

LSC Redbook

Analysis of the Executive Budget Proposal

Department of Developmental Disabilities

(Corrected Version)

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March 2011

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 Developmental Disabilities (ODODD), which includes the following four sections.

1. Overview: Provides an overview of ODODD's operations, staffing level, appropriations, spending, and programs.
2. Facts and Figures: Provides a comparison of ODODD expenditures for community-based services and developmental centers from FY 2001 to FY 2010.
3. Analysis of Executive Proposal: Provides a detailed analysis of the executive budget recommendations for ODODD, including funding for each line item. The line items for ODODD are organized into four categories.
4. Attachments: Includes the catalog of budget line items (COBLI) for ODODD, which briefly describes each line item, and the LSC budget spreadsheet for ODODD.

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ATTACHMENTS:

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

Department of Developmental Disabilities

- Recommends funding increase of 4.6% in FY 2012 and 9.9% in FY 2013
- Over 90% of recommended funding for Medicaid expenditures
- Funding assumes reduction of 180 beds in state developmental centers by the end of FY 2013

OVERVIEW

Agency Overview

The Ohio Department of Developmental Disabilities (ODODD) is the primary state service agency for Ohioans with developmental disabilities (DD). ODODD'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 Developmental Disabilities is appointed by the Governor and oversees more than 3,200 employees and an annual budget of about \$1.66 billion in FY 2011.

ODODD provides services to about 22,870 disabled individuals through two home and community-based Medicaid waivers: Individual Options and Level One. ODODD also provides services to about 1,300 severely disabled individuals at ten regional developmental centers throughout the state. In addition, ODODD provides subsidies to, and oversight of, Ohio's 88 county 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 2010, 85,775 people received services through county boards.

In the FY 2012-FY 2013 biennium, ODODD will continue to work on implementing recommendations from the Futures Study Committee through the Priority Work Plan and from the Fiscal Plan for Home and Community-based Services. ODODD also plans to implement a new Medicaid waiver for children and adults with intensive behavioral needs.

Staffing Levels

In FY 2010, ODODD had a total of 3,755 employees. Most ODODD employees, (3,458 or 92%) worked in state developmental centers, and 297 (8%) worked in the central office. Developmental center staff includes residential care supervisors, qualified mental retardation professionals, food service workers, maintenance workers, and administrative staff. Table 1 below shows the number of ODODD employees by

division in FY 2010, the estimated number of employees for FY 2011, and estimated employees for the FY 2012-FY 2013 biennium given the executive recommendations.

Division	FY 2010 (actual)	FY 2011 (estimate)	FY 2012 (estimate)	FY 2013 (estimate)
Developmental Center Staff	3,458	2,983	2,892	2,871
Central Office	297	299	289	289
Director's Office of Policy and Constituent Support	35	35	34	34
Fiscal Administration	38	34	36	36
Human Resources	15	16	16	16
Information Technology Services	65	70	71	71
Legal and MUI Services	66	67	63	63
Developmental Disabilities Council	12	12	12	12
Medicaid Development and Administration	66	65	57	57
Total	3,755	3,282	3,181	3,160

From FY 2010 to FY 2011, ODODD estimates a decrease in developmental center staff from 3,458 to 2,983, a decrease of 475 or 13.7%. This decrease is due to a reduction of 184 developmental center beds over the biennium. This decrease in developmental center staff continues the trend of the past decade. Developmental staff totaled about 4,100 in FY 2000, decreased to 3,650 (11.0%) by FY 2005, and is estimated to decrease to 2,983 by the end of FY 2011, a 27.2% decrease from FY 2000.

Based on the executive recommendations, ODODD estimates a further reduction of developmental center staff from 2,983 in FY 2011 to 2,871 in FY 2013, a decrease of 112 or 3.8%. This reduction in staff coincides with plans to move 180 developmental center residents into community settings thereby decreasing the developmental center census from 1,258 (currently) to about 1,078 by the end of FY 2013. ODODD plans a slight reduction in Central Office staff in the next biennium from 299 employees to 289, a 3.3% decrease.

Appropriation Overview

For FY 2012, the executive recommends \$1.78 billion in appropriations, a 4.6% increase over FY 2011 estimated expenditures. For FY 2013, the executive recommends \$1.96 billion, a 9.9% increase over FY 2012 recommendations. The overall increase is mainly due to projected increases in Medicaid waiver program enrollments over the biennium.

Appropriations by Fund Group

Chart 1 shows recommended appropriations by fund group for FY 2012-FY 2013 and table 2 below shows the executive recommended appropriations by fund group for FY 2012 and FY 2013, compared to FY 2011 estimated expenditures.

Chart 1: Executive Budget Recommendations by Fund Group, FY 2012-FY 2013

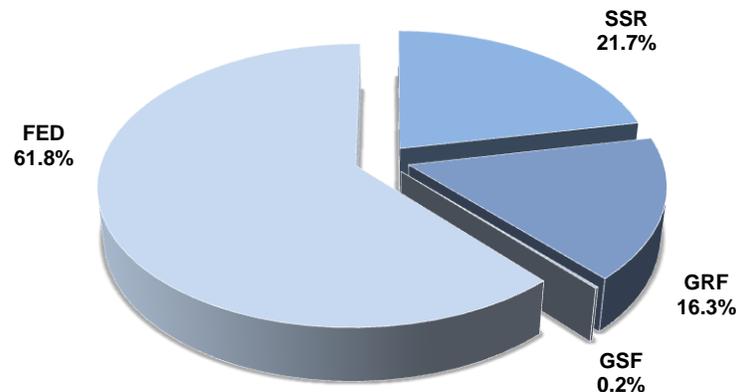


Table 2. Executive Budget Recommendations by Fund Group, FY 2012-FY 2013

Fund Group	FY 2011*	FY 2012	% Change	FY 2013	% Change
General Revenue	\$331,236,595	\$303,965,155	-8.2%	\$305,672,581	0.6%
General Services	\$2,610,000	\$3,414,317	30.8%	\$3,414,317	0.0%
Federal Special Revenue	\$1,085,206,168	\$1,100,540,864	1.4%	\$1,208,246,858	9.8%
State Special Revenue	\$283,517,376	\$372,876,703	31.5%	\$440,422,006	18.1%
TOTAL	\$1,702,570,139	\$1,780,797,039	4.6%	\$1,957,755,762	9.9%

*FY 2011 figures represent estimated expenditures.

Federal funds account for the largest portion (61.8%) of the executive recommendations for ODODD's budget. Federal funds in ODODD's budget are primarily federal Medicaid reimbursement for expenditures for services provided to Medicaid recipients. ODODD receives federal Medicaid reimbursement for expenditures for home and community-based waiver services, services provided in developmental centers, and for targeted case management services. In FY 2010 and FY 2011, ODODD received additional Medicaid reimbursement under the American Recovery and Reinvestment Act of 2009. This additional Medicaid reimbursement will expire in June 2011. The executive recommends an increase in appropriations in federal funds due to expected increases in Medicaid waiver enrollments over the biennium.

State Special Revenue (SSR) funds account for the next largest share of recommended appropriations at 21.7%. SSR funds mainly include the following:

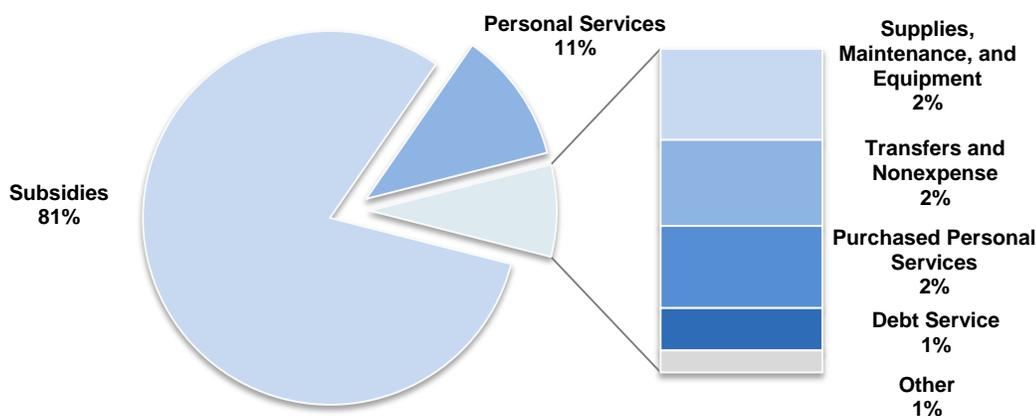
- Funds from county boards to pay a portion of the nonfederal share for waiver programs and targeted case management services;
- Dollars that ODODD returns to the boards for targeted case management after the federal share is received;
- Developmental center residents' unearned incomes, which are received by the state and used toward residents' cost of care; and
- Revenue from a portion of a fee that county DD boards pay to both ODODD and ODJFS based on the value of Medicaid waiver claims paid by the board.

GRF dollars account for the next largest share (16.3%) of the executive's recommended budget. Most GRF dollars are used as the state share for Medicaid waiver services and developmental center services to Medicaid-eligibles. ODODD also uses GRF dollars to distribute subsidies to county DD boards. General Services funds account for 0.2% of ODODD's budget and include revenue generated from leasing land or space at a developmental center or service payments for some private residents.

Appropriations by Expense Category

Chart 2 below shows recommended appropriations by expense category for ODODD.

Chart 2: Executive Budget Recommendations by Expense Category, FY 2012-FY 2013



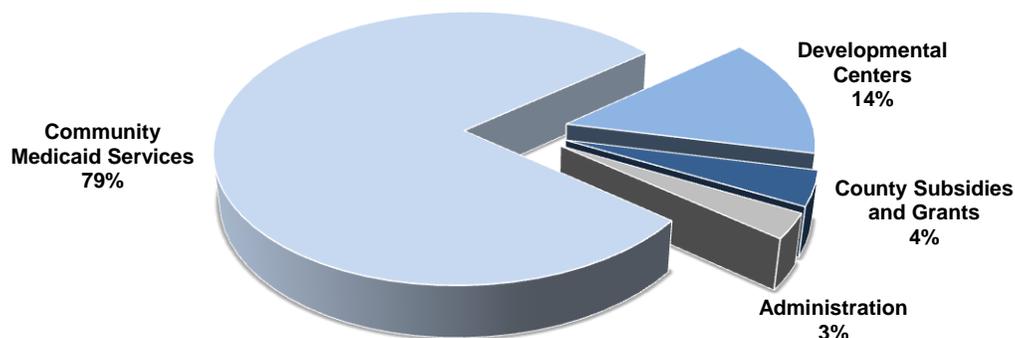
Subsidies and Shared Revenue is the largest expense category for ODODD, accounting for 81% of biennial recommended appropriations. This category includes payments to, or on behalf of, recipients, providers, and local governments. All waiver payments and county DD board subsidies are included in this expense category. The

second largest expense category is personal services which accounts for 11% of appropriations. This category includes payroll expenses for ODODD employees.

Appropriations by Program Category

Of ODODD's recommended appropriations for the biennium, Community-based Medicaid Services accounts for 79%. The next largest program category is Developmental Centers at 14%, followed by County Subsidies and Grants at 4%. Administration accounts for 3%, which includes operational costs as well as debt service. Chart 3 shows the executive recommended appropriations by program category.

**Chart 3: Executive Budget Recommendations
by Program Category, FY 2012-FY 2013**



Programs Overview

Community-based Medicaid Services

Medicaid Waivers

ODODD 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 developmental disabilities to remain in their homes or in 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 individuals' skills, competencies, and self-reliance. 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.

To receive IO waiver services, an individual must be eligible for Medicaid and require an intermediate care facility for the mentally retarded (ICF/MR) level of care approved by the Ohio Department of Job and Family Services (ODJFS). The average cost of the IO waiver, in the aggregate, may not exceed the average cost of care in an ICF/MR. 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. IO waiver recipients are responsible for costs associated with room and board (e.g., rent, utilities, food, etc.). In FY 2010, the IO waiver had a monthly average caseload of 15,492 with total expenditures of \$959.2 million.

