 million) was for community-based services provided under two Medicaid waivers, which allow an individual to receive community-based instead of institutional-based services, and the remaining 24.7% was for services provided through the ten regional developmental centers. In FY 2001, the comparable proportions were 46.0% and 54.0%.

## ANALYSIS OF EXECUTIVE PROPOSAL

### Introduction

This section provides an analysis of the Governor's recommended funding for each line item in ODMRDD's budget. In this analysis, ODMRDD's line items are grouped into four major categories. For each category a table is provided listing the recommended appropriation in each fiscal year of the biennium. Following the table, a narrative describes how the appropriation is used and any changes affecting the appropriation that are proposed by the Governor. The four categories used in this analysis are as follows:

1. Medicaid Waivers;
2. Developmental Centers and Residential Facilities;
3. Community-Based Services; and
4. Administration.

To aid the reader in finding each item in the analysis, Table 3 below shows the category in which each appropriation has been placed, listing the line items in order within their respective fund groups and funds. This is the same order the line items appear in the budget bill.

<b>Table 3. Categorization of ODMRDD's Line Items for Analysis of Executive Proposal</b>		
<b>Fund</b>	<b>ALI and Name</b>	<b>Category</b>
<b>General Revenue Fund Group</b>		
GRF 320321	Central Administration	4: Administration
GRF 320412	Protective Services	4: Administration
GRF 320415	Lease – Rental Payments	4: Administration
GRF 322413	Residential and Support Services	3: Community Services
GRF 322416	Medicaid Waiver – State Match	1: Medicaid Waivers
GRF 322451	Family Support Services	3: Community Services
GRF 322501	County Board Subsidies	3: Community Services
GRF 322503	Tax Equity	3: Community Services
GRF 322504	Martin Settlement	1: Medicaid Waivers
GRF 322646	MR/DD Subsidy – Federal Stimulus	3: Community Services
GRF 322647	ICF/MR Franchise Fee – Developmental Centers	2: Developmental Centers and Residential Facilities
GRF 323321	Developmental Centers and Residential Facilities Operation Expenses	2: Developmental Centers and Residential Facilities
<b>General Services Fund Group</b>		
4880 322603	Provider Audit Refunds	4: Administration
1520 323609	Developmental Center and Residential Operating Services	2: Developmental Centers and Residential Facilities
<b>Federal Special Revenue Fund Group</b>		
3A50 320613	DD Council	3: Community Services
3250 322612	Community and Social Service Programs	3: Community Services
3G60 322639	Medicaid Waiver – Federal	1: Medicaid Waivers
3M70 322650	CAFS Medicaid	3: Community Services
3A40 323605	Developmental Center and Residential Facility Services and Support	2: Developmental Centers and Residential Facilities
<b>State Special Revenue Fund Group</b>		
5GE0 320606	Operating and Services	4: Administration
2210 322620	Supplemental Service Trust	3: Community Services
4K80 322604	Medicaid Waiver – State Match	1: Medicaid Waivers
5CT0 322632	Intensive Behavioral Needs	1: Medicaid Waivers
5DJ0 322625	Targeted Case Management Match	3: Community Services
5DJ0 322626	Targeted Case Management Services	3: Community Services
5DK0 322629	Capital Replacement Facilities	4: Administration
5EV0 322627	Program Fees	4: Administration
5H00 322619	Medicaid Repayment	4: Administration
5Z10 322624	County Board Waiver Match	1: Medicaid Waivers
4890 323632	Developmental Center Direct Care Support	2: Developmental Centers and Residential Facilities
5S20 590622	Medicaid Administration and Oversight	4: Administration

## Medicaid Waivers

This category of appropriations includes the major sources of funding for Medicaid waivers. Table 4 shows the line items included in this category and the recommended amounts.

<b>Table 4. Governor's Recommended Amounts for Medicaid Waivers</b>				
<b>Fund</b>	<b>ALI and Name</b>		<b>FY 2010</b>	<b>FY 2011</b>
<b>General Revenue Fund</b>				
GRF	322416	Medicaid Waiver – State Match	\$76,940,156	\$96,995,649
GRF	322504	Martin Settlement	\$36,841,819	\$36,841,819
<b>General Revenue Fund Subtotal</b>			<b>\$113,781,975</b>	<b>\$133,837,468</b>
<b>Federal Special Revenue Fund Group</b>				
3G60	322639	Medicaid Waiver – Federal	\$759,888,829	\$745,540,748
<b>Federal Special Revenue Fund Group Subtotal</b>			<b>\$759,888,829</b>	<b>\$745,540,748</b>
<b>State Special Revenue Fund Group</b>				
4K80	322604	Medicaid Waiver – State Match	\$12,000,000	\$12,000,000
5CT0	322632	Intensive Behavioral Needs	\$1,000,000	\$1,000,000
5Z10	322624	County Board Waiver Match	\$158,648,955	\$169,754,424
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$171,648,955</b>	<b>\$182,754,424</b>
<b>Total Funding: Medicaid Waivers</b>			<b>\$1,045,319,759</b>	<b>\$1,062,132,640</b>

### Medicaid Waiver Match (322416, 322604, 322624, and 322504)

This group of line items provides the match for waiver services that the Medicaid Program requires in order to draw down the federal financial participation. Three of the line items provide state match dollars and one is county board match. ODMRDD administers two home and community-based Medicaid waivers: the Individual Options (IO) and the Level One (L1). The primary goal of these waivers is to enable people with mental retardation or other developmental disabilities to remain in their homes or community-based settings by providing them with cost-effective services and support to maximize their quality of life while also ensuring their health and safety. These services also aim to increase the individual's skills, competencies, and self-reliance.

IO waiver services include homemaker/personal care, transportation, nutrition, social work, home-delivered meals, respite, adult day services, supported employment, and specialized medical, adaptive, assistive equipment, and supplies for noninstitutional settings. To receive IO waiver services, an individual must be eligible for Medicaid and have an ICF/MR level of care approved by the Department of Job and Family Services. The average cost of the IO waiver, in the aggregate, is not allowed to exceed the average cost of care in an ICF/MR. The individual is responsible for costs

associated with room and board (e.g., rent, utilities, food, etc.). In FY 2008, 13,512 people received IO waiver services. ODMRDD projects that 15,912 individuals in FY 2010 and 16,412 individuals in FY 2011 will receive IO waiver services.

L1 waiver services include homemaker/personal care services, transportation, supported employment, adult day services, and specialized medical, adaptive, assistive equipment, and supplies. The L1 waiver is designed to support individuals who, with a small amount of services, can stay at home and avoid more costly residential options (e.g., institutionalization). The L1 waiver has an annual cost cap of \$5,000 for most of the authorized services. In FY 2008, 4,752 people received L1 waiver services. ODMRDD projects that 7,193 individuals in FY 2010 and 8,393 individuals in FY 2011 will receive L1 waiver services.

GRF line item 322416, Medicaid Waiver – State Match, and line item 322604, Medicaid Waiver – State Match, are both used to provide state dollars to pay the nonfederal share of the IO and L1 Medicaid waiver services. For line item 322416, the executive recommends \$76.9 million in FY 2010, a 30% decrease from FY 2009 and \$97.0 million in FY 2011, a 26% increase over FY 2010. This line item has been reduced to reflect the estimated enhanced FMAP. Revenue to support line item 322604 comes from quarterly payments that ODMRDD will receive from the Department of Job and Family Services from the collection of the ICF/MR franchise fee. The executive recommendation requires that these dollars be used as state matching funds for home and community-based waivers. The executive recommends flat funding at the FY 2009 level of \$12 million in FY 2010 and FY 2011.

GRF line item 322504, Martin Settlement, provides state funding for home and community-based waivers in compliance with a federal class action law suit filed by the Ohio Legal Rights Service in 1989 that claimed undue segregation in institutions for individuals with MR/DD and waiting lists for people in need of services. The lawsuit sought integrated community residential services, specified that state programs should not discriminate against people with severe disabilities, and stated that integrated residential services should be developed. An agreement to settle the lawsuit was reached in 2006 and accepted by the court in March 2007. The result was the creation of 1,500 additional IO waiver slots that are to be filled by June 30, 2009. H.B. 119 of the 127th General Assembly appropriated GRF funding to enroll 600 individuals in FY 2008 and 900 individuals in FY 2009.

The executive recommends \$36.8 million in FY 2010 and FY 2011, a 63% increase over FY 2009. Appropriations in the previous biennium were enough to enroll the 600 required individuals in FY 2008 and the 900 required in FY 2009. The executive recommendation for the FY 2010-FY 2011 biennium will support all 1,500 waivers for each year of the biennium.

