

**House Appropriations
Subcommittee on Health
and Human Services**

Money Report

June 8, 2006

Health and Human Services

GENERAL FUND

Total Budget Approved 2005 Session

FY 06-07
\$4,264,940,128

Budget Changes

(1.0) Division of Medical Assistance

- | | | |
|--|-----------------|---|
| 1 Revised Medicaid Forecast | (\$150,000,000) | R |
| Reduces state appropriations for the Medicaid program based upon a revised forecast. | | |
| 2 Ticket-To-Work