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). L1 waiver services include homemaker/personal care services, transportation, supported employment, adult day services, and specialized medical, adaptive, assistive equipment, and supplies. In FY 2010, the L1 waiver had a monthly average caseload of 7,382 and total expenditures of \$71.9 million.

Targeted Case Management

Targeted case management refers to case management services that assist individuals with developmental disabilities in accessing the needed medical, social, educational, or other services. Case managers assist consumers in accessing the necessary services and supports that help increase an individual's skills, competencies, and self-reliance through the development of an individualized service plan. ODODD 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.

Funding

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 (CMS) determines the FMAP rate annually. For federal fiscal year (FFY) 2012, Ohio's FMAP rate will be 64.15%. Thus, for every \$1 spent on Medicaid-eligible services, the federal government reimburses the state approximately \$0.64. Administrative costs for Medicaid-related programs are generally reimbursed at 50%.

The nonfederal share for waivers and targeted case management is paid from state GRF and non-GRF funds. Non-GRF funds are mainly supported by funds from county DD board. County DD boards are responsible for providing a portion of the nonfederal share of the home and community-based Medicaid waiver costs, which can be paid for using state subsidy dollars or local resources, such as levy dollars.

Developmental Centers

ODODD operates ten developmental centers located regionally throughout the state. These centers are mainly funded with GRF and federal Medicaid reimbursement; resident resources account for a small percentage of funding. ODODD expended about \$226.3 million for services provided in developmental centers in FY 2010. Of developmental center expenditures, \$222.9 million (98.5%) was for Medicaid recipients.

Table 3 below shows each of the state's developmental centers' census and the centers' staffing levels.

Developmental Center	Census (2/14/11)	Staff
Cambridge	99	208
Columbus	107	274
Gallipolis	193	422
Montgomery	102	215
Mount Vernon	162	364
Northwest	127	339
Southwest	117	229
Tiffin	129	325
Warrensville	114	358
Youngstown	108	249
Total	1,258	2,983

Developmental Centers provide habilitative environments and residences for individuals with significant 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. Over 50% of developmental center staff are therapeutic program workers who 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.** Therapy (including occupational therapy, physical therapy, and speech, language, and hearing services) that helps prevent further disabling conditions allows residents to gain greater independence.
- **Residential support.** Residents receive other supports such as meal preparation, housekeeping, laundry, grounds keeping, and maintenance services.

In addition to the services required, developmental centers also 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.

Franchise fees

State developmental centers (as well as private developmental centers) are required to pay an annual franchise permit fee to ODJFS to participate in the Medicaid Program. The fee is based on the number of beds in the facility. Under H.B. 1 of the 128th General Assembly, the franchise fee was set at \$11.98 per bed, per day for July 2009, then increased to \$14.75 from August 1, 2009 to June 30, 2010, and then

decreased to \$13.55 on July 1, 2010 for FY 2011. H.B. 1 required the fee to be adjusted in subsequent years by a composite inflation factor.

Revenue from these fees is shared between ODODD and ODJFS to be used for the Medicaid Program and for home and community-based services for persons with developmental disabilities. ODODD received \$16.3 million in FY 2010 and expects to receive \$20.2 million in FY 2011 from franchise fee revenues.

County Subsidies and Grants

ODODD provides the county DD boards with funds to subsidize the costs of services provided by the board as well as administrative costs. Subsidy dollars are mainly used to provide services and supports to enable individuals with developmental disabilities to live in the community. County subsidies and grants to county DD boards totaled \$106.2 million in FY 2010. Some of the larger subsidies and grants include the County Boards Subsidy (\$67.0 million), the Tax Equity Subsidy (\$14.0 million), ODODD's portion of the Title XX Social Services Block Grant (\$9.3 million), the Family Supports Subsidy (\$6.6 million), and the Miscellaneous Residential Supports Subsidy (\$5.4 million). All subsidies except for the Social Services Block Grant are funded with GRF dollars. These subsidies are described in more detail in the Analysis of the Executive Proposal section.

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. ODDC provides grants to individuals and government agencies in order to expand innovative approaches for supporting individuals with developmental disabilities, educate policymakers about the needs and abilities of such persons, and assist individuals with developmental disabilities with self-determination, employment, outreach, and training. Grants are based on parameters outlined in the Developmental Disabilities Assistance Act and on 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. In 2010, ODODD received about 17,700 MUI reports. 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 DD board, which then reports the information to ODODD. R.C. 5123.61 requires ODODD 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. ODODD 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, ODODD provides technical assistance to providers and counties. ODODD annually conducts an assessment of each county board and developmental center's system for ensuring health and safety. ODODD also conducts separate investigations and manages the Abuser Registry.

Office of Health Transformation

The Office of Health Transformation (OHT) released information regarding savings in various areas of the Medicaid system. The Office has stated its five general goals to balance the budget, improve care coordination, integrate behavioral and physical health care, rebalance long-term care, and modernize reimbursement. Programs associated with ODODD fall under the "Rebalance long-term care" category. According to OHT, programmatic changes in ODODD will reduce Medicaid costs by \$22.1 million in FY 2012 and \$40.0 million in FY 2013. About 64% of Medicaid expenditures are reimbursed by the federal government. Therefore, the state share of these cost reductions are about \$8.0 million in FY 2012 and \$14.4 million in FY 2013. Cost reductions (all funds) are listed in the table below.

Policy	FY 2012	FY 2013	Biennium
Reduce developmental center residents and staff*	\$8,331,391	\$23,479,232	\$31,810,623
Reduction in Medicaid administrative costs	\$6,475,078	\$6,257,060	\$12,732,138
Private ICF/MR 1% reduction in Medicaid payments**	\$5,520,057	\$5,318,286	\$10,838,343
Voluntary reduction in waiver services	\$1,732,154	\$4,933,987	\$6,666,141
Total	\$22,058,680	\$39,988,565	\$62,047,245

*Assumes offsetting increase in waiver expenditures.

** These payments are currently made by ODJFS; the policy change is reflected in ODJFS' budget.

As shown in the table, about half (51.3%) of the estimated savings is from reducing state developmental center census over the biennium as well as reduced infrastructure expenditures for these centers. ODODD plans to reduce developmental centers beds by 180 over the biennium. The estimate assumes that some individuals who move out of developmental centers would enroll in a home and community-based Medicaid waiver.

About \$12.7 million (20.5%) represents reduced Medicaid administration costs. This is from a provision in the budget that reduces the state's share of retirement costs for employees. There is also an expected lower state payment for employee health care benefits. About \$10.8 million (17.5%) in reduced costs is from a planned 1% reduction in Medicaid payments made to private ICFs/MR. These payments are currently made by ODJFS, and the estimated cost savings is reflected in ODJFS's budget. Finally, the remaining \$6.7 million (10.7%) is estimated savings from asking waiver recipients as well as their families and providers, to voluntarily reduce services by about 3%. This estimated reduction in expenditures is not reflected in the executive's recommended appropriations for ODODD.

Major Initiatives

Self-Empowered Life Funding Waiver

In FY 2012, ODODD plans to implement the Self-Empowered Life Funding (SELF) waiver. (Previously, this waiver had been referred to as either the New Futures waiver or the Flexible Support waiver.) The SELF waiver is designed to serve about 100 individuals under 21 years old with intensive behavioral needs and about 1,000 individuals with developmental disabilities over 21 to help them live in the community. The cost caps will be \$25,000 per year for those under 21 and \$40,000 per year for those 21 and over.

On October 27, 2010, ODODD submitted a request to CMS to implement the SELF waiver. The request is currently under review. ODODD expects to receive approval and begin enrollment in July 2011. In FY 2012, ODODD estimates serving 600 individuals (100 minors and 500 adults) under this waiver, with enrollment increasing to 1,100 individuals (1,000 adults) in FY 2013. ODODD estimates expenditures of \$22.5 million in FY 2012 and \$42.5 million in FY 2013 for this waiver, which includes mostly federal and local board funds.

Transition Programs from ODJFS to ODODD

ODODD and ODJFS will collaborate over the next biennium to determine processes for moving the Medicaid Transitions DD waiver program from ODJFS to ODODD. This waiver is part of the Home Care Waiver, administered by ODJFS. Individuals on the Transitions DD waiver must have been receiving services under the Home Care Waiver and then determined to need more services pertaining to a developmental disability. Such individuals overall have more medical issues than individuals enrolled on one of ODODD's waiver programs.

ODODD and ODJFS will also discuss moving the function of making Medicaid payments to private ICFs/MR from ODJFS to ODODD over the next biennium.

FY 2010-FY 2011 Highlights

The American Recovery and Reinvestment Act

The American Recovery and Reinvestment Act of 2009 (ARRA) increased the amount of Medicaid reimbursement received from the federal government. The state's FMAP was increased from October 2009 through December 2010. Subsequent legislation provided for a gradual decrease in the FMAP to the state's normal rate by July 2011. The amount of additional FMAP fluctuated quarterly for each state based on a state's unemployment rate and other factors. From FFY 2009 to FFY 2011 the state received about 73% in federal reimbursement for Medicaid expenditures, whereas the state's regular FMAP over this time period would have been about 63%. The table below shows the amounts ODODD received from the additional FMAP in FY 2009 and FY 2010, and the estimated amount for FY 2011.

Fiscal Year	Revenue
FY 2009	\$37.5 million
FY 2010	\$158.7 million
FY 2011	\$122.6 million
Total	\$318.8 million

Most of this revenue was deposited into the Enhanced Medicaid-Federal Fund (Fund 3DZ0), which was created by the Controlling Board to receive ARRA Medicaid funds for ODODD. Almost all of these funds will be expended by the end of FY 2011.

National Core Indicators

ODODD uses the National Core Indicators (NCI) Program to measure the performance of state services delivered to individuals with developmental disabilities. About 25 other states have adopted these measures, which can be used to assess quality of programs in comparison with other states and national benchmarks. To gather data, hundreds of individuals are randomly selected for face-to-face interviews and a few thousand surveys are mailed to family members of individuals with developmental disabilities. NCI reports are issued every two years. The reports include data on individuals with developmental disabilities including demographics, employment, medical care, living arrangements, and recreation. Ohio's most recent report is available on ODODD's web site: <http://odmrdd.state.oh.us/nci.htm>. ODODD plans to continue to participate in the NCI system in the FY 2012-FY 2013 biennium.

Developmental Center Bed Reduction

Developmental centers reduced the number of available beds by 110 in FY 2010. By the end of FY 2011, ODODD plans to have further reduced the number of beds by about 84. ODODD estimates that this reduction saves about \$9.0 million annually. When moved from a state developmental center, these individuals may be placed in private ICFs/MR or in community settings.

Information Technology Improvements

In FY 2010-FY 2011, ODODD began to integrate IT systems and improve the performance of applications and processes based on the findings of its first comprehensive assessment of IT systems. ODODD is replacing disparate and separate cost reporting applications at county boards with a single cost reporting application that integrates with other applications used by ODODD. The new cost reporting application will interface with a new Daily Rate Application (DRA). This application calculates reimbursement rates for personal care services provided to IO waiver enrollees living in shared settings. Legacy versions of these applications will be closed. Finally, under the Enhanced Individual Data System project, ODODD is developing a single suite of web-based tools to house all relevant information on individuals that boards serve, including individuals' service plans and eligibility information.