Line item 322624, County Board Waiver Match, is used to pay the county board's nonfederal share of Medicaid waiver expenditures. Revenues are payments received from county boards when a county board has exceeded its state allocation for the nonfederal share and must use local resources to pay their portion. The executive recommends \$158.6 million in FY 2010, an 8% increase over FY 2009 and \$169.8 million in FY 2011, a 7% increase over FY 2010.

The executive recommendation includes a provision that requires the Director of MR/DD to establish a methodology to be used in FY 2010 and FY 2011 to estimate the quarterly amount that each county board will pay of the nonfederal share of home and community-based waiver services for which the county board is responsible. The provision also requires the Director to provide written notice of the amount owed by each county and allows the Director to withhold from a county board, that fails to make the full payment by the time it is due, the unpaid amount from one or more state subsidies that ODMRDD would otherwise provide to the county board.

### **Intensive Behavioral Needs (322632)**

This line item is used to fund the Children with Intensive Behavioral Needs Program. Funding for this program in the FY 2010-FY 2011 biennium will be used to implement a new flexible, self-directed waiver that will serve 100 individuals. Self-direction of the waiver provides the individual with the freedom to select the package of services that best suits the individual's needs within a capped budget. ODMRDD intends to begin offering the flexible waiver in FY 2010. The executive recommends \$1.0 million for FY 2010 and FY 2011.

Funding for this program was originally established in Am. Sub. H.B. 562 of the 127th General Assembly. H.B. 562 requires 5.72% of ICF/MR franchise fees collected be deposited into the Children with Intensive Behavioral Needs Program Fund (Fund 5CT0) and further specifies that funds are to be used for programs established by ODMRDD for individuals under 21 years of age who have intensive behavioral needs. The executive recommendation reduces the percentage of ICF/MR franchise fees deposited into Fund 5CT0 to 3.78% in FY 2010 and 3.57% in FY 2011 and thereafter.

### **Medicaid Waiver – Federal (322639)**

This federal line item is used to pay home and community-based Medicaid waiver services. ODMRDD receives federal reimbursement for Medicaid waiver services and deposits it in the Medicaid Waiver Fund (Fund 3G60), which supports this line item. The federal government reimburses allowable expenditures based on a state's federal medical assistance percentage (FMAP). The United States Department of Health and Human Services Centers for Medicare and Medicaid determines the FMAP rate annually. For federal fiscal year (FFY) 2009, Ohio's FMAP rate is 62.14%. Under the program, state and local funds are used to "draw down" federal funds at the FMAP rate.

Thus, for every \$1 spent on Medicaid-eligible services, the federal government reimburses the state approximately \$.62. Administrative costs for running Medicaid-related programs (as compared to costs associated with direct health care services) are generally reimbursed at 50%. For waiver services, both state and local funds are used as match. For the period of October 1, 2008 through December 31, 2010, Ohio may receive additional federal Medicaid reimbursement, also known as enhanced FMAP. During this period, the enhanced FMAP may vary quarterly based on Ohio's unemployment rate. The executive has assumed an enhanced FMAP of 8.11% to 10.05%. The executive recommends \$759.9 million in FY 2010, a 41% increase over FY 2009 and \$745.5 million in FY 2011, a 2% decrease from FY 2010.

The executive recommendation includes a provision that requires the Director of MR/DD to submit a plan to the Director of Job and Family Services not later than December 31, 2009, with recommendations for actions to be taken addressing the fiscal sustainability of home and community-based services provided under Medicaid programs administered by ODMRDD.

## Developmental Centers and Residential Facilities

This category of appropriations includes the major sources of funding for developmental centers and residential facilities. Table 5 shows the line items included in this category and the recommended amounts.

<b>Table 5. Governor's Recommended Amounts for Developmental Centers and Residential Facilities</b>				
<b>Fund</b>	<b>ALI and Name</b>		<b>FY 2010</b>	<b>FY 2011</b>
<b>General Revenue Fund</b>				
GRF	322647	ICF/MR Franchise Fee – Developmental Centers	\$5,600,000	\$7,500,000
GRF	323321	Developmental Centers and Residential Facilities Operation Expenses	\$72,874,333	\$80,147,778
<b>General Revenue Fund Subtotal</b>			<b>\$78,474,333</b>	<b>\$87,647,778</b>
<b>General Services Fund Group</b>				
1520	323609	Developmental Center and Residential Operating Services	\$2,500,000	\$2,600,000
<b>General Services Fund Group Subtotal</b>			<b>\$2,500,000</b>	<b>\$2,600,000</b>
<b>Federal Special Revenue Fund Group</b>				
3A40	323605	Developmental Center and Residential Facility Services and Support	\$167,503,941	\$162,857,712
<b>Federal Special Revenue Fund Group Subtotal</b>			<b>\$167,503,941</b>	<b>\$162,857,712</b>
<b>State Special Revenue Fund Group</b>				
4890	323632	Developmental Center Direct Care Support	\$15,395,774	\$15,395,684
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$15,395,774</b>	<b>\$15,395,684</b>
<b>Total Funding: Developmental Centers and Residential Facilities</b>			<b>\$263,874,048</b>	<b>\$268,501,174</b>

### ICF/MR Franchise Fee – Developmental Centers (322647)

This new GRF line item will be used to pay ICF/MR franchise fees for developmental centers to the Department of Job and Family Services. ICFs/MR are required to pay an annual franchise permit fee that is shared between ODMRDD and the Department of Job and Family Services to be used for the Medicaid program and for home and community-based services for persons with MR/DD. H.B. 562 of the 127th General Assembly increased the FY 2009 ICF/MR franchise fee from \$9.63 per bed per day to \$11.98 per bed per day and requires that these fees be adjusted annually for inflation beginning July 1, 2009. The executive recommendation includes a provision that would increase the ICF/MR franchise permit fee to \$14.25 per bed per day with the money raised being deposited into the following state special revenue funds: Mentally Retarded and Developmentally Disabled Fund used by the Department of Job and

Family Services, Children with Intensive Behavioral Needs (Fund 5CT0), and Operating and Services (Fund 5GE0).

### **Developmental Center and Residential Facilities Operation Expenses (323321)**

This GRF line item is used to provide the state match for Medicaid expenses of ODMRDD's ten developmental centers. Table 6 shows each of the state's developmental centers' census as of February 23, 2009 and the centers' staffing levels.

<b>Developmental Center</b>	<b>Census as of 2/23/2009</b>	<b>Staff</b>
Cambridge	103	199
Columbus	137	312
Gallipolis	233	482
Montgomery	101	193
Mount Vernon	203	436
Northwest	145	347
Southwest	117	218
Tiffin	160	367
Warrensville	146	350
Youngstown	107	239
<b>Total</b>	<b>1,452</b>	<b>3,143</b>

Developmental centers are primarily funded with GRF, federal Medicaid funds, and resident resources. The vast majority of developmental center residents are Medicaid-eligible. The executive recommends funding of \$72.9 million in FY 2010, a 24% decrease from FY 2009 and \$80.1 million in FY 2011, a 10% increase over FY 2010. The reduction in this line item reflects the expected enhanced FMAP revenue that will be deposited in line item 323605, Developmental Center and Residential Facility Services and Support.

### **Developmental Center and Residential Operating Services (323609)**

This line item is used for expenses at ODMRDD's developmental centers. Revenues generated from things such as leasing land or space at a developmental center or service payments for some private residents, are deposited into the Miscellaneous Revenue Fund (Fund 1520), which supports this line. While amounts for private pay residents were collected in the past, the number of private pay individuals has been increasing. Northwest Ohio and Southwest Ohio developmental centers have units dedicated to individuals who are hard to serve and not Medicaid-eligible. The executive recommends funding of \$2.5 million in FY 2010, a 174% increase over FY 2009

and \$2.6 million in FY 2011, a 4% increase over FY 2010. The increased appropriation will be used to meet the payroll needs of the developmental centers that serve private pay individuals.

### **Developmental Center and Residential Facility Services and Support (323605)**

This federal line item is used to pay operating expenses at ODMRDD's developmental centers. A large portion of ODMRDD's developmental center expenses are reimbursable under the Medicaid Program. The federal government reimburses allowable expenditures based on a state's federal medical assistance percentage (FMAP). The United States Department of Health and Human Services Centers for Medicare and Medicaid determines the FMAP rate annually. For federal fiscal year (FFY) 2009, Ohio's FMAP rate is 62.14%. Under the program, state and local funds are used to "draw down" federal funds at the FMAP rate. Thus, for every \$1 spent on Medicaid-eligible services, the federal government reimburses the state approximately \$.62. Administrative costs for running Medicaid-related programs (as compared to costs associated with direct health care services) are generally reimbursed at 50%. For services provided at developmental centers, state dollars are used to match federal dollars at the FMAP rate. For the period of October 1, 2008 through December 31, 2010, Ohio may receive additional federal Medicaid reimbursement, also known as enhanced FMAP. During this period, the enhanced FMAP may vary quarterly based on Ohio's unemployment rate. The executive has assumed an enhanced FMAP of 8.11% to 10.05%. The executive recommends \$167.5 million in FY 2010, a 22% increase over FY 2009 and \$162.9 million in FY 2011, a 3% decrease from FY 2010.