Fiscal Plan for Home and Community-based Services

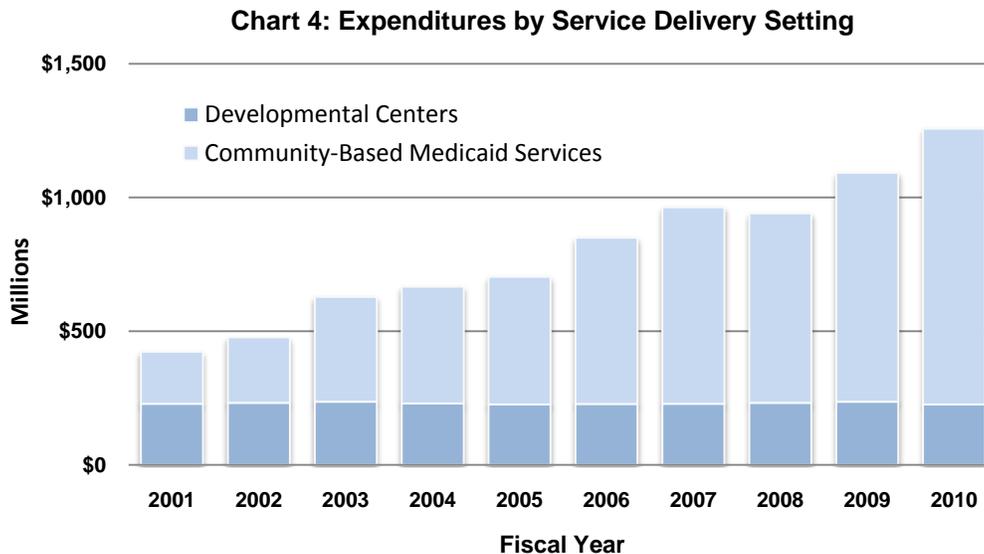
H.B. 1 of the 128th General Assembly required the Director of Developmental Disabilities to submit a report to ODJFS on the fiscal sustainability of waiver services administered under ODODD. H.B. 1 specified that the report address expenditure ceilings for individuals and payment methods for providers. The report was delivered on December 31, 2009, and is available on ODODD's web site. Generally, the recommendations address reviewing payments for high-cost individuals, expanding services to lower-cost care settings, and aligning provider rates. In the upcoming biennium, ODODD, plans to prioritize four of these recommendations due to their potential to reduce costs:

- Utilize lower-cost service models, particularly the adult foster care model;
- Increase analysis of costs for particularly high-cost individuals through reviewing more prior authorization requests and developing individual service plans for all high cost individuals;
- Increase administrative efficiencies through information technology such as the comprehensive Medicaid Services System and an online system for individual service plans; and
- Add lower-cost services to the IO waiver including remote monitoring, out-of-home respite, personal emergency response, and adult family living.

ODODD expects these activities to reduce costs for Medicaid waiver programs in the FY 2012-FY 2013 biennium. ODODD intends to measure the cost-savings of these activities as they are implemented.

FACTS AND FIGURES

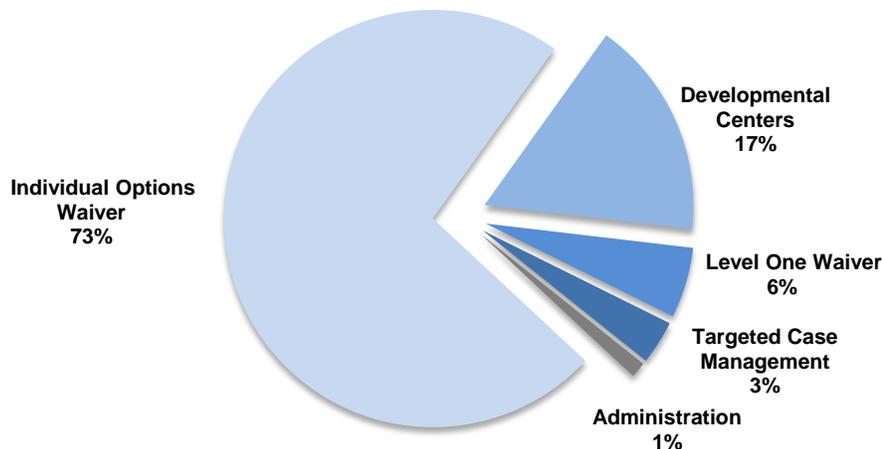
Medicaid Expenditures by Delivery Setting



- In FY 2010, 82% of Medicaid expenditures for the developmentally disabled were for services provided in community-based settings and the remaining 18% were for services provided by developmental centers. The shares were 46% and 54%, respectively, in FY 2001. Since FY 2002, community-based services have accounted for a larger share of Medicaid expenditures for the developmentally disabled.
- From FY 2001 to FY 2010, expenditures for community-based Medicaid services increased 430% from \$194.6 million to \$1.03 billion, while developmental center expenditures hovered around \$230 million per year.
- ODODD administers two community-based Medicaid waiver programs that enable people with developmental disabilities to remain in their homes or community-based settings. Both waiver programs provide services and support designed to maximize quality of life while also ensuring health and safety and to increase skills, competencies, and self-reliance.
- Enrollment in ODODD's waiver programs grew from about 5,700 in FY 2001 to 22,900 in FY 2010, an increase of 302%. During the same period, the number of individuals served through developmental centers decreased 31% from 1,990 to 1,380.
- In FY 2009, community-based Medicaid services were made available to an additional 1,500 individuals as a result of the Martin Settlement (March 2007), which ended a class action lawsuit that sought to allow individuals with developmental disabilities to receive community-based services.

Medicaid Expenditures by Program

Chart 5: ODODD Medicaid Expenditures, FY 2010



- In FY 2010, ODODD expended \$1.32 billion for Medicaid services and administration, which accounted for 88% of ODODD's total expenditures that year of \$1.50 billion. Non-Medicaid expenditures mainly include community subsidies and grants provided to county developmental disability boards.
- In FY 2010, expenditures for the Individual Options Medicaid waiver accounted for 73% of ODODD's Medicaid expenditures, with expenditures of \$959.2 million.
- Developmental centers accounted for \$222.9 million in expenditures in FY 2010, 17% of agency Medicaid expenditures. Medicaid expenditures accounted for about 98.5% of total expenditures for developmental centers of \$226.3 million in that year.
- Expenditures for the Level One Medicaid waiver totaled \$71.9 million in FY 2010, accounting for 6% of Medicaid expenditures.
- Expenditures for targeted case management totaled \$44.7 million in FY 2010, 3% of Medicaid expenditures. This program helps disabled individuals develop individualized services plans to improve service coordination.
- The chart does not include expenditures for the Community Alternative Funding System (CAFS), which ended in FY 2005. In FY 2010, ODODD expended \$6.0 million for residual claims related to CAFS.
- The chart also does not include direct local expenditures for Medicaid programs. An estimated \$61.0 million in local dollars was used for Medicaid in FY 2010; \$45.6 million for waiver programs and \$15.4 million for administration.

Developmental Center Census

Developmental Center (County)	Census (1/29/01)	Census (2/14/11)	% Change
Apple Creek (Wayne)	189	Closed	--
Cambridge (Guernsey)	110	99	-10.0%
Columbus (Franklin)	149	107	-28.2%
Gallipolis (Gallia)	238	193	-18.9%
Montgomery (Montgomery)	104	102	-1.9%
Mount Vernon (Knox)	241	162	-32.8%
Northwest (Lucas)	170	127	-25.3%
Southwest (Clermont)	111	117	5.4%
Springview (Clark)	89	Closed	--
Tiffin (Seneca)	198	129	-34.8%
Warrensville (Cuyahoga)	252	114	-54.8%
Youngstown (Mahoning)	123	108	-12.2%
Total	1,974	1,258	-36.3%

- The number of residents in state developmental centers has decreased 36.3% over the past ten years. This decrease is due to the trend toward serving individuals with developmental disabilities in the community and the closing of two facilities.
- Historically, developmental centers have been reducing beds consistently since the 1970s, leading some centers to close. Over the past 25 years, Ohio has closed a total of five developmental centers.
- Currently, ODODD operates ten developmental centers located regionally throughout the state. As of February 14, 2011, there were 1,258 residents and 2,983 staff in these centers. The statewide residential capacity is currently 1,398.
- In FY 2010, ODODD expended about \$226.3 million on developmental centers. Of that amount, \$222.9 million (98.5%) was for Medicaid recipients. Developmental centers are mainly funded with GRF and federal Medicaid reimbursement; resident resources account for a small percentage of funding.
- Developmental centers provide habilitative environments and residences for individuals with significant or other developmental disabilities. Centers provide protection from harm, skill development, health care, behavioral support, therapy, and residential support.

ANALYSIS OF EXECUTIVE PROPOSAL

Introduction

This section provides an analysis of the Governor's recommended funding for each line item in ODODD's budget. In this analysis, ODODD'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. Community-based Medicaid Services;
2. Developmental Centers and Residential Facilities;
3. County Subsidies and Grants; and
4. Administration.

To aid the reader in finding each item in the analysis, Table 7 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.

Table 7. Categorization of ODOOD's Line Items for Analysis of Executive Proposal			
Fund	ALI and Name		Category
General Revenue Fund Group			
GRF 320321	Central Administration		4: Administration
GRF 320412	Protective Services		4: Administration
GRF 320415	Lease – Rental Payments		4: Administration
GRF 322407	Medicaid State Match		1: Community-based Medicaid Services
GRF 322451	Family Support Services		3: County Subsidies and Grants
GRF 322501	County Board Subsidies		3: County Subsidies and Grants
GRF 322503	Tax Equity		3: County Subsidies and Grants
General Services Fund Group			
1520 323609	Developmental Center and Residential Operating Services		2: Developmental Centers and Residential Facilities
Federal Special Revenue Fund Group			
3A50 320613	DD Council		3: County Subsidies and Grants
3250 322612	Community Social Service Programs		3: County Subsidies and Grants
3DZ0 322648	Enhanced Medicaid – Federal		1: Community-based Medicaid Services
3G60 322639	Medicaid Waiver – Federal		1: Community-based Medicaid Services
3M70 322650	CAFS Medicaid		1: Community-based Medicaid Services
3A40 323605	Developmental Center and Residential Facility Services and Support		2: Developmental Centers and Residential Facilities
State Special Revenue Fund Group			
5GE0 320606	Operating and Services		4: Administration
2210 322620	Supplemental Service Trust		3: County Subsidies and Grants
4K80 322604	Medicaid Waiver – State Match		1: Community-based Medicaid Services
5CT0 322632	Intensive Behavioral Needs		1: Community-based Medicaid Services
5DJ0 322625	Targeted Case Management Match		1: Community-based Medicaid Services
5DJ0 322626	Targeted Case Management Services		1: Community-based Medicaid Services
5DK0 322629	Capital Replacement Facilities		4: Administration
5EV0 322627	Program Fees		4: Administration
5H00 322619	Medicaid Repayment		4: Administration
5JX0 322651	Interagency Workgroup – Autism		3: County Subsidies and Grants
5Z10 322624	County Board Waiver Match		1: Community-based Medicaid Services
4890 323632	Developmental Center Direct Care Support		2: Developmental Centers and Residential Facilities
5S20 590622	Medicaid Administration and Oversight		4: Administration

Community-based Medicaid Services

This category of appropriations includes the major sources of funding for Community-based Medicaid services. This mainly includes funding for two Medicaid waivers and targeted case management services. Table 8 shows the line items included in this category and the recommended amounts.