### **Developmental Center Direct Care Support (323632)**

This line item is used to offset an individual's cost of care while in a developmental center. Revenues are generated from client resources, such as Social Security, or payments made by the county for a person not eligible for Medicaid, which are deposited into the Mental Retardation Operating Fund (Fund 4890). Seventy percent of the residents receive social security, of which a portion is turned over to the state to offset the cost of care. Social Security revenue averages \$580 per month per resident, or about \$8.3 million per year. The remaining 30% of the residents are eligible for Supplemental Security Income (SSI), which has a minimal \$30 payment if the recipient is institutionalized in a Medicaid-funded facility. The state does not take any portion of SSI. The executive recommends \$15.4 million in FY 2010 and FY 2011, a 4.9% increase over FY 2009.

## Community-Based Services

This category of appropriations includes the major sources of funding for community-based services provided by the county MR/DD boards. Table 7 shows the line items included in this category and the recommended amounts.

<b>Table 7. Governor's Recommended Amounts for Community-Based Services</b>				
<b>Fund</b>	<b>ALI and Name</b>		<b>FY 2010</b>	<b>FY 2011</b>
<b>General Revenue Fund</b>				
GRF	322413	Residential and Support Services	\$5,854,555	\$5,854,555
GRF	322451	Family Support Services	\$6,591,953	\$6,591,953
GRF	322501	County Board Subsidies	\$79,387,497	\$49,338,483
GRF	322503	Tax Equity	\$14,000,000	\$14,000,000
GRF	322646	MR/DD – Federal Stimulus	\$0	\$23,185,824
<b>General Revenue Fund Subtotal</b>			<b>\$105,834,005</b>	<b>\$98,970,815</b>
<b>Federal Special Revenue Fund Group</b>				
3A50	320613	DD Council	\$2,891,473	\$2,963,760
3250	322612	Community and Social Service Programs	\$10,494,451	\$10,494,451
3M70	322650	CAFS Medicaid	\$28,465,980	\$29,349,502
<b>Federal Special Revenue Fund Group Subtotal</b>			<b>\$41,851,904</b>	<b>\$42,807,713</b>
<b>State Special Revenue Fund Group</b>				
2210	322620	Supplemental Service Trust	\$150,000	\$150,000
5DJ0	322625	Targeted Case Management Match	\$14,881,985	\$13,716,454
5DJ0	322626	Targeted Case Management Services	\$29,926,640	\$31,123,705
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$44,958,625</b>	<b>\$44,990,159</b>
<b>Total Funding: Community-Based Services</b>			<b>\$192,644,534</b>	<b>\$186,768,687</b>

### Residential and Support Services (322413)

This GRF line item is used to provide subsidies to county MR/DD boards for residential and support services, to implement the requirements of the Sermak consent decree, and to provide a small amount of state match for the Individual Options (IO) waiver. (For more information on IO waivers, see "Medicaid Waiver Match" under the Medicaid Waivers category.)

The Sermak consent decree stems from a 1980 class action law suit filed by the Ohio Legal Rights Service (OLRS) alleging that individuals with MR/DD were being discharged from state-operated institutions to nursing facilities that were not certified to provide for their care. In March 2000, a settlement was reached that provided IO waivers and funding for specialized services and other needs such as evaluations and equipment. OLRS has worked to ensure that class members wanting to move from

a nursing facility are placed in community settings with the appropriate service supports. Those who remained in nursing facilities are being provided with specialized services. OLRS provides ongoing monitoring of the specialized service needs of the remaining class members in nursing facilities and monitoring of any new class members placed in nursing facilities from developmental centers. The executive recommends \$5.9 million in FY 2010 and FY 2011, a 4% increase over FY 2009.

### **Family Support Services (322451)**

This GRF line item provides funding for the family support subsidy. These subsidy dollars are provided to ensure the availability of supports so people may live as they choose while promoting their health, safety, and welfare. The dollars are intended to provide help and supports for the families of these individuals in reaching those goals. The primary goal for families receiving these dollars is to care for the family member with MR/DD in their own homes. The supports provided are to enhance the quality of life for the entire family unit, and include: respite care, adaptive equipment, home modifications to accommodate the family member with a disability, special diets, and other services and items that are individualized to meet the needs of the family. In order to access these dollars, the family must be caring for the person with MR/DD at home and the individual must be eligible for services through their local county MR/DD board. The executive recommends \$6.6 million for FY 2010 and FY 2011, a 4.4% increase over FY 2009. In FY 2009, through executive ordered budget reductions, this line item was reduced by 9%. The 4.4% increase will enable the county boards to restore some of the services that were scaled back in FY 2009 due to the budget reductions.

### **County Boards and MR/DD – Federal Stimulus Subsidies (322501 and 322646)**

GRF line item 322501, County Boards Subsidies, is used to provide subsidy dollars to county MR/DD boards to assist with administrative costs and costs of services provided by the board. This subsidy can be used for county board operating expenses, supported living services, service and support administration for county residents, and waiver match. The executive recommends \$79.4 million for FY 2010, a 37% increase over the FY 2009 adjusted appropriation and \$49.3 million for FY 2011, a 38% decrease from FY 2010.

The Supported Living Program enables individuals with MR/DD to live in community settings with other individuals with disabilities. Current law limits the number of nonrelated individuals who may live in this type of setting to three; the executive recommendation increases the limit to four. Each supported living recipient, with the assistance of family or other advocates, designs the service package necessary for support in the individual's setting of choice. The goal is to maximize each consumer's potential for independence and self-determination. Services may be

provided in the home of the individual, who lives on their own, or in the family home in which the individual resides. Supported living service providers are certified by ODMRDD.

Service and support administration (SSA), formerly called "case management," must be provided by each county board to each county resident with MR/DD age three years or older and to each individual receiving home and community-based Medicaid waiver services. SSA is a process that includes linking individuals and families to needed services and supports in eligibility determination and assessment, individual service plan development and revision, service access and placement, assistance in provider selection, service coordination, monitoring and individual quality assurance, and crisis intervention.

GRF line item 322646, MR/DD Subsidy – Federal Stimulus, is new and will be used to supplement line item 322501, County Board Subsidies. These dollars will be distributed to county boards to offset the reduction in line item 322501 in FY 2011. The executive recommends \$23.2 million in FY 2011 only.

The original FY 2009 appropriation for line item 322501 was \$87.3 million; the FY 2009 adjusted appropriation is \$58.0 million, a 30% reduction. When considering line items 322501 and 322646 together, the FY 2010 appropriation for line item 322501 (\$79.4 million) is a 10% decrease from the FY 2009 original appropriation, and the combined FY 2011 appropriations for line items 322501 and 322646 is \$72.5 million, a 9% decrease from the FY 2010 appropriation for 322501. Even with the increase in line item 322501 in FY 2010 compared to the adjusted appropriation in FY 2009, and the additional federal stimulus dollars in FY 2011, the county subsidy for FY 2010 and FY 2011 is less than the FY 2009 original appropriation of \$87.3 million for line item 322501.

### **Tax Equity (322503)**

This GRF line item is used to provide tax equity to county MR/DD boards. This funding helps equalize local tax levy revenues for tax-poor counties to ensure that adult services are available statewide and are not limited because of a county's inability to raise local levy funds. The executive recommends flat funding at the FY 2009 level of \$14 million for FY 2010 and FY 2011. ODMRDD will be able to maintain current levels of support for the county MR/DD boards provided through this line item. These dollars are disbursed in quarterly installments and are used for the purposes of paying the nonfederal share of Medicaid expenditures. The executive recommendation specifies that if the Director of MR/DD determines that sufficient appropriation is available, this line item will be used to pay each county board an amount equal to what was received in FY 2009. If the Director determines that the appropriation is not sufficient, the amount provided will be proportionate to what each county received in FY 2009.

**DD Council (320613)**

This federal line item supports the operational expenses for the Ohio Developmental Disabilities Council (ODDC), which is a planning and advocacy body committed to community inclusion for people with developmental disabilities. ODDC is part of a national network of state councils and consists of 25 members appointed by the Governor. Members are people with developmental disabilities, parents and guardians of people with developmental disabilities, and representatives from concerned state agencies, nonprofit organizations, and agencies that provide services to people with developmental disabilities. Members serve in a voluntary capacity. ODDC operates through six committees and relies on professional support staff to handle the day-to-day operations, administration, planning, advocacy, and project monitoring.

ODDC receives federal funding for innovative advocacy, capacity building, and systems change activities. These activities are designed to contribute to a coordinated system of services, supports, and other assistance that is centered around and driven by individuals with developmental disabilities and their families. ODMRDD was selected by the Governor to receive, account for, and disburse funds in accordance with Ohio's federally required state plan. Ohio's state plan addresses federal areas of interest including education and early intervention, quality assurance, child care, health, employment, housing, transportation, recreation, and other services available or offered to individuals in the community. ODMRDD is also required by statute (R.C. 5123.35) to provide assurances and administrative support services as a condition of receiving federal assistance.

ODDC disburses federal funds through grants and contracts for the provision of services that are needed by, or are useful to, individuals with MR/DD living in the community. ODDC monitors progress with each project that receives grant funding. Progress is measured through site visits and quarterly reports from grantees. ODDC annually reports results of its activities to the Federal Administration on Developmental Disabilities.

The executive recommends \$2.9 million in FY 2010, a 5% increase over FY 2009 and \$3.0 million in FY 2011, a 3% increase over FY 2010.

**Community and Social Service Programs (322612)**

This federal line item contains Social Services Block Grant (Title XX) funds that are used for community-based services. Title XX funds are received by the Department of Job and Family Services, which keeps 72.5% and distributes the remainder; 14.5% goes to ODMRDD and 12.9% goes to the Department of Mental Health. States are given wide discretion in determining which services will be provided with these funds. Title XX funds are allocated to states on the basis of population. ODMRDD received approximately \$9.7 million in Title XX funds in FY 2009. These funds are used to

supplement the costs associated with initiating and maintaining guardianships, trusteeships, and protectorships for certain individuals with MR/DD, and to provide grants for infants and families with disabilities living in the community. The fund that supports this line item also contains several other smaller federal grants.

The executive recommends \$10.5 million in FY 2010 and FY 2011, a 4% decrease from FY 2009. The decrease is attributable to several of the smaller federal grants that were time-limited ending during the FY 2008-FY 2009 biennium.

### **CAFS Medicaid (322650)**

This federal line item provides the funding mechanism for the Community Alternative Funding System (CAFS) Program as it continues to phase out. The CAFS Program was terminated at the end of FY 2005. Appropriations for FY 2010 and FY 2011 are for residual claiming that will occur during the biennium. Once all CAFS audits are complete, the Community Alternative Funding System Fund (Fund 3M70), from which this line item receives appropriations, will be eliminated. The executive recommends \$28.5 million in FY 2010, a 221% increase over FY 2009 and \$29.3 million in FY 2011, a 3% increase over FY 2010.

### **Supplemental Service Trust (322620)**

This line item is used for community-based services that are not allowable under Medicaid, such as reimbursements for attendance at recreational events, travel, vacations, sports, elective medical or dental care, gym memberships, etc. When an individual with a supplemental service trust dies, 50% of the remaining funds in the trust are paid to ODMRDD and deposited into the Supplemental Service Trust Fund (Fund 2210). ODMRDD then returns those dollars to the county MR/DD board in the individual's county of origin. The annual revenue the fund receives depends on the number of individuals who hold such a trust at the time of death. The executive recommends flat funding at the FY 2009 level of \$150,000 in FY 2010 and FY 2011.

### **Targeted Case Management Match and Services (322625 and 322626)**

Line item 322625, Targeted Case Management Match, is used to pay to the Department of Job and Family Services the nonfederal share of targeted case management services received from county MR/DD boards. The executive recommends funding of \$14.9 million in FY 2010, a 30% increase over FY 2009 and \$13.7 million in FY 2011, an 8% decrease from FY 2010. The executive recommendation made adjustments to these line items in response to the federal stimulus package. However, the appropriated amounts may be more than is necessary to draw down all available federal reimbursement.

Line item 322626, Targeted Case Management Services, is used to reimburse county MR/DD boards for the nonfederal portion of targeted case management services paid by the county board plus the federal reimbursement that ODMRDD receives from the Department of Job and Family Services. The executive recommends funding of \$29.9 million in FY 2010, a 5% increase over FY 2009 and \$31.1 million in FY 2011, a 4% increase over FY 2010.

Targeted case management refers to case management services that assist individuals with MR/DD in accessing the needed medical, social, educational, or other services. The goal of this program is to assist consumers in accessing the necessary services and supports that increase an individual's skills, competencies, and self-reliance through the development of an individualized service plan. ODMRDD and the county boards monitor service providers to ensure that services are being provided in a manner consistent with standards established in state statute and administrative rule.

The executive recommendation includes a provision that specifies that county boards are required to pay the nonfederal portion of targeted case management services to ODMRDD and requires the Director of MR/DD to withhold any amount owed from subsequent payments from any appropriation item or money otherwise due to the nonpaying county.

## Administration

This category of appropriations includes the major sources of funding for ODMRDD's operational and administrative expenses. Table 8 shows each line item in this category and recommended amounts.

<b>Table 8. Governor's Recommended Amounts for Administration</b>				
<b>Fund</b>	<b>ALI and Name</b>		<b>FY 2010</b>	<b>FY 2011</b>
<b>General Revenue Fund</b>				
GRF	320321	Central Administration	\$5,485,000	\$5,485,500
GRF	320412	Protective Services	\$2,558,619	\$2,558,619
GRF	320415	Lease – Rental Payments	\$21,626,800	\$22,360,300
<b>General Revenue Fund Subtotal</b>			<b>\$29,670,419</b>	<b>\$30,404,419</b>
<b>General Services Fund Group</b>				
4880	322603	Provider Audit Refunds	\$10,000	\$10,000
<b>General Services Fund Group Subtotal</b>			<b>\$10,000</b>	<b>\$10,000</b>
<b>State Special Revenue Fund Group</b>				
5GE0	320606	Operating and Services	\$3,760,504	\$7,521,008
5DK0	322629	Capital Replacement Facilities	\$750,000	\$750,000
5EV0	322627	Program Fees	\$700,000	\$700,000
5H00	322619	Medicaid Repayment	\$150,000	\$150,000
5S20	590622	Medicaid Administration and Oversight	\$17,585,557	\$18,214,835
<b>State Special Revenue Fund Group Subtotal</b>			<b>\$22,946,061</b>	<b>\$27,335,843</b>
<b>Total Funding: Administration</b>			<b>\$52,626,480</b>	<b>\$57,750,262</b>

### Central Administration (320321)

This GRF line item supports central office operating expenses and is used to carry out the necessary day-to-day operations of ODMRDD in support of its program activities. Funds are used for staffing, maintenance, supplies, and equipment needed to carry out ODMRDD's mission and ensure compliance with state and federal laws. The executive recommends flat funding at the FY 2009 level of \$5.5 million for FY 2010 and FY 2011. ODMRDD will be able to maintain its current central office operations.

The executive recommendation includes a provision that would require ODMRDD, along with eight other agencies and the Governor's Office, to participate in the Service Coordination Workgroup to develop procedures for coordinating services to individuals under age 21 and their families. The Workgroup would be required to submit a report to the Governor, not later than July 31, 2009, with recommendations for implementing the procedures.

**Protective Services (320412)**

This GRF line item is used to pay costs associated with guardianships, trusteeships, and protectorships for individuals with MR/DD. Protective services refer to the provision of services by a contract agency that performs the duties otherwise fulfilled by a guardian, trustee, or conservator. An individual acting in this capacity provides guidance, service, and encouragement of the development of maximum self-reliance while also ensuring health and safety. Individuals receiving these services must undergo a comprehensive evaluation that includes psychological and medical exams, as well as a social history. ODMRDD contracts with Advocacy and Protective Services, Inc. (APSI), a nonprofit agency, for these services.

The executive recommends flat funding at the FY 2009 level of \$2.6 million for FY 2010 and FY 2011. ODMRDD will be able to maintain its current contract with APSI through the FY 2010-FY 2011 biennium.

**Lease – Rental Payments (320415)**

This GRF line item is used to make debt service payments on bonds issued for long-term capital construction projects. The Office of Budget and Management calculates the amount needed for each fiscal year to fulfill these obligations. The executive recommends \$21.6 million for FY 2010, a 6% increase over FY 2009 and \$22.4 million for FY 2011, a 3% increase over FY 2010.

**Provider Audit Refunds (322603)**

This line item is used to support central office administrative expenses. The moneys in the fund that support this line item are previously collected reimbursement of the state share of overpayments to providers following an audit. The executive recommends flat funding at the FY 2009 level of \$10,000 for FY 2010 and FY 2011.