Table 8. Governor's Recommended Amounts for Community-based Medicaid Services				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	322407	Medicaid State Match	\$218,034,162	\$214,902,506
General Revenue Fund Subtotal			\$218,034,162	\$214,902,506
Federal Special Revenue Fund Group				
3DZ0	322648	Enhanced Medicaid – Federal	\$10,000,000	\$0
3G60	322639	Medicaid Waiver – Federal	\$866,566,007	\$985,566,007
3M70	322650	CAFS Medicaid	\$29,349,502	\$29,349,502
Federal Special Revenue Fund Group Subtotal			\$905,915,509	\$1,014,915,509
State Special Revenue Fund Group				
4K80	322604	Medicaid Waiver – State Match	\$12,000,000	\$12,000,000
5CT0	322632	Intensive Behavioral Needs	\$1,000,000	\$1,000,000
5DJ0	322625	Targeted Case Management Match	\$21,000,000	\$24,000,000
5DJ0	322626	Targeted Case Management Services	\$57,307,357	\$66,000,000
5Z10	322624	County Board Waiver Match	\$235,000,000	\$290,000,000
State Special Revenue Fund Group Subtotal			\$326,307,357	\$393,000,000
Total Funding: Community-based Medicaid Services			\$1,450,257,028	\$1,622,818,015

Medicaid Waivers

ODODD 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 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.

Given the executive recommendations, ODODD estimates that 16,879 individuals in FY 2012 and 17,579 individuals in FY 2013 will receive IO waiver services on average per month, and 11,075 individuals in FY 2012 and 12,875 individuals in FY 2013 will receive L1 waiver services on average per month.

Medicaid Waiver Match (322407, 322604, 322624, and 322632)

These four line items are used to provide the nonfederal share for the IO and L1 Medicaid waiver programs as well as for the new Self-Empowered Life Funding (SELF) waiver. Appropriations for these line items are supported by separate revenue streams:

- Line item 322407, Medicaid State Match, which is a new line item supported by GRF dollars;
- Line item 322604, Medicaid Waiver – State Match, is supported by a portion of revenue received from the ICF/MR franchise fee;
- Line item 322624, County Board Waiver Match, is supported by county board dollars; and
- Line item 322632, Intensive Behavioral Needs, is supported by a portion of revenue received from ICF/MR franchise fees from FY 2008 and FY 2009.

Expenditures from these line items draw down federal Medicaid reimbursement, which is deposited into the Medicaid Waiver Fund (Fund 3G60) and expended from federal line item 322639, Medicaid Waiver – Federal.

Medicaid State Match (322407)

The executive recommends using this new GRF line item to pay the state share for Medicaid expenditures for home and community-based waiver programs and for services to developmental center residents enrolled in Medicaid. Currently, ODODD uses four GRF line items to make these payments. For Medicaid home and community-based waiver programs, ODODD uses 322416, Medicaid Waiver – State Match; 322504, Martin Settlement; and, 322413, Residential Support Services. For services to developmental center residents, ODODD uses line item 323321, Developmental Center and Residential Facilities Operation Expenses. The executive recommends combining these line items (all of line items 322416, 322504, and 323321, and part of line item 322413) into GRF line item 322407, Medicaid State Match.

Table 9 below lists expenditures from these line items in FY 2010, estimated expenditures in FY 2011, and the recommended appropriation for FY 2012 and FY 2013.

Line Item	FY 2010	FY 2011*	FY 2012	FY 2013
322416	\$76,954,696	\$96,995,649	--	--
322504	\$22,302,785	\$31,234,500	--	--
322413**	\$254,326	\$331,258	--	--
323321	\$69,591,624	\$79,364,778	--	--
322407	--	--	\$218,034,162	\$214,902,506
Total	\$169,103,431	\$207,926,185	\$218,034,162	\$214,902,506

*Estimated expenditures.

**The amounts for line item 322413 represent only Medicaid spending.

For new GRF line item 322407, Medicaid State Match, the executive recommends \$218.0 million in FY 2012, a 4.9% increase over FY 2011 estimated expenditures from the four existing line items used for Medicaid. The executive recommends \$214.9 million in FY 2013, a 1.4% decrease from FY 2012. According to ODODD, the recommended appropriations are planned for the following uses, as shown in Table 10 below.

Purpose	FY 2011*	FY 2012	% Change	FY 2013	% Change
Home and Community-based Waivers	\$128,561,407	\$148,661,946	15.6%	\$151,795,722	2.1%
IO and L1 General	\$96,995,649	\$112,661,946	16.2%	\$115,795,722	2.8%
Martin Settlement (IO)	\$31,234,500	\$35,500,000	13.7%	\$35,500,000	0.0%
Sermak Settlement (IO)	\$331,258	\$500,000	50.9%	\$500,000	0.0%
Developmental Centers	\$79,364,778	\$69,372,216	-12.6%	\$63,106,784	-9.0%
Total Appropriations	\$207,926,185	\$218,034,162	4.9%	\$214,902,506	-1.4%

*Estimated expenditures.

A temporary law provision in H.B. 153, As Introduced, specifies that new GRF line item 322407, Medicaid State Match, shall be used for multiple purposes: home and community-based waiver services, the nonfederal share of new certified beds in ICFs/MR (as a cash transfer to ODJFS), developmental centers and residential facilities, other programs identified by the director, and to implement the requirements of the Martin and Sermak settlements. According to ODODD, expenditures based on the Martin and Sermak settlements will continue to be tracked separately from other expenditures made from this line item.

Martin Settlement

In 1989 the Ohio Legal Rights Service filed a federal class action law suit that claimed undue segregation in institutions for individuals with 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 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. H.B. 1 of the 128th General Assembly included GRF funding for all 1,500 waiver slots for the biennium. According to ODODD, the executive recommendation for the FY 2012-FY 2013 biennium will support the requirements of the Martin Settlement.

The executive recommends repealing R.C. 126.04 that requires funds used to meet the requirements of the Martin Settlement be in a separate line item.

Sermak Settlement

The Sermak Settlement stems from a 1980 class action law suit filed by the Ohio Legal Rights Service (OLRS) alleging that individuals with developmental disabilities 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 waiver slots and funding for specialized services, 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. According to ODODD, the executive recommendation for the FY 2012-FY 2013 biennium will support the requirements of the Sermak Settlement.

Medicaid Waiver – State Match (322604)

The line item is used as state matching funds for home and community-based waivers, and is mainly used for the IO waiver. The executive recommends flat funding at the FY 2011 estimated expenditures level of \$12.0 million for FY 2012 and FY 2013. Revenue to support this line item comes from a portion of quarterly payments that ODODD receives from ODJFS from the collection of the ICF/MR franchise fee.

Franchise Fee Revenue

ICFs/MR (public and private) are required to pay an annual franchise permit fee based on the number of beds in the facility. ODODD pays this fee to ODJFS for the developmental centers. ODODD receives a portion of the total collected franchise fees based on statutory percentages, plus an additional amount agreed upon by the two agencies. In FY 2010, ODODD received \$16.3 million and expects to receive \$20.2 million in FY 2011. ODODD expects to receive \$20.2 million in FY 2012 and \$20.4 million in FY 2013.

R.C. 5112.37 and 5112.371 allocate franchise fee revenues between ODJFS and ODODD. The executive recommends changing the percentages designated for each agency as specified in statute. Table 11 below shows the existing revenue and percentages in the current biennium, as well as estimated revenue and recommended percentages for the next biennium.

Fiscal Year	Franchise Fee Revenue	ODJFS		ODODD	
		Fund 4K10	Percentage of Fee Revenue	Fund 5GE0	Percentage of Fee Revenue
FY 2010 actual	\$26,904,038	\$22,653,200	84.20%	\$4,250,838	15.80%
FY 2011 (estimate)	\$39,046,312	\$30,893,442	79.12%	\$8,152,870	20.88%
FY 2012 (estimate)	\$44,762,913	\$36,602,634	81.77%	\$8,160,279	18.23%
FY 2013 (estimate)	\$47,431,904	\$38,989,025	82.20%	\$8,442,879	17.80%

In addition, H.B. 1 requires ODJFS to transfer \$12 million in each fiscal year from franchise fee revenue to ODODD. These funds are deposited in the Home and Community-based Services Fund (Fund 4K80) used by ODODD, which supports this line item. The executive proposes to remove the reference to a specific dollar amount for this transfer and instead specifies that the amount is to be agreed upon by both agencies. ODODD expects to continue to receive \$12 million in each year of the upcoming biennium.

County Board Waiver Match (322624)

For this line item, the executive recommends \$235.0 million in FY 2012, a 38.4% increase over FY 2011 estimated expenditures and \$290.0 million in FY 2013, a 23.4% increase over FY 2012. This line item is supported by payments received from county boards when a county board has exceeded its state allocation of GRF dollars (from line item 322407) for the nonfederal share of Medicaid claims and must use local resources to pay their portion. The increase in appropriations in each fiscal year is due to the projected increase in IO waiver enrollment and to the anticipated launch of the Self-Empowered Life Funding (SELF) waiver.

H.B. 153, As Introduced, includes a temporary law provision that requires the Director of Developmental Disabilities to establish a methodology to be used in FY 2012 and FY 2013 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. County boards may use subsidy dollars received from ODODD or local levy dollars to meet their requirement.

SELF Waiver

Previously referred to as either the New Futures waiver or the Flexible Support waiver, the SELF waiver is designed to serve about 100 individuals under 21 years old with intensive behavioral needs and about 1,000 individuals with developmental disabilities over 21 years old to help them live in the community. The cost caps will be \$25,000 per year for those under 21 years old and \$40,000 per year for those 21 years old and over. Appropriations in this line item are for expending the state share of Medicaid

expenditures only for those 21 years old and over. The state share for individuals under 21 years old will be paid out of line item 322632, Intensive Behavioral Needs.

Intensive Behavioral Needs (322632)

This line item will be used to provide the state share of Medicaid costs for individuals under 21 years old enrolled in the new SELF waiver. Individuals in this waiver program may select the package of services that best suits the individual's needs within a capped budget of \$25,000 per year. ODODD expects to serve about 100 individuals under 21 years old with intensive behavioral needs through this waiver. The executive recommends appropriations of \$1.0 million for FY 2012 and FY 2013. The executive also recommends lifting the age limit set in statute to allow individuals to remain on the waiver until they turn 22 years old. ODODD expects enrollment to begin July 2011, with state share costs of about \$900,000 in each fiscal year.

Funding for this program was originally established in H.B. 562 of the 127th General Assembly. H.B. 562 required 5.72% of ICF/MR franchise fees collected be deposited into the Children with Intensive Behavioral Needs Program Fund (Fund 5CT0) and further specified that funds would be used for programs established by ODODD for individuals under 21 years of age who have intensive behavioral needs. This funding stream was discontinued in FY 2010 and FY 2011. According to ODODD, there are no other funding streams for this line item in the next biennium. ODODD will use the fund balance accumulated in FY 2008 and FY 2009 for this program.

Medicaid Waiver – Federal (322639)

This federally funded line item expends the federal reimbursement received from state and local expenditures for both Medicaid waiver programs. Federal reimbursement is deposited in the Medicaid Waiver Fund (Fund 3G60), which supports this line item. Funds are mainly expended for home and community-based Medicaid waiver services. The executive recommends \$866.6 million in FY 2012, a 16.2% increase over FY 2011 estimated expenditures and \$985.6 million in FY 2013, a 13.7% increase over FY 2012. The increases are to accommodate estimated increases in waiver enrollees over the next biennium.

The federal government reimburses allowable expenditures based on a state's FMAP. Under the program, state and local funds are used to "draw down" federal funds at the FMAP rate, which is determined annually by the federal government. For FFY 2012, Ohio's FMAP rate is 64.15% (for every \$1 spent on Medicaid-eligible services, the federal government reimburses the state approximately \$0.64). Administrative costs for Medicaid programs are generally reimbursed at 50%. Both state and local funds are used as match.

Enhanced Medicaid Federal (322648)

This federally funded line item is supported from additional FMAP received under ARRA. It is mainly used to pay home and community-based Medicaid waiver

services. It is also used for services provided in developmental centers and for targeted case management services. Most of the additional FMAP received was expended in FY 2010 and FY 2011. The state will receive the final additional FMAP amount in the first quarter of FY 2012 based on expenditures from the previous quarter. The executive recommends \$10.0 million for FY 2012 only, a 92.5% decrease from FY 2011 estimated expenditures.