**Operating and Services (320606)**

This new line item will be used to support ODMRDD's operating and service expenses not related to developmental centers. The executive recommendation includes a franchise fee assessment for developmental centers. ODMRDD will pay the Department of Job and Family Services the fee with GRF line item 322647, ICF/MR Franchise Fee – Developmental Centers. The Department of Job and Family Services will then return 21.33% in FY 2010 and 25.76% in FY 2011 of the fee to ODMRDD, which is to be deposited into the Operating and Services Fund (Fund 5GE0), which supports line item 320606. Beginning in FY 2012, ODMRDD will also receive federal reimbursement for the franchise fees, which will also be deposited into Fund 5GE0. The executive recommends \$3.8 million for FY 2010 and \$7.5 million for FY 2011.

**Capital Replacement Facilities (322629)**

This line item provides financial assistance to county MR/DD boards or nonprofit agencies for the purchase or renovation of community housing for individuals with MR/DD. After 15 years, the state share of the loan is forgiven. However, the recipient of such assistance may apply for approval to sell the facility before the terms of the agreement expire for the purpose of acquiring a replacement facility to be used to provide services to individuals it serves. After selling the facility, the local entity is required to return to ODMRDD a prorated amount of the state assistance based on the unexpired term of the agreement. The repayment of the prorated state share of funding is deposited in the Capital Replacement Facilities Fund (Fund 5DK0), which supports this line item. Once a replacement facility is purchased, the funds may be returned to the county board to offset the cost of the purchase. However, if a replacement facility is not purchased, then the funds are used to support ODMRDD's community construction projects. The executive recommends flat funding at the FY 2009 level of \$750,000 in FY 2010 and FY 2011.

**Program Fees (322627)**

This line item is used to fund the certification, registration, and renewal procedures required for employment with a county MR/DD board and provides continuing education and professional training to county board employees. This line item is also used for operating the supported living provider certification program and for licensing and inspecting residential facilities. Fees paid to ODMRDD for employee certification and registration, licensing of residential facilities, and provider certification are deposited into the Program Fees Fund (Fund 5EV0), which supports this line item.

The executive recommends \$700,000 in FY 2010 and FY 2011, \$680,000 more than the FY 2009 appropriation. The recommended funding level represents estimated revenue from a revised provider certification rule that ODMRDD is in the process of instituting. Under the new rule, a provider desiring to be certified must pay a fee based on the size of the provider; currently, ODMRDD does not charge for certification. These funds will be used to offset the payroll costs of ODMRDD certification staff.

The executive recommendation includes a provision that transfers the cash balance in the Conference/Training Fund (Fund 4B50) to the Program Fee Fund (Fund 5EV0), which supports this line item, and cancels any existing encumbrances against line item 320640, Training and Service Development, and re-establish and reappropriate them against this line item.

**Medicaid Repayment (322619)**

This line item is used to pay the Department of Job and Family Services the federal portion of collections of overpayments to Medicaid providers discovered during an audit. The executive recommends \$150,000 in FY 2010 and FY 2011, \$140,000 more

than the FY 2009 appropriation. The Department of Job and Family Services plans to increase service utilization reviews which will likely identify a greater amount of overpayments to providers.

### **Medicaid Administration and Oversight (590622)**

This line item is used to fund the expenses of ODMRDD's Medicaid Policy Development and Administration division, which provides administration and oversight for all Medicaid services. Administrative and oversight services may include staff, systems, and other resources dedicated to eligibility determinations, training, fiscal management, claims processing, quality assurance, and other such duties identified by ODMRDD. County MR/DD boards pay ODMRDD a 1.5% fee on the value of all Medicaid-paid claims. Seventy percent of the fee revenue is deposited into the Administration and Oversight Fund (Fund 5S20), which supports this line item; the Department of Job and Family Services receives the remaining 30%. The executive recommends \$17.6 million in FY 2010, a 55% increase over FY 2009 and \$18.2 million in FY 2011, a 4% increase over FY 2010. The increased funding is based on ODMRDD's expectation that waiver enrollment and the cost of services will increase over the FY 2010-FY 2011 biennium.

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**General Revenue Fund**

**GRF 320321 Central Administration**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$9,378,560	\$9,268,890	\$8,756,804	\$5,485,500	<b>\$5,485,500</b>	<b>\$5,485,500</b>
	-1.2%	-5.5%	-37.4%	<b>0.0%</b>	<b>0.0%</b>

**Source:** GRF

**Legal Basis:** Section 337.20 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 215 of the 122nd G.A.)

**Purpose:** This line item supports central office operating expenses.

**GRF 320412 Protective Services**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$2,463,000	\$2,463,000	\$2,736,476	\$2,558,619	<b>\$2,558,619</b>	<b>\$2,558,619</b>
	0.0%	11.1%	-6.5%	<b>0.0%</b>	<b>0.0%</b>

**Source:** GRF

**Legal Basis:** ORC 5123.56; Section 337.20 of Am. Sub. H.B. 119 of the 127th G.A. (originally established as ORC 5119.86 by Am. Sub. H.B. 284 of the 109th G.A.; renumbered ORC 5123.56 by Am. Sub. H.B. 900 of the 113th G.A.)

**Purpose:** This line item is used to pay costs associated with guardianships, trusteeships, and protectorships for persons with MR/DD. ODMRDD contracts with Advocacy and Protective Service, Inc. (APSI), a non-profit agency, for these services.

**GRF 320415 Lease-Rental Payments**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$22,340,731	\$24,414,958	\$23,368,304	\$20,504,500	<b>\$21,626,800</b>	<b>\$22,360,300</b>
	9.3%	-4.3%	-12.3%	<b>5.5%</b>	<b>3.4%</b>

**Source:** GRF

**Legal Basis:** Section 337.20 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

**Purpose:** This line item is used to make debt service payments on bonds issued for long-term capital construction projects.

**GRF 322405 State Use Program**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$14,791	\$0	\$0	\$0	\$0	\$0

**Source:** GRF

**Legal Basis:** Discontinued line item (originally established by Am. S.B. 430 of the 111th G.A.)

**Purpose:** This line item was used to pay the expenses of the State Use Committee. The Committee approves suitable products and services that are provided by non-profit workshops that employ individuals with severe disabilities.

Am. Sub. H.B. 66 of the 126th G.A. transferred the State Use program from ODMRDD to the Department of Administrative Services.

**GRF 322413 Residential and Support Services**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$6,890,156	\$6,306,681	\$6,433,533	\$5,608,047	\$5,854,555	\$5,854,555
	-8.5%	2.0%	-12.8%	4.4%	0.0%

**Source:** GRF

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 117 of the 121st G.A.)

**Purpose:** This line item is used to provide subsidies to county MR/DD boards for residential and support services, to implement the requirements of the Sermak consent decree, and to provide a small amount of state match for the Individual Options waiver.

**GRF 322416 Medicaid Waiver - State Match**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$106,181,843	\$111,103,709	\$110,132,591	\$109,551,380	\$76,940,156	\$96,995,649
	4.6%	-0.9%	-0.5%	-29.8%	26.1%

**Source:** GRF

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 95 of the 125th G.A.)

**Purpose:** This line item provides state funding for the Individual Options and Level 1 home and community-based Medicaid waivers.

**GRF 322417 Supported Living**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$43,303,208	\$43,235,162	\$0	\$0	\$0	\$0
	-0.2%				

**Source:** GRF

**Legal Basis:** Discontinued line item (originally established by Am. Sub. H.B. 95 of the 125th G.A.)

**Purpose:** This line item was used for the Supported Living Program. That program provides direct subsidies to county MR/DD boards to support community-based, residential services. Funding for this program is now included in line item 322501, County Boards Subsidies.

**GRF 322451 Family Support Services**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$6,836,353	\$7,053,157	\$6,938,898	\$6,314,397	\$6,591,953	\$6,591,953
	3.2%	-1.6%	-9.0%	4.4%	0.0%

**Source:** GRF

**Legal Basis:** ORC 5126.11; Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A.(originally established by Am. Sub. S.B. 21 of the 112th G.A.)

**Purpose:** This line item funds the Family Support Services Program which provides assistance to individuals with MR/DD and their families who are living in the community.

**GRF 322452 Service and Support Administration**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$8,672,730	\$8,672,723	\$0	\$0	\$0	\$0
	0.0%				

**Source:** GRF

**Legal Basis:** Discontinued line item (originally established by Sub. H.B. 403 of the 117th G.A.)

**Purpose:** This line item supported service and support administration activities throughout Ohio. Moneys were allocated to county MR/DD boards to bring state funding for all approved service and support administrators to the level authorized in ORC 5126.15(C). Funding for these activities is now included in line item 322501, County Boards Subsidies.

**GRF 322501 County Boards Subsidies**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$31,337,721	\$31,296,087	\$87,270,048	\$57,964,005	\$79,387,497	\$49,338,483
	-0.1%	178.9%	-33.6%	37.0%	-37.9%

**Source:** GRF

**Legal Basis:** ORC 5126.12; Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established as ORC 5127.03 by H.B. 1 of the 100th G.A. and subsequently renumbered)

**Purpose:** This line item provides subsidy dollars to the county MR/DD boards to assist with administrative costs and costs of services provided by the board. This line item can be used for county board operating expenses, supported living services, service and support administration for county residents, and waiver match.

**GRF 322503 Tax Equity**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$14,000,000	\$14,008,173	\$14,000,000	\$14,000,000	\$14,000,000	\$14,000,000
	0.1%	-0.1%	0.0%	0.0%	0.0%

**Source:** GRF

**Legal Basis:** ORC 5126.18; Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established in Am. Sub. H.B. 95 of the 125th G.A.)

**Purpose:** This line item is used to fund the Tax Equalization Program created under section 5126.18 of the Revised Code. This program helps to equalize funding among county boards of MR/DD by providing additional funding to tax-poor county boards.

**GRF 322504 Martin Settlement**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$0	\$1,971,126	\$22,675,901	\$36,841,819	\$36,841,819
			1050.4%	62.5%	0.0%

**Source:** GRF

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A.

**Purpose:** This line item provides state funding for home and community-based waivers in compliance with the Martin Settlement.

**GRF 322646 MR/DD Subsidy-Federal Stimulus**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$0	\$0	\$0	\$0	\$23,185,824

**Source:** GRF

**Legal Basis:** Section 337.10 of Sub. H.B. 1 of the 128th G.A., as proposed

**Purpose:** This line item will be distributed to county MR/DD boards and will be used to supplement line item 322501, County Board Subsidies.

**GRF 322647 ICF/MR Franchise Fee- Developmental Centers**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$0	\$0	\$0	\$5,600,000	\$7,500,000
					33.9%

**Source:** GRF

**Legal Basis:** Section 337.10 of H.B. 1 of the 128th G.A., as proposed

**Purpose:** This line item will be used to pay the developmental center franchise fee to the Department of Job and Family Services.

**GRF 323321 Developmental Center and Residential Facilities Operation Expenses**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$104,561,813	\$98,456,493	\$103,969,500	\$95,247,156	\$72,874,333	\$80,147,778
	-5.8%	5.6%	-8.4%	-23.5%	10.0%

**Source:** GRF

**Legal Basis:** Section 337.40 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 215 of the 122nd G.A.)

**Purpose:** This line item is used to provide state match for Medicaid expenses of ODMRDD's ten developmental centers.

## General Services Fund Group

### 4B50 320640 Training and Service Development

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$35,861	\$4,256	\$4,902	\$100,000	\$0	\$0
	-88.1%	15.2%	1940.1%		

**Source:** GSF: Fees assessed to participants of various conference and training activities

**Legal Basis:** Discontinued line item (originally established by Controlling Board on November 20, 1989)

**Purpose:** This line item was used for training expenses.

### 4880 322603 Provider Audit Refunds

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$21,869	\$11,025	\$10,000	\$10,000	\$10,000
	N/A	-49.6%	-9.3%	0.0%	0.0%

**Source:** GSF: Previously collected reimbursement of overpayments to providers following an audit

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 298 of the 119th G.A.)

**Purpose:** This line item supports central office administrative expenses.

### 4U40 322606 Community MR and DD Trust

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$50,000	\$0	\$0	\$0	\$0
	N/A				

**Source:** GSF: GRF funds not spent, with the exception of debt service, at the end of the fiscal year

**Legal Basis:** Discontinued line item (originally established by Am. Sub. S.B. 21 of the 120th G.A.)

**Purpose:** This line item was used to provide temporary funding to county boards of MR/DD to support behavioral or short-term interventions, emergency respite care services, family support services, supported living, staff training, early childhood services, or contracts with providers of residential services to maintain persons with MR/DD in their programs and avoid institutionalization.

**4V10 322611 Family and Children First**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$33,082	\$0	\$0	\$0	\$0	\$0

**Source:** GSF: Transfers from various state agencies

**Legal Basis:** Discontinued line item (originally established by Controlling Board in 1995)

**Purpose:** This line item was used to provide operating support for the Family and Children First Council. Am. Sub. H.B. 66 of the 126th G.A. transferred the administrative duties and funding of the Ohio Family and Children First Cabinet Council (OFCF) to the Ohio Department of Mental Health (ODMH). All initiatives of the OFCF are funded through the participating state agencies and come from a variety of funding sources.

**4J60 322645 Intersystem Services for Children**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$461,663	\$0	\$0	\$0	\$0	\$0

**Source:** GSF: Funds transferred from the Ohio Department of Education

**Legal Basis:** Discontinued line item (originally established by Am. Sub. H.B. 117 of the 121st G.A. )

**Purpose:** This line item was used to support direct grants to county Family and Children First Councils. This program was transferred to the Ohio Department of Mental Health.

**1520 323609 Developmental Center and Residential Operating Services**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$466,412	\$277,885	\$220,230	\$912,176	\$2,500,000	\$2,600,000
	-40.4%	-20.7%	314.2%	174.1%	4.0%

**Source:** GSF: Revenues generated from leasing land and space at developmental centers and the sale of goods and services by developmental centers

**Legal Basis:** Section 337.40 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Controlling Board in June 1980)

**Purpose:** This line item is used for expenses at ODMRDD's developmental centers.

**Federal Special Revenue Fund Group**

**3A40 320605 Administrative Support**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$7,082,409	\$11,443,664	\$157,820	\$0	\$0	\$0
	61.6%	-98.6%			

**Source:** FED: CFDA 93.778, Medical Assistance Program (federal Medicaid reimbursement)

**Legal Basis:** Discontinued line item (originally established by H.B. 204 of the 113th G.A.)

**Purpose:** This line item was used to support central office administrative expenses.

**3A50 320613 DD Council**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$858,093	\$866,437	\$1,808,143	\$2,743,630	\$2,891,473	\$2,963,760
	1.0%	108.7%	51.7%	5.4%	2.5%

**Source:** FED: CFDA 93.630, Developmental Disabilities Basic Support and Advocacy Grants

**Legal Basis:** Section 337.20 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Controlling Board on April 25, 1980)

**Purpose:** This line item funds the operating expenses for the Ohio Developmental Disabilities Council.

**3250 320634 Protective Services**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$100,000	\$100,000	\$0	\$0	\$0	\$0
	0.0%				

**Source:** FED: Title XX funds the Department receives from the Ohio Department of Job and Family Services

**Legal Basis:** Discontinued line item (originally established as ORC 5119.86 by Am. Sub. H.B. 284 of the 109th G.A. and subsequently renumbered)

**Purpose:** This line item was used to supplement the costs associated with initiating and maintaining guardianships, trusteeships, and protectorships for certain mentally retarded and developmentally disabled clients, pursuant to section 5123.56 of the Revised Code.

**3A40 322605 Community Program Support**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$14,206	\$0	\$0	\$0	\$0

**Source:** FED: CFDA 93.778, Medical Assistance Program (federal Medicaid reimbursement)

**Legal Basis:** Discontinued line item (originally established by H.B. 204 of the 113th G.A.)

**Purpose:** This line item was used for emergencies.

**3250 322608 Grants for Infants and Families with Disabilities**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$933,790	\$1,223,224	\$11,500	\$0	\$0	\$0
	31.0%	-99.1%			

**Source:** FED: CFDA 84.181, Grants for Infants and Families with Disabilities

**Legal Basis:** Discontinued line item (originally established by H.B. 204 of the 113th G.A.)

**Purpose:** This line item was use to provide grants for infants and families with disabilities living in the community.

**3250 322612 Community Social Service Programs**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$9,281,654	\$9,396,029	\$10,114,552	\$10,886,735	\$10,494,451	\$10,494,451
	1.2%	7.6%	7.6%	-3.6%	0.0%

**Source:** FED: CFDA 93.667, Social Services Block Grant

**Legal Basis:** Section 337.20 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Controlling Board on April 25, 1980)

**Purpose:** This line item is used for community-based services. Title XX funds are originally received by the Department of Job and Family Services and a portion is then passed on to ODMRDD.

**3A50 322613 DD Council Grants**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$1,858,097	\$2,161,174	\$644,157	\$0	\$0	\$0
	16.3%	-70.2%			

**Source:** FED: CFDA 93.630, Developmental Disabilities Basic Support and Advocacy Grants

**Legal Basis:** Discontinued line item (originally established by Controlling Board on April 25, 1980)

**Purpose:** This line item was used to provide grants issued by the Ohio Developmental Disabilities Council to serve individuals with MR/DD living in the community, based on parameters outlined in the Developmental Disabilities Assistance Act.