Targeted Case Management Match and Services (322625 and 322626)

Line item 322625, Targeted Case Management Match, is used to pay ODJFS the nonfederal share of targeted case management services provided by county DD boards. The executive recommends funding of \$21.0 million for FY 2012, a 53.1% increase over FY 2011 estimated expenditures and \$24.0 million in FY 2013, a 14.3% increase over FY 2012.

Line item 322626, Targeted Case Management Services, is used to return to county DD boards the nonfederal portion of targeted case management services paid by the county board as well as the federal Medicaid reimbursement received for providing targeted case management services. Federal reimbursement is received by ODJFS, transferred to ODODD, then disbursed to county DD boards through this line item. The executive recommends funding of \$57.3 million in FY 2012, a 32.2% increase over FY 2011 estimated expenditures and \$66.0 million in FY 2013, a 15.2% increase over FY 2012.

Targeted case management refers to case management services that assist individuals with developmental disabilities 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. ODODD and the county boards monitor service providers to ensure that services are being provided in a manner consistent with standards established in statute and administrative rules.

The executive recommendation includes a provision that specifies that county boards are required to pay the nonfederal portion of targeted case management services to ODODD. The bill allows ODODD and ODJFS to enter into an interagency agreement for ODODD to transfer cash from the Targeted Case Management Fund (Fund 5DJ0) to the Medicaid Program Support Fund (Fund 5C90), used by ODJFS, using an intrastate transfer voucher to pay the nonfederal portion of targeted case management services.

CAFS Medicaid (322650)

This federally funded 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 2012 and FY 2013 are for residual claiming that will occur during the biennium. Once all

CAFS audits are complete, the Community Alternative Funding System Fund (Fund 3M70), which supports appropriations for this line item, will be eliminated. Expenditures from this line item totaled \$6.6 million in FY 2010. The executive recommends flat funding at the FY 2011 estimated expenditures level of \$29.3 million in FY 2012 and FY 2013.

Developmental Centers and Residential Facilities

This category of appropriations includes the major sources of funding for developmental centers and residential facilities. Table 12 shows the line items included in this category and the recommended amounts.

Table 12. Governor's Recommended Amounts for Developmental Centers and Residential Facilities				
Fund		ALI and Name	FY 2012	FY 2013
General Services Fund Group				
1520	323609	Developmental Center and Residential Operating Services	\$3,414,317	\$3,414,317
Federal Special Revenue Fund Group				
3A40	323605	Developmental Center and Residential Facility Services and Support	\$180,266,029	\$179,384,881
State Special Revenue Fund Group				
4890	323632	Developmental Center Direct Care Support	\$16,497,170	\$16,497,169
Total Funding: Developmental Centers and Residential Facilities			\$200,177,516	\$199,296,367

In addition to these line items, the executive recommends using a portion of GRF line item 322407, Medicaid State Match, to provide the state match for Medicaid expenses of ODODD's ten developmental centers. About \$69.4 million in FY 2012 and \$63.1 million in FY 2013 will be used from line item 322407, Medicaid State Match for developmental center services. That line item is included in the Community Medicaid Services section of this analysis, as it will mainly be used for the state match for Medicaid waiver services.

In FY 2010, the average daily census in state's ten developmental centers was 1,376. The census for February 14, 2011, was 1,258; statewide capacity is 1,398. ODODD estimates average daily census of 1,186 in FY 2012 and 1,083 in FY 2013. According to the Governor's Office of Health Transformation, ODODD plans to further reduce residents in developmental centers to 1,078 by the end of FY 2013.

Developmental Center and Residential Operating Services (323609)

This line item is used for expenses at ODODD's developmental centers. The executive recommends funding of \$3.4 million for FY 2012 and FY 2013, a 31.3% increase over FY 2011 estimated expenditures. This line item is supported by the Miscellaneous Revenue Fund (Fund 1520), which receives revenue generated from leasing land or space at a developmental center or service payments for some private residents ("private" means that the residential care for these residents is paid by the county DD board). The appropriation will be used to meet the payroll needs of the developmental centers that serve these individuals.

Developmental Center and Residential Facility Services and Support (323605)

Operating Expenses

This federally funded line item is supported by federal reimbursement for Medicaid expenditures made for developmental center residents and is used to pay operating expenses at state developmental centers. The executive recommends \$180.3 million in FY 2012, a 10.7% increase over FY 2011 estimated expenditures and \$179.4 million in FY 2013, a 0.5% decrease from FY 2012.

A large portion of ODODD's developmental center expenses are reimbursable under Medicaid, as the vast majority of developmental center residents are Medicaid-eligible. The federal government reimburses allowable expenditures based on a state's FMAP. Under the program, state and local funds are used to "draw down" federal funds at the FMAP rate, which is determined annually by the federal government. For FFY 2012, Ohio's FMAP rate is 64.15% (for every \$1 spent on Medicaid-eligible services, the federal government reimburses the state approximately \$0.64). Reimbursement is deposited into Fund 3A40, which supports appropriation for this line item.

Franchise Fee Payment

One of the operating costs of the developmental centers is the ICF/MR franchise fee paid to ODJFS. ICFs/MR (public and private) are required to pay an annual franchise permit fee based on the number of beds in the facility. In the last biennium, ODODD used GRF dollars to pay the franchise fee for developmental centers. These payments were made out of GRF line item 322647, ICF/MR Franchise Fee – Developmental Centers. In FY 2010, expenditures from this GRF line item for the franchise fee totaled \$5.5 million; estimated expenditures in FY 2011 are about \$7.1 million. The executive recommends discontinuing that GRF line item in the next biennium and using federal dollars received from Medicaid reimbursement to make the franchise fee payments to ODJFS.

Franchise fee rates are set in R.C. 5112.30. The executive recommends changes to the statute to set the fee at \$17.99 per bed per day in FY 2012 and at \$18.32 in FY 2013. ODODD estimates costs of \$8.2 million in FY 2012 and \$8.4 million in FY 2013 to pay the fee. ODODD receives a portion of the total collected franchise fees based on statutory percentages, which is deposited into the Operating and Services Fund (Fund 5GE0). (More information on franchise fee revenue can be found in the analysis of line item 322604, Medicaid Waiver-State Match.)

Under H.B. 1 of the 128th General Assembly, the franchise fee was set at \$14.75 from August 1, 2009 to June 30, 2010, and then decreased to \$13.55 on July 1, 2010 for FY 2011. H.B. 1 also required the fee to be adjusted in subsequent years by a composite inflation factor.

Developmental Center Direct Care Support (323632)

This line item is used to offset an individual's cost of care while in a developmental center. The executive recommends \$16.5 million in FY 2012 and FY 2013, a 7.2% increase over FY 2011 estimated expenditures. This line item is supported by revenues from client resources, such as Social Security, or payments made by the county for a person not eligible for Medicaid. About 70% of 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 receive 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.)

County Subsidies and Grants

This category of appropriations includes the major sources of funding for community-based services provided by the county DD boards. Table 13 shows the line items included in this category and the recommended amounts.

Table 13. Governor's Recommended Amounts for County Subsidies and Grants				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	322451	Family Support Services	\$5,932,758	\$5,932,758
GRF	322501	County Board Subsidies	\$40,906,365	\$44,449,280
GRF	322503	Tax Equity	\$14,000,000	\$14,000,000
General Revenue Fund Subtotal			\$60,839,123	\$64,382,038
Federal Special Revenue Fund Group				
3A50	320613	DD Council	\$3,341,572	\$3,341,572
3250	322612	Community and Social Service Programs	\$11,017,754	\$10,604,896
Federal Special Revenue Fund Group Subtotal			\$14,359,326	\$13,946,468
State Special Revenue Fund Group				
2210	322620	Supplemental Service Trust	\$150,000	\$150,000
5JX0	322651	Interagency Workgroup-Autism	\$45,000	\$45,000
State Special Revenue Fund Group Subtotal			\$195,000	\$195,000
Total Funding: County Subsidies and Grants			\$75,393,449	\$78,523,506

Family Support Services (322451)

This GRF line item provides funding for the family support subsidy. The executive recommends \$5.9 million for FY 2012 and FY 2013, a 10.0% decrease from FY 2011 estimated expenditures. These subsidy dollars are provided to ensure the availability of support so people may live as they choose while promoting their health, safety, and welfare. The primary goal for families receiving these dollars is to care for the family member with developmental disabilities in their own homes. Supports include respite care, adaptive equipment, special diets, home modifications to accommodate the family member with a disability, 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 developmental disabilities at home and the individual must be eligible for services through their local county DD board.

County Boards Subsidies (322501)

This GRF line item is used to provide subsidy dollars to county DD boards to assist with the costs of services and administration 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 \$40.9 million for FY 2012, a 34.3% decrease from FY 2011 estimated expenditures and \$44.4 million for FY 2013, an 8.7% increase over FY 2012. According to ODODD, the recommended level of funding will affect county boards differently depending on their other funding streams and level of services.

H.B. 153, As Introduced, specifies that this line item shall be used for the following purposes:

1. A quarterly subsidy to county developmental disability boards according to a formula developed by the Director in consultation with county boards for early childhood services and adult services, supported living, and service and support administration;
2. Funding for residential and support services to enable individuals with developmental disabilities to live in the community; and
3. Funding for county boards of developmental disabilities to address economic hardship and promote efficient operations.

The first purpose, which was also included in H.B. 1, relates to the Supported Living Program and Service and Support Administration subsidies. Since FY 2008, these subsidies have been funded from this line item. The second purpose allows counties to expend funds from this line item for residential supports, which in previous budgets was included in line item 322413, Residential and Support Services; the executive recommends discontinuing this line item. The third purpose allows for overall flexibility in expending subsidy dollars.

Supported Living

The Supported Living Program enables individuals with developmental disabilities to live in community settings. 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 individuals' 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 ODODD.

Service and Support Administration

Service and Support Administration (SSA), formerly called "case management," must be provided by each county board to each county resident with developmental disabilities 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.

Residential and Support Services

Line item 322501 also includes funding for miscellaneous residential support subsidies, which in previous budgets were included in line item 322413, Residential and Support Services. These subsidies allow county boards to meet the ongoing needs of individuals affected by specific events, such as the closing of a developmental center. In FY 2010, these subsidies totaled \$5.4 million, of which \$4.3 million (80%) was expended for individuals affected by the closing of the Broadview Developmental Center in Cuyahoga County in 1992. Funding for these subsidies is included in the executive's recommendations for line item 322501. Line item 322413 also included about \$300,000 to provide a small amount of state match for the Individual Options (IO) waiver under the requirements of the Sermak consent decree. This funding has been moved to new GRF line item 322407, Medicaid State Match.

Flexible Funding Pools

The bill also includes permissive language allowing county boards to transfer portions of funds received from this line item to a flexible funding pool. These pools are included in the executive's recommendations for ODJFS. The bill allows county family and children first councils to establish and operate a flexible funding pool to assure access to needed services by families, children, and older adults in need of protective services. County DD boards must collaborate with their county's family and children first council when transferring funds to this pool.

Tax Equity (322503)

This GRF line item is used to provide tax equity to county 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 2011 estimated expenditure level of \$14.0 million for FY 2012 and FY 2013. ODODD will be able to maintain current levels of support for the county DD boards provided through this line item. These dollars are disbursed in quarterly installments and are used by county boards to pay the nonfederal share of Medicaid expenditures.

Tax Equity Formula

The tax equity payment system is established in R.C. 5126.18. In H.B. 153, As Introduced, (and prior budget bills) the formula for distributing these payments has been notwithstanding in temporary law, which allowed the Director more discretion in determining the counties with the greatest need for these subsidies. H.B. 153 specifies a new formula to more accurately account for a county's per capita tax capacity. According to ODODD, this new formula will better allocate funds to counties with the greatest need. The formula was developed with the Ohio Association of County Boards Serving Persons with Development Disabilities. The formula will be implemented over four years to facilitate a gradual transition.

There is also a temporary law section that allows ODODD to notwithstanding the section of law that specifies the tax equity formula and to provide funds to county boards to address economic hardship and promote operational efficiencies.

DD Council (320613)

This federally funded 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. The executive recommends \$3.3 million for FY 2012 and FY 2013, a 12.8% increase over FY 2011 estimated expenditures. This increase is due to an increase in federal funding for this program.

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. ODODD is responsible for receiving, accounting for, and disbursing 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. ODODD 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 developmental disabilities 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.

Community and Social Service Programs (322612)

This federally funded line item is used to fund community-based services from the federal Social Services Block Grant received under Title XX. The block grant is a capped entitlement program that helps states provide a wide array of social services.

States are given wide discretion in determining which services will be provided. Funds may be used to provide grants to families with disabilities living in the community.

The amount of the block grant allocated to each state is on the basis of population. Title XX funds are received by ODJFS, which keeps 72.5% and distributes the remainder; 14.57% to ODODD and 12.93% to the Ohio Department of Mental Health. The block grant is about \$64.1 million per year, of which ODODD receives \$9.3 million. The executive recommends \$11.0 million for FY 2012, a 5.0% increase over FY 2011 estimated expenditures and \$10.6 million for FY 2013, a 3.8% decrease from FY 2012.

The fund that supports this line item also contains several other smaller federal grants. These include the Early Intervention Grant (about \$300,000) and the Medicaid Infrastructure Grant (about \$569,000).

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 ODODD and deposited into the Supplemental Service Trust Fund (Fund 2210). ODODD then returns those dollars to the county 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 2011 level of \$150,000 for FY 2012 and FY 2013.

Interagency Workgroup-Autism (322651)

This new line item will be used to support the Interagency Workgroup on Autism. The executive recommends appropriations of \$45,000 for FY 2012 and FY 2013. According to ODODD, this line item will be used to pay for contracts to produce and distribute information related to autism and other developmental disabilities.

H.B. 153, As Introduced, allows the Director of Developmental Disabilities to establish this workgroup in order to improve the coordination of the state's efforts to address the needs of individuals with autism spectrum disorders and their families. The bill also permits the Director to enter into interagency agreements with members of the workgroup and establishes the Interagency Workgroup on Autism Fund (Fund 5JX0) in the state treasury, which supports this line item. Members of the workgroup may contribute to the fund to support workgroup activities.

Administration

This category of appropriations includes the major sources of funding for ODODD's operational and administrative expenses. Table 14 shows each line item in this category and recommended amounts.

Table 14. Governor's Recommended Amounts for Administration				
Fund	ALI and Name		FY 2012	FY 2013
General Revenue Fund				
GRF	320321	Central Administration	\$4,522,794	\$4,522,794
GRF	320412	Protective Services	\$2,174,826	\$1,957,343
GRF	320415	Lease – Rental Payments	\$18,394,250	\$19,907,900
General Revenue Fund Subtotal			\$25,091,870	\$26,388,037
State Special Revenue Fund Group				
5GE0	320606	Operating and Services	\$7,406,609	\$7,407,297
5DK0	322629	Capital Replacement Facilities	\$750,000	\$750,000
5EV0	322627	Program Fees	\$685,000	\$685,000
5H00	322619	Medicaid Repayment	\$160,000	\$160,000
5S20	590622	Medicaid Administration and Oversight	\$20,875,567	\$21,727,540
State Special Revenue Fund Group Subtotal			\$29,877,176	\$30,729,837
Total Funding: Administration			\$54,969,046	\$57,117,874

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 ODODD in support of its program activities. Funds are used for staffing, maintenance, supplies, and equipment needed to carry out ODODD's mission and ensure compliance with state and federal laws. The executive recommends funding of \$4.5 million for FY 2012 and FY 2013, a 3.0% decrease from FY 2011 estimated expenditures. The funding decrease accounts for the anticipated reduction in the employer's share of contributions to Ohio's Public Employees Retirement System in the next biennium as well as anticipated lower health care premiums paid by the state for state employees.

Protective Services (320412)

This GRF line item is used to pay costs associated with guardianships, trusteeships, and protectorships for individuals with developmental disabilities. 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.

ODODD contracts with Advocacy and Protective Services, Inc., a nonprofit agency, for these services. The executive recommends flat funding at the FY 2011 estimated expenditure level of \$2.2 million for FY 2012 and \$2.0 million for FY 2013, a 10.0% decrease from FY 2012.

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 \$18.4 million for FY 2012, a 16.2% decrease from FY 2011 estimated expenditures and \$19.9 million for FY 2013, an 8.2% increase over FY 2012.

Operating and Services (320606)

This line item will be used to support ODODD's operating and service expenses not related to developmental centers. The executive recommends funding of \$7.4 million for FY 2012 and FY 2013, a 1.5% decrease from FY 2011 estimated expenditures.

Under state law, ODODD must pay a franchise fee assessment for developmental centers. ODODD will pay ODJFS the fee from federally funded line item 323605, Developmental Center and Residential Facility Services and Support. ODODD receives a portion of the total collected franchise fees based on statutory percentages, which is deposited into the fund that supports this line item. Revenue to this fund is estimated at \$8.2 million in FY 2012 and \$8.4 million in FY 2013.

Capital Replacement Facilities (322629)

This line item provides financial assistance to county DD boards or nonprofit agencies for the purchase or renovation of community housing for individuals with 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 ODODD 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 ODODD's community construction projects. The executive recommends flat funding at the FY 2011 level of \$750,000 in FY 2012 and FY 2013.

Program Fees (322627)

This line item is used to fund the certification, registration, and renewal procedures required for employment with a county 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 ODODD for employee certification and registration, licensing of residential facilities, and provider certification (based on the size of the provider) are deposited into the Program Fees Fund (Fund 5EV0), which supports this line item. The executive recommends funding of \$685,000 in FY 2012 and FY 2013, a 2.1% decrease from FY 2011 estimated expenditures.

Medicaid Repayment (322619)

This line item is used to pay ODJFS the federal portion of collections of overpayments to Medicaid providers discovered during an audit. The executive recommends funding of \$160,000 in FY 2012 and FY 2013, a 6.7% increase over FY 2011 estimated expenditures.

Medicaid Administration and Oversight (590622)

This line item is used to fund the expenses of ODODD'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 ODODD. The executive recommends \$20.9 million in FY 2012, a 9.7% increase over FY 2011 estimated expenditures and \$21.7 million in FY 2013, a 4.1% increase over FY 2012. The increased funding is based on ODODD's expectation that waiver enrollment and the cost of services will increase over the FY 2012-FY 2013 biennium.

This line item is supported by a fee collected from county DD boards. County DD boards pay ODODD a 1.5% fee on the value of all Medicaid-paid claims. Fee revenue is deposited into the Administration and Oversight Fund (Fund 5S20), which supports this line item. About 30% of this fee is transferred to ODJFS through an interagency agreement between the two agencies. ODODD estimates revenues of about \$19.8 million in FY 2012 and \$22.6 million in FY 2013, and that \$13.9 million and \$15.8 million, respectively, will be retained by ODODD. The appropriation will be supported by the revenues received in FY 2012 and FY 2013 as well as by a balance in the fund that at the end of FY 2010 equaled \$12.5 million.

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Department of Developmental Disabilities

General Revenue Fund

GRF 320321 Central Administration

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$8,756,804	\$5,705,691	\$4,433,485	\$4,662,674	\$4,522,794	\$4,522,794
	-34.8%	-22.3%	5.2%	-3.0%	0.0%

Source: General Revenue Fund

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Am. Sub. H.B. 215 of the 122nd G.A.)

Purpose: This line item supports central office operating expenses, including personal services, maintenance, supplies, and equipment needed to carry out the Ohio Department of Developmental Disabilities' (ODODD) mission and ensure compliance with state and federal laws.

GRF 320412 Protective Services

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$2,736,476	\$2,311,961	\$2,361,587	\$2,174,826	\$2,174,826	\$1,957,343
	-15.5%	2.1%	-7.9%	0.0%	-10.0%

Source: General Revenue Fund

Legal Basis: ORC 5123.56 (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.); Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A.

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

GRF 320415 Lease-Rental Payments

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$23,368,304	\$19,581,264	\$20,085,292	\$21,951,800	\$18,394,250	\$19,907,900
	-16.2%	2.6%	9.3%	-16.2%	8.2%

Source: General Revenue Fund

Legal Basis: Sections 337.10 and 337.20.10 of Am. Sub. H.B. 1 of the 128th 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. The Office of Budget and Management calculates the amount needed for each fiscal year to fulfill these obligations.

Department of Developmental Disabilities

GRF 322407 Medicaid State Match

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$0	\$0	\$0	\$0	\$218,034,162	\$214,902,506
	N/A	N/A	N/A	N/A	-1.4%

Source: General Revenue Fund

Legal Basis: Proposed by the Executive Budget

Purpose: This line item will be used to pay the state share for Medicaid expenditures for home and community-based waiver programs and for services to developmental center residents enrolled on Medicaid.

H.B. 153, As Introduced, proposes to combine all of line items 322416, Medicaid Waiver – State Match, 322504, Martin Settlement, and 323321, Developmental Center and Residential Facilities Operation Expenses, and part of line item 322413, Residential Support Services, into this line item.

GRF 322413 Residential and Support Services

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$6,433,533	\$5,702,452	\$5,779,427	\$4,854,554	\$0	\$0
	-11.4%	1.3%	-16.0%	-100%	N/A

Source: General Revenue Fund

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A.

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

H.B. 153, As Introduced, proposes to include funding for residential and support services in GRF line item 322501, County Boards Subsidies, and funding for state match for the Sermak decree in GRF line item 322407, Medicaid State Match.

Department of Developmental Disabilities

GRF 322416 Medicaid Waiver - State Match

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$110,132,591	\$109,705,746	\$76,954,696	\$96,995,649	\$0	\$0
	-0.4%	-29.9%	26.0%	-100%	N/A

Source: General Revenue Fund

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Am. Sub. H.B. 95 of the 125th G.A.)

Purpose: This line item is used to provide state matching funds for the Individual Options and Level 1 home and community-based Medicaid waivers.

H.B. 153, As Introduced, proposes to include funding for state match for these waivers in GRF line item 322407, Medicaid State Match.

GRF 322451 Family Support Services

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$6,938,898	\$6,314,397	\$6,591,953	\$6,591,953	\$5,932,758	\$5,932,758
	-9.0%	4.4%	0.0%	-10.0%	0.0%

Source: General Revenue Fund

Legal Basis: ORC 5126.11; Sections 337.10 and 337.30.60 of Am. Sub. H.B. 1 of the 128th 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. This program provides supports for families caring for an individual with a developmental disability at home. Supports include respite care, adaptive equipment, home modifications, special diet planning, and other services and items that are customized to meet the needs of the family.

GRF 322501 County Boards Subsidies

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$87,270,048	\$57,964,005	\$66,986,448	\$62,259,252	\$40,906,365	\$44,449,280
	-33.6%	15.6%	-7.1%	-34.3%	8.7%

Source: General Revenue Fund

Legal Basis: Sections 337.10, 337.30.50, 337.30.60, and 337.40.30 of Am. Sub. H.B. 1 of the 128th G.A.

Purpose: This line item provides subsidy dollars to the county DD boards to assist with administrative costs and costs of services provided by the board. County boards may use this funding for operating expenses, supported living services, service and support administration for county residents, and waiver match.