**3G60 322639 Medicaid Waiver - Federal**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$381,771,189	\$435,399,284	\$474,428,522	\$540,618,829	\$759,888,829	\$745,540,748
	14.0%	9.0%	14.0%	40.6%	-1.9%

**Source:** FED: CFDA 93.778, Medical Assistance Program (federal Medicaid reimbursement)

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Controlling Board on January 26, 1990)

**Purpose:** This line item is used to pay the federal share of home and community-based Medicaid waiver services. Funds in this line item represent federal reimbursement received from Medicaid waiver services.

**3M70 322650 CAFS Medicaid**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$171,979,188	\$55,093,930	\$30,927,846	\$8,879,319	\$28,465,980	\$29,349,502
	-68.0%	-43.9%	-71.3%	220.6%	3.1%

**Source:** FED: CFDA 93.778, Medical Assistance Program (federal Medicaid reimbursement)

**Legal Basis:** ORC 5111.041; Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 694 of the 114th G.A.)

**Purpose:** This line item provides federal matching funds for the Community Alternative Funding System (CAFS) program. The CAFS program was terminated at the end of FY 2005. Current spending is for residual claiming purposes only.

**3A40 323605 Developmental Center and Residential Facility Services and Support**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$109,114,542	\$113,171,628	\$125,736,838	\$137,555,307	\$167,503,941	\$162,857,712
	3.7%	11.1%	9.4%	21.8%	-2.8%

**Source:** FED: CFDA 93.778, Medical Assistance Program (federal Medicaid reimbursement)

**Legal Basis:** Section 337.40 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 291 of the 115th G.A.)

**Purpose:** This line item is used to pay operating expenses at ODMRDD's developmental centers.

**3250 323608 Foster Grandparent Program**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$365,452	\$478,970	\$0	\$0	\$0	\$0
	31.1%				

**Source:** FED: CFDA 94.011, Foster Grandparent Program

**Legal Basis:** Discontinued line item (originally established by H.B. 204 of the 113th G.A.)

**Purpose:** This line item was used to support the Foster Grandparent Program.

*State Special Revenue Fund Group*

**5GE0 320606 Operating and Services**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$0	\$0	\$0	\$3,760,504	\$7,521,008
					100.0%

**Source:** SSR: Funds are a portion of the ICF/MR franchise fee for developmental centers received from the Department of Job and Family Services

**Legal Basis:** ORC 5112.372; Sub. H.B. 1 of the 128th G.A., as proposed

**Purpose:** This line item is used for ODMRDD administered programs and administration expenses not related to developmental centers.

**2210 322620 Supplement Service Trust**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$38,194	\$45,302	\$150,000	<b>\$150,000</b>	<b>\$150,000</b>
	N/A	18.6%	231.1%	<b>0.0%</b>	<b>0.0%</b>

**Source:** SSR: Funds recovered from a supplemental services trust upon the death of a beneficiary

**Legal Basis:** ORC 5815.28; Section 337.40 of Am. Sub. H.B. 119 of the 127th G.A. (originally established as ORC 1339.51 by Am. Sub. S.B. 124 of the 119th G.A. and subsequently renumbered)

**Purpose:** This line item is used for community-based services that are not Medicaid eligible, such as reimbursements for attendance in recreational events, travel, vacations, sports, elective medical or dental care, gym memberships, etc. When an individual with a supplemental service trust dies, 50% of the remaining funds in the trust are paid to ODMRDD. Those dollars are then returned to the county MR/DD board in the individual's county of origin.

**4K80 322604 Medicaid Waiver - State Match**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$9,182,059	\$11,775,244	\$14,978,800	\$12,000,000	<b>\$12,000,000</b>	<b>\$12,000,000</b>
	28.2%	27.2%	-19.9%	<b>0.0%</b>	<b>0.0%</b>

**Source:** SSR: ICF/MR bed tax assessment revenues transferred from the Department of Job and Family Services

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Am. Sub. H.B. 152 of the 120th G.A.)

**Purpose:** This line item is used as state matching funds for home and community-based Medicaid waivers.

**5AT0 322631 Autism Transition Bridge**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$0	\$0	\$204,000	\$0	\$0
			N/A		

**Source:** SSR: Funds transferred from the Ohio Department of Job and Family Services

**Legal Basis:** Discontinued line item (Originally established by Controlling Board on April 21, 2008)

**Purpose:** This line item was used to provide a bridge of funding to children with diagnoses on the autism spectrum disorder that would lose Medicaid-funded services as a result of a rule change by the Department of Mental Health.

Appropriations for this line item were available from June 1, 2008 to September 15, 2008.

**5CT0 322632 Intensive Behavioral Needs**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$0	\$0	\$1,000,000	\$1,000,000	\$1,000,000
			N/A	0.0%	0.0%

**Source:** SSR: Revenue collected from ICF/MR franchise fees

**Legal Basis:** ORC 5112.371; Section 337.10 of Sub. H.B. 1 of the 128th G.A., as proposed

**Purpose:** This line item is used to fund the Children with Intensive Behavioral Needs Program. These dollars will be used to implement a new flexible self-directed waiver that will serve 100 individuals during the FY 2010-FY 2011 biennium.

**5DJ0 322625 Targeted Case Management Match**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$12,428,376	\$10,932,405	\$11,470,757	\$14,881,985	\$13,716,454
	N/A	-12.0%	4.9%	29.7%	-7.8%

**Source:** SSR: Funds are received from county MR/DD boards

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A.

**Purpose:** This line item is used to pay the Department of Job and Family Services the nonfederal portion of the cost of targeted case management services.

**5DJ0 322626 Targeted Case Management Services**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$30,878,328	\$33,532,674	\$28,512,943	\$29,926,640	\$31,123,705
	N/A	8.6%	-15.0%	5.0%	4.0%

**Source:** SSR: Federal Medicaid reimbursement received from the Department of Job and Family Services

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A.

**Purpose:** This line item is used to reimburse county MR/DD boards the county-paid nonfederal share plus the federal financial participation for targeted case management services.

**5DK0 322629 Capital Replacement Facilities**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$0	\$11,343	\$750,000	\$750,000	\$750,000
		N/A	6512.2%	0.0%	0.0%

**Source:** SSR: Revenues deposited into this fund consist of a prorated portion of financial assistance returned to the state upon sale of community facilities.

**Legal Basis:** ORC 5123.375; Section 337.10 of Sub. H.B. 1 of the 128th G.A., as proposed (originally established by Controlling Board on October 15, 2007)

**Purpose:** This line item is used to provide financial assistance to county MR/DD boards or nonprofit agencies to be used toward the purchase or renovation of community housing for individuals with MR/DD.

**5EV0 322627 Program Fees**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$0	\$80	\$20,000	\$700,000	\$700,000
			24900.0%	3400.0%	0.0%

**Source:** SSR: Fees paid to the department for employee certification and registration, licensing of residential facilities, and provider certification

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A.

**Purpose:** The Program Fees Fund must be used, insofar as its moneys are available, for the expenses of: (1) operating the certification and registration program established under section 5126.025 of the Revised Code and for providing continuing training to county board employees; (2) operating the provider certification program established under section 5123.16 of the Revised Code; (3) licensing and inspecting residential facilities as outlined in section 5123.19 of the Revised Code.

**5H00 322619 Medicaid Repayment**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$0	\$1,448	\$11,343	\$10,000	\$150,000	\$150,000
	N/A	683.4%	-11.8%	1400.0%	0.0%

**Source:** SSR: Overpayments to Medicaid providers discovered during an audit

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Controlling Board on November 17, 1997)

**Purpose:** This line item is used to pay the Department of Job and Family Services the federal portion of collections of overpayments to Medicaid providers.

**5Z10 322624 County Board Waiver Match**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$91,958,465	\$105,669,517	\$122,103,928	\$147,000,000	\$158,648,995	\$169,754,424
	14.9%	15.6%	20.4%	7.9%	7.0%

**Source:** SSR: Funds paid by county MR/DD boards for waiver match obligations when the county has exceeded its state allocation for waiver match

**Legal Basis:** Section 337.30 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by the Controlling Board on August 18, 2003)

**Purpose:** This line item is used to pay the non-federal share of Medicaid waiver expenditures.

**4890 323632 Developmental Center Direct Care Support**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$12,035,511	\$12,032,181	\$11,779,811	\$14,671,606	\$15,395,774	\$15,395,684
	0.0%	-2.1%	24.5%	4.9%	0.0%

**Source:** SSR: Resources of individuals residing in developmental centers

**Legal Basis:** ORC 5121.03; Section 337.40 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by H.B. 1 of the 100th G.A.)