Department of Developmental Disabilities

GRF 322503 Tax Equity

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$14,000,000	\$14,000,000	\$14,000,000	\$14,000,000	\$14,000,000	\$14,000,000
	0.0%	0.0%	0.0%	0.0%	0.0%

Source: General Revenue Fund

Legal Basis: ORC 5126.18; Sections 337.10, 337.30.60, and 337.30.70 of Am. Sub. H.B. 1 of the 128th G.A. (originally established in Am. Sub. H.B. 95 of the 125th G.A.)

Purpose: This line item is used to provide tax equity to county 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.

GRF 322504 Martin Settlement

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$1,971,126	\$16,114,913	\$22,302,785	\$31,234,500	\$0	\$0
	717.5%	38.4%	40.0%	-100%	N/A

Source: General Revenue Fund

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established in Am. Sub. H.B. 119 of the 127th G.A.)

Purpose: This line item provides state funding for home and community-based Medicaid waivers in compliance with a federal class action law suit filed by the Ohio Legal Rights Service in 1989. The law suit claimed undue segregation in institutions for individuals with mental retardation and developmental disabilities and waiting lists for people in need of services.

H.B. 153, As Introduced, proposes to include funding for community-based Medicaid waivers pursuant to the Martin Settlement in GRF line item 322407, Medicaid State Match.

Department of Developmental Disabilities

GRF 322647 ICF/MR Franchise Fee - Developmental Centers

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$0	\$0	\$5,475,805	\$7,146,609	\$0	\$0
	N/A	N/A	30.5%	-100%	N/A

Source: General Revenue Fund

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A.

Purpose: This line item is used to pay the developmental center franchise fee to the Department of Job and Family Services. Intermediate Care Facilities for the Mentally Retarded are required to pay an annual franchise permit fee that is shared between ODODD and the Department of Job and Family Services to be used for the Medicaid Program and for home and community-based services.

H.B. 153, As Introduced, proposes to include funding to make ICF/MR franchise fee payments in federally funded line item 323605, Developmental Center and Residential Facility Services and Support.

GRF 323321 Developmental Center and Residential Facilities Operation Expenses

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$103,969,500	\$95,451,035	\$69,591,624	\$79,364,778	\$0	\$0
	-8.2%	-27.1%	14.0%	-100%	N/A

Source: General Revenue Fund

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th 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 expenditures for services provided in ten state developmental centers.

H.B. 153, As Introduced, proposes to include funding for state match for Medicaid expenses in state developmental centers in new GRF line item 322407, Medicaid State Match.

Department of Developmental Disabilities

General Services Fund Group

1520 323609 Developmental Center and Residential Operating Services

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$220,230	\$825,468	\$2,397,141	\$2,600,000	\$3,414,317	\$3,414,317
	274.8%	190.4%	8.5%	31.3%	0.0%

Source: General Services Fund Group: Revenues generated from leasing land and space at developmental centers and service payments for some private residents

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Controlling Board in June 1980)

Purpose: This line item is used for some operating expenses at state developmental centers.

4880 322603 Provider Audit Refunds

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$11,025	\$8,365	\$4,722	\$10,000	\$0	\$0
	-24.1%	-43.6%	111.8%	-100%	N/A

Source: General Services Fund Group: Collected reimbursement of the state share of overpayments to providers following an audit

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Am. Sub. H.B. 298 of the 119th G.A.)

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

H.B. 153, As Introduced, does not include appropriations for this line item.

4B50 320640 Training and Service Development

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$4,902	\$1,078	\$0	\$0	\$0	\$0
	-78.0%	-100%	N/A	N/A	N/A

Source: General Services Fund Group: Fees assessed to participants of various conference and training activities

Legal Basis: Discontinued line item (originally established by Controlling Board on November 20, 1989; fund was abolished by Section 337.31.10 of Am. Sub. H.B. 1 of the 128th G.A.)

Purpose: This line item was used for training expenses.

Department of Developmental Disabilities

Federal Special Revenue Fund Group

3250 322608 Grants for Infants and Families with Disabilities

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$11,500	\$0	\$0	\$0	\$0	\$0
	-100%	N/A	N/A	N/A	N/A

Source: Federal Special Revenue Fund Group: CFDA 84.181, Special Education - Grants for Infants and Families

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. Funding for this purpose is now included in line item 322612, Community Social Service Programs.

3250 322612 Community Social Service Programs

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$10,114,552	\$9,719,393	\$10,214,038	\$10,494,451	\$11,017,754	\$10,604,896
	-3.9%	5.1%	2.7%	5.0%	-3.7%

Source: Federal Special Revenue Fund Group: Transfer of 14.57% of the Social Services Block Grant (CFDA 93.667, Social Services Block Grant) from the Department of Job and Family Services; CFDA 84.181, Special Education - Grants for Infants and Families; CFDA 93.630, Developmental Disabilities Basic Support and Advocacy Grants

Legal Basis: ORC 5101.46; Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Controlling Board on April 25, 1980)

Purpose: This line item is used supplement the costs associated with initiating and maintaining guardianships, trusteeships, and protectorships for certain individuals with developmental disabilities, and to provide grants for infants and families with disabilities living in the community. Title XX funds are received by the Department of Job and Family Services, which keeps 72.5% and distributes the remainder: 14.57% to ODODD and 12.93% to the Department of Mental Health. States are given wide discretion in determining which services to provide with these funds. Title XX funds are allocated to states on the basis of population.

Department of Developmental Disabilities

3A40 320605 Administrative Support

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$157,820	\$0	\$0	\$0	\$0	\$0
	-100%	N/A	N/A	N/A	N/A

Source: Federal Special Revenue Fund Group: CFDA 93.778, Medical Assistance Program (Medicaid)

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.

3A40 323605 Developmental Center and Residential Facility Services and Support

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$125,736,838	\$127,889,701	\$118,772,095	\$162,857,709	\$180,266,029	\$179,384,881
	1.7%	-7.1%	37.1%	10.7%	-0.5%

Source: Federal Special Revenue Fund Group: CFDA 93.778, Medical Assistance Program (Medicaid)

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th 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 the state's ten developmental centers. As of February 14, 2011, there were 1,258 residents living, and 2,983 staff working in the state's developmental centers.

The vast majority of residents are Medicaid-eligible. A large portion of 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 U.S. Department of Health and Human Services Centers for Medicare and Medicaid determines the FMAP rate annually.

Department of Developmental Disabilities

3A50 320613 DD Council

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$1,808,143	\$2,634,183	\$2,919,339	\$2,963,760	\$3,341,572	\$3,341,572
	45.7%	10.8%	1.5%	12.7%	0.0%

Source: Federal Special Revenue Fund Group: CFDA 93.630, Developmental Disabilities Basic Support and Advocacy Grants

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th 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, which is a planning and advocacy body for community inclusion for people with developmental disabilities. The Council is part of a national network of state councils and consists of 25 members appointed by the Governor.

3A50 322613 DD Council Grants

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$644,157	\$41,780	\$0	\$0	\$0	\$0
	-93.5%	-100%	N/A	N/A	N/A

Source: Federal Special Revenue Fund Group: 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 developmental disabilities living in the community, based on parameters outlined in the Developmental Disabilities Assistance Act. Funding for this purpose is now included in line item 320613, DD Council.

Department of Developmental Disabilities

3DZ0 322648 Enhanced Medicaid - Federal

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$0	\$0	\$93,874,270	\$134,000,000	\$10,000,000	\$0
	N/A	N/A	42.7%	-92.5%	-100%

Source: Federal Special Revenue Fund Group: CFDA 93.778, Medical Assistance Program (Medicaid); additional federal reimbursement provided under the American Recovery and Reinvestment Act

Legal Basis: Established by Controlling Board on September 28, 2009

Purpose: This line item is used for to pay the federal share for Medicaid-funded home and community-based waiver services, services provided in state developmental centers, and targeted case management services.

Fund 3DZ0 was established to receive only the additional the federal share provided under the American Recovery and Reinvestment Act (ARRA). The Act increased the amount of federal reimbursement received for Medicaid expenditures from October 1, 2008 to December 31, 2010 (and was later extended to June 30, 2011). "Regular" federal reimbursement for Medicaid expenditures continue to be deposited into other funds used by ODODD: the Medicaid-Medicare Fund (Fund 3A40), the Medicaid Waiver Fund (Fund 3G60), and the Targeted Case Management Fund (Fund 5DJ0).

3G60 322639 Medicaid Waiver - Federal

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$474,428,522	\$582,779,703	\$738,621,788	\$745,540,746	\$866,566,007	\$985,566,007
	22.8%	26.7%	0.9%	16.2%	13.7%

Source: Federal Special Revenue Fund Group: CFDA 93.778, Medical Assistance Program (Medicaid)

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th 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. The federal government reimburses allowable expenditures based on a state's federal medical assistance percentage (FMAP). The U.S. Department of Health and Human Services Centers for Medicare and Medicaid determines the FMAP rate annually.

Department of Developmental Disabilities

3M70 322650 CAFS Medicaid

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$30,927,846	\$30,049,491	\$6,639,803	\$29,349,502	\$29,349,502	\$29,349,502
	-2.8%	-77.9%	342.0%	0.0%	0.0%

Source: Federal Special Revenue Fund Group: CFDA 93.778, Medical Assistance Program (Medicaid)

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th 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.

State Special Revenue Fund Group

2210 322620 Supplement Service Trust

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$45,302	\$0	\$0	\$150,000	\$150,000	\$150,000
	-100%	N/A	N/A	0.0%	0.0%

Source: State Special Revenue Fund Group: Funds recovered from a supplemental services trust upon the death of a beneficiary

Legal Basis: ORC 5815.28; Section 337.10 of Am. Sub. H.B. 1 of the 128th 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 allowable under Medicaid, 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 ODODD. Those dollars are then returned to the county DD board in the individual's county of origin.

Department of Developmental Disabilities

4890 323632 Developmental Center Direct Care Support

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$11,779,811	\$12,054,222	\$14,736,586	\$15,395,684	\$16,497,170	\$16,497,169
	2.3%	22.3%	4.5%	7.2%	0.0%

Source: State Special Revenue Fund Group: Resources of individuals residing in developmental centers

Legal Basis: ORC 5121.06; Sections 337.10 and 337.40.20 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by H.B. 1 of the 100th G.A.)

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

4K80 322604 Medicaid Waiver - State Match

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$14,978,800	\$8,975,546	\$12,817,391	\$12,000,000	\$12,000,000	\$12,000,000
	-40.1%	42.8%	-6.4%	0.0%	0.0%

Source: State Special Revenue Fund Group: A portion of the ICF/MR franchise fee for developmental centers received from the Department of Job and Family Services

Legal Basis: ORC 5112.37; Sections 337.10, 337.30.80, 337.30.85, and 309.31.60 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Am. Sub. H.B. 152 of the 120th G.A.)

Purpose: This line item is used to provide state matching funds for the Individual Options and Level 1 home and community-based Medicaid waivers.

5AT0 322631 Autism Transition Bridge

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$0	\$108,750	\$0	\$0	\$0	\$0
	N/A	-100%	N/A	N/A	N/A

Source: State Special Revenue Fund Group: Funds transferred from the 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.

Department of Developmental Disabilities

5CT0 322632 Intensive Behavioral Needs

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$0	\$0	\$0	\$1,000,000	\$1,000,000	\$1,000,000
	N/A	N/A	N/A	0.0%	0.0%

Source: State Special Revenue Fund Group: A portion of the ICF/MR franchise fee for developmental centers received from the Department of Job and Family Services received in FY 2008 and FY 2009

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A.

Purpose: This line was intended to fund the Children with Intensive Behavioral Needs waiver in FY 2011.

In FY 2012 and FY 2013, the executive proposes to use the line item to fund services provided to individuals under 21 years old under the Self-Empowered Life Funding (SELF) Waiver. ODODD plans to provide services to about 100 individuals under 21 under this waiver. In addition, ODODD plans to provide waiver services to about 1,000 adults under this waiver. Services for adults will be paid from line item 322624, County Board Waiver Match.