**Purpose:** This line item is used to offset the individual's cost of care in a developmental center.

**5S20 590622 Medicaid Administration & Oversight**

2006	2007	2008	2009	2010 Executive Proposal	2011 Executive Proposal
\$6,105,525	\$7,835,576	\$7,731,518	\$11,383,703	\$17,585,557	\$18,214,835
	28.3%	-1.3%	47.2%	54.5%	3.6%

**Source:** SSR: Funds collected from the 1.5% fee charged to all county boards of MR/DD on the total of Medicaid paid claims.

**Legal Basis:** ORC 5123.0412 (B); Section 337.20 of Am. Sub. H.B. 119 of the 127th G.A. (originally established by Controlling Board on October 15, 2001)

**Purpose:** This line item is used to fund the expenses of ODMRDD's Medicaid Policy Development and Administration Division, which provides administration and oversight for all Medicaid services.

## LSC Budget Spreadsheet by Line Item, FY 2010 - FY 2011

Fund	ALI	ALI Title	2008	2009	As Introduced 2010	% Change 2009 to 2010	As Introduced 2011	% Change 2010 to 2011
<b>DMR Department of Mental Retardation and Developmental Disabilities</b>								
GRF	320321	Central Administration	\$ 8,756,804	\$ 5,485,500	\$ 5,485,500	0.0%	\$ 5,485,500	0.0%
GRF	320412	Protective Services	\$ 2,736,476	\$ 2,558,619	\$ 2,558,619	0.0%	\$ 2,558,619	0.0%
GRF	320415	Lease-Rental Payments	\$ 23,368,304	\$ 20,504,500	\$ 21,626,800	5.5%	\$ 22,360,300	3.4%
GRF	322413	Residential and Support Services	\$ 6,433,533	\$ 5,608,047	\$ 5,854,555	4.4%	\$ 5,854,555	0.0%
GRF	322416	Medicaid Waiver - State Match	\$ 110,132,591	\$ 109,551,380	\$ 76,940,156	-29.8%	\$ 96,995,649	26.1%
GRF	322451	Family Support Services	\$ 6,938,898	\$ 6,314,397	\$ 6,591,953	4.4%	\$ 6,591,953	0.0%
GRF	322501	County Boards Subsidies	\$ 87,270,048	\$ 57,964,005	\$ 79,387,497	37.0%	\$ 49,338,483	-37.9%
GRF	322503	Tax Equity	\$ 14,000,000	\$ 14,000,000	\$ 14,000,000	0.0%	\$ 14,000,000	0.0%
GRF	322504	Martin Settlement	\$ 1,971,126	\$ 22,675,901	\$ 36,841,819	62.5%	\$ 36,841,819	0.0%
GRF	322646	MR/DD Subsidy-Federal Stimulus	\$ 0	\$ 0	\$ 0	N/A	\$ 23,185,824	N/A
GRF	322647	ICF/MR Franchise Fee- Developmental Centers	\$ 0	\$ 0	\$ 5,600,000	N/A	\$ 7,500,000	33.9%
GRF	323321	Developmental Center and Residential Facilities Operation Expenses	\$ 103,969,500	\$ 95,247,156	\$ 72,874,333	-23.5%	\$ 80,147,778	10.0%
<b>General Revenue Fund Total</b>			<b>\$ 365,577,281</b>	<b>\$ 339,909,505</b>	<b>\$ 327,761,232</b>	<b>-3.6%</b>	<b>\$ 350,860,480</b>	<b>7.0%</b>
4B50	320640	Training and Service Development	\$ 4,902	\$ 100,000	\$ 0	-100.0%	\$ 0	N/A
4880	322603	Provider Audit Refunds	\$ 11,025	\$ 10,000	\$ 10,000	0.0%	\$ 10,000	0.0%
1520	323609	Developmental Center and Residential Operating Services	\$ 220,230	\$ 912,176	\$ 2,500,000	174.1%	\$ 2,600,000	4.0%
<b>General Services Fund Group Total</b>			<b>\$ 236,157</b>	<b>\$ 1,022,176</b>	<b>\$ 2,510,000</b>	<b>145.6%</b>	<b>\$ 2,610,000</b>	<b>4.0%</b>
3A40	320605	Administrative Support	\$ 157,820	\$ 0	\$ 0	N/A	\$ 0	N/A
3A50	320613	DD Council	\$ 1,808,143	\$ 2,743,630	\$ 2,891,473	5.4%	\$ 2,963,760	2.5%
3250	322608	Grants for Infants and Families with Disabilities	\$ 11,500	\$ 0	\$ 0	N/A	\$ 0	N/A
3250	322612	Community Social Service Programs	\$ 10,114,552	\$ 10,886,735	\$ 10,494,451	-3.6%	\$ 10,494,451	0.0%
3A50	322613	DD Council Grants	\$ 644,157	\$ 0	\$ 0	N/A	\$ 0	N/A
3G60	322639	Medicaid Waiver - Federal	\$ 474,428,522	\$ 540,618,829	\$ 759,888,829	40.6%	\$ 745,540,748	-1.9%
3M70	322650	CAFS Medicaid	\$ 30,927,846	\$ 8,879,319	\$ 28,465,980	220.6%	\$ 29,349,502	3.1%

## LSC Budget Spreadsheet by Line Item, FY 2010 - FY 2011

Fund	ALI	ALI Title	2008	2009	As Introduced 2010	% Change 2009 to 2010	As Introduced 2011	% Change 2010 to 2011
<b>DMR Department of Mental Retardation and Developmental Disabilities</b>								
3A40	323605	Developmental Center and Residential Facility Services and Support	\$ 125,736,838	\$ 137,555,307	\$ 167,503,941	21.8%	\$ 162,857,712	-2.8%
<b>Federal Special Revenue Fund Group Total</b>			<b>\$ 643,829,378</b>	<b>\$ 700,683,820</b>	<b>\$ 969,244,674</b>	<b>38.3%</b>	<b>\$ 951,206,173</b>	<b>-1.9%</b>
5GE0	320606	Operating and Services	\$0	\$ 0	\$ 3,760,504	N/A	\$ 7,521,008	100.0%
2210	322620	Supplement Service Trust	\$ 45,302	\$ 150,000	\$ 150,000	0.0%	\$ 150,000	0.0%
4K80	322604	Medicaid Waiver - State Match	\$ 14,978,800	\$ 12,000,000	\$ 12,000,000	0.0%	\$ 12,000,000	0.0%
5AT0	322631	Autism Transition Bridge	\$0	\$ 204,000	\$ 0	-100.0%	\$ 0	N/A
5CT0	322632	Intensive Behavioral Needs	\$0	\$ 1,000,000	\$ 1,000,000	0.0%	\$ 1,000,000	0.0%
5DJ0	322625	Targeted Case Management Match	\$ 10,932,405	\$ 11,470,757	\$ 14,881,985	29.7%	\$ 13,716,454	-7.8%
5DJ0	322626	Targeted Case Management Services	\$ 33,532,674	\$ 28,512,943	\$ 29,926,640	5.0%	\$ 31,123,705	4.0%
5DK0	322629	Capital Replacement Facilities	\$ 11,343	\$ 750,000	\$ 750,000	0.0%	\$ 750,000	0.0%
5EV0	322627	Program Fees	\$ 80	\$ 20,000	\$ 700,000	3,400.0%	\$ 700,000	0.0%
5H00	322619	Medicaid Repayment	\$ 11,343	\$ 10,000	\$ 150,000	1,400.0%	\$ 150,000	0.0%
5Z10	322624	County Board Waiver Match	\$ 122,103,928	\$ 147,000,000	\$ 158,648,995	7.9%	\$ 169,754,424	7.0%
4890	323632	Developmental Center Direct Care Support	\$ 11,779,811	\$ 14,671,606	\$ 15,395,774	4.9%	\$ 15,395,684	0.0%
5S20	590622	Medicaid Administration & Oversight	\$ 7,731,518	\$ 11,383,703	\$ 17,585,557	54.5%	\$ 18,214,835	3.6%
<b>State Special Revenue Fund Group Total</b>			<b>\$ 201,127,203</b>	<b>\$ 227,173,009</b>	<b>\$ 254,949,455</b>	<b>12.2%</b>	<b>\$ 270,476,110</b>	<b>6.1%</b>
<b>Total All Budget Fund Groups</b>			<b>\$ 1,210,770,018</b>	<b>\$ 1,268,788,510</b>	<b>\$ 1,554,465,361</b>	<b>22.5%</b>	<b>\$ 1,575,152,763</b>	<b>1.3%</b>