5DJ0 322625 Targeted Case Management Match

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$10,932,405	\$14,665,289	\$11,517,877	\$13,716,454	\$21,000,000	\$24,000,000
	34.1%	-21.5%	19.1%	53.1%	14.3%

Source: State Special Revenue Fund Group: Funds received from county DD boards

Legal Basis: Sections 337.10 and 337.30.90 of Am. Sub. H.B. 1 of the 128th 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.

Department of Developmental Disabilities

5DJ0 322626 Targeted Case Management Services

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$33,532,674	\$36,720,609	\$41,439,242	\$43,350,000	\$57,307,357	\$66,000,000
	9.5%	12.9%	4.6%	32.2%	15.2%

Source: State Special Revenue Fund Group: Federal Medicaid reimbursement received from the Department of Job and Family Services

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A.

Purpose: This line item is used to reimburse county DD boards the county-paid nonfederal share plus the federal Medicaid reimbursement for targeted case management services. County DD boards are providers of both the match and the services. The Centers for Medicare and Medicaid Services requires the county DD boards to send the match to ODODD prior to receiving payment from Medicaid.

5DK0 322629 Capital Replacement Facilities

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$11,343	\$0	\$44,531	\$750,000	\$750,000	\$750,000
	-100%	N/A	1584.2%	0.0%	0.0%

Source: State Special Revenue Fund Group: A prorated portion of financial assistance returned to the state upon sale of community facilities

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

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

5EV0 322627 Program Fees

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$80	\$3,258	\$266,885	\$700,000	\$685,000	\$685,000
	3973.0%	8090.6%	162.3%	-2.1%	0.0%

Source: State Special Revenue Fund Group: Fees paid for employee certification and registration, licensing of residential facilities, and provider certification

Legal Basis: ORC 5123.033; Sections 337.10 and 337.31.10 of Am. Sub. H.B. 1 of the 128th G.A.

Purpose: This line item is used to fund the certification, registration, and renewal procedures required for employment with a county 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.

Department of Developmental Disabilities

5GE0 320606 Operating and Services

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$0	\$0	\$236,469	\$7,521,007	\$7,406,609	\$7,407,297
	N/A	N/A	3080.5%	-1.5%	0.0%

Source: State Special Revenue Fund Group: A portion of the ICF/MR franchise fee for developmental centers received from the Department of Job and Family Services

Legal Basis: ORC 5112.371; Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A.

Purpose: This line item is used to support operating and service expenses not related to developmental centers.

5H00 322619 Medicaid Repayment

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$11,343	\$5,092	\$149,999	\$150,000	\$160,000	\$160,000
	-55.1%	2845.8%	0.0%	6.7%	0.0%

Source: State Special Revenue Fund Group: Collection of overpayments to Medicaid providers discovered during an audit

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th 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.

5JX0 322651 Interagency Workgoup- Autism

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$0	\$0	\$0	\$0	\$45,000	\$45,000
	N/A	N/A	N/A	N/A	0.0%

Source: State Special Revenue Fund Group: Funds received from members of the Interagency Workgroup on Autism to support workgroup activities

Legal Basis: Proposed by the Executive Budget

Purpose: This new line item will be used to support the Interagency Workgroup on Autism. Funds may be used to pay for production and distribution of information related to autism and other developmental disabilities.

Department of Developmental Disabilities

5S20 590622 Medicaid Administration & Oversight

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$7,731,518	\$10,606,327	\$16,692,065	\$19,029,807	\$20,875,567	\$21,727,540
	37.2%	57.4%	14.0%	9.7%	4.1%

Source: State Special Revenue Fund Group: A portion of the 1.5% fee charged to all county DD boards on the value of all Medicaid waiver paid claims

Legal Basis: ORC 5123.0412 (B); Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Controlling Board on October 15, 2001)

Purpose: This line item is used to fund the expenses of ODODD's administration and oversight of 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 ODODD.

ODODD charges the county boards of DD an annual fee of 1.5% of the value of all Medicaid claims paid for case management or home and community based services. A percentage of the funds collected is transferred to the Department of Job and Family Services; the percentage transferred is set in an interagency agreement.

5Z10 322624 County Board Waiver Match

FY 2008	FY 2009	FY 2010	Estimate FY 2011	Introduced FY 2012	Introduced FY 2013
\$122,103,928	\$165,164,896	\$131,101,347	\$169,754,424	\$235,000,000	\$290,000,000
	35.3%	-20.6%	29.5%	38.4%	23.4%

Source: State Special Revenue Fund Group: Funds paid by county DD boards for waiver match obligations when the county has exceeded its state allocation for the nonfederal share

Legal Basis: Section 337.10 of Am. Sub. H.B. 1 of the 128th G.A. (originally established by Controlling Board on August 18, 2003)

Purpose: This line item is used to pay the county DD boards' nonfederal share of Medicaid waiver expenditures.

FY 2012 - FY 2013 Introduced Appropriation Amounts

All Fund Groups

Line Item Detail by Agency			FY 2010	Estimate FY 2011	Introduced FY 2012	FY 2011 to FY 2012 % Change	Introduced FY 2013	FY 2012 to FY 2013 % Change
Report For Main Operating Appropriations Bill			Version: As Introduced					
DDD Department of Developmental Disabilities								
GRF	320321	Central Administration	\$ 4,433,485	\$ 4,662,674	\$ 4,522,794	-3.00%	\$ 4,522,794	0.00%
GRF	320412	Protective Services	\$ 2,361,587	\$ 2,174,826	\$ 2,174,826	0.00%	\$ 1,957,343	-10.00%
GRF	320415	Lease-Rental Payments	\$ 20,085,292	\$ 21,951,800	\$ 18,394,250	-16.21%	\$ 19,907,900	8.23%
GRF	322407	Medicaid State Match	\$ 0	\$ 0	\$ 218,034,162	N/A	\$ 214,902,506	-1.44%
GRF	322413	Residential and Support Services	\$ 5,779,427	\$ 4,854,554	\$ 0	-100.00%	\$ 0	N/A
GRF	322416	Medicaid Waiver - State Match	\$ 76,954,696	\$ 96,995,649	\$ 0	-100.00%	\$ 0	N/A
GRF	322451	Family Support Services	\$ 6,591,953	\$ 6,591,953	\$ 5,932,758	-10.00%	\$ 5,932,758	0.00%
GRF	322501	County Boards Subsidies	\$ 66,986,448	\$ 62,259,252	\$ 40,906,365	-34.30%	\$ 44,449,280	8.66%
GRF	322503	Tax Equity	\$ 14,000,000	\$ 14,000,000	\$ 14,000,000	0.00%	\$ 14,000,000	0.00%
GRF	322504	Martin Settlement	\$ 22,302,785	\$ 31,234,500	\$ 0	-100.00%	\$ 0	N/A
GRF	322647	ICF/MR Franchise Fee - Developmental Centers	\$ 5,475,805	\$ 7,146,609	\$ 0	-100.00%	\$ 0	N/A
GRF	323321	Developmental Center and Residential Facilities Operation Expenses	\$ 69,591,624	\$ 79,364,778	\$ 0	-100.00%	\$ 0	N/A
General Revenue Fund Total			\$ 294,563,102	\$ 331,236,595	\$ 303,965,155	-8.23%	\$ 305,672,581	0.56%
4880	322603	Provider Audit Refunds	\$ 4,722	\$ 10,000	\$ 0	-100.00%	\$ 0	N/A
1520	323609	Developmental Center and Residential Operating Services	\$ 2,397,141	\$ 2,600,000	\$ 3,414,317	31.32%	\$ 3,414,317	0.00%
General Services Fund Group Total			\$ 2,401,863	\$ 2,610,000	\$ 3,414,317	30.82%	\$ 3,414,317	0.00%
3A50	320613	DD Council	\$ 2,919,339	\$ 2,963,760	\$ 3,341,572	12.75%	\$ 3,341,572	0.00%
3250	322612	Community Social Service Programs	\$ 10,214,038	\$ 10,494,451	\$ 11,017,754	4.99%	\$ 10,604,896	-3.75%
3DZ0	322648	Enhanced Medicaid - Federal	\$ 93,874,270	\$ 134,000,000	\$ 10,000,000	-92.54%	\$ 0	-100.00%
3G60	322639	Medicaid Waiver - Federal	\$ 738,621,788	\$ 745,540,746	\$ 866,566,007	16.23%	\$ 985,566,007	13.73%
3M70	322650	CAFS Medicaid	\$ 6,639,803	\$ 29,349,502	\$ 29,349,502	0.00%	\$ 29,349,502	0.00%
3A40	323605	Developmental Center and Residential Facility Services and Support	\$ 118,772,095	\$ 162,857,709	\$ 180,266,029	10.69%	\$ 179,384,881	-0.49%
Federal Special Revenue Fund Group Total			\$ 971,041,334	\$ 1,085,206,168	\$ 1,100,540,864	1.41%	\$ 1,208,246,858	9.79%
5GE0	320606	Operating and Services	\$ 236,469	\$ 7,521,007	\$ 7,406,609	-1.52%	\$ 7,407,297	0.01%
2210	322620	Supplement Service Trust	\$ 0	\$ 150,000	\$ 150,000	0.00%	\$ 150,000	0.00%
4K80	322604	Medicaid Waiver - State Match	\$ 12,817,391	\$ 12,000,000	\$ 12,000,000	0.00%	\$ 12,000,000	0.00%

FY 2012 - FY 2013 Introduced Appropriation Amounts

All Fund Groups

Line Item Detail by Agency			FY 2010	Estimate FY 2011	Introduced FY 2012	FY 2011 to FY 2012 % Change	Introduced FY 2013	FY 2012 to FY 2013 % Change
DDD Department of Developmental Disabilities								
5CT0	322632	Intensive Behavioral Needs	\$0	\$ 1,000,000	\$ 1,000,000	0.00%	\$ 1,000,000	0.00%
5DJ0	322625	Targeted Case Management Match	\$ 11,517,877	\$ 13,716,454	\$ 21,000,000	53.10%	\$ 24,000,000	14.29%
5DJ0	322626	Targeted Case Management Services	\$ 41,439,242	\$ 43,350,000	\$ 57,307,357	32.20%	\$ 66,000,000	15.17%
5DK0	322629	Capital Replacement Facilities	\$ 44,531	\$ 750,000	\$ 750,000	0.00%	\$ 750,000	0.00%
5EVO	322627	Program Fees	\$ 266,885	\$ 700,000	\$ 685,000	-2.14%	\$ 685,000	0.00%
5H00	322619	Medicaid Repayment	\$ 149,999	\$ 150,000	\$ 160,000	6.67%	\$ 160,000	0.00%
5JX0	322651	Interagency Workgoup- Autism	\$0	\$ 0	\$ 45,000	N/A	\$ 45,000	0.00%
5Z10	322624	County Board Waiver Match	\$ 131,101,347	\$ 169,754,424	\$ 235,000,000	38.44%	\$ 290,000,000	23.40%
4890	323632	Developmental Center Direct Care Support	\$ 14,736,586	\$ 15,395,684	\$ 16,497,170	7.15%	\$ 16,497,169	0.00%
5S20	590622	Medicaid Administration & Oversight	\$ 16,692,065	\$ 19,029,807	\$ 20,875,567	9.70%	\$ 21,727,540	4.08%
State Special Revenue Fund Group Total			\$ 229,002,392	\$ 283,517,376	\$ 372,876,703	31.52%	\$ 440,422,006	18.11%
Department of Developmental Disabilities Total			\$ 1,497,008,692	\$ 1,702,570,139	\$ 1,780,797,039	4.59%	\$ 1,957,755,762	9.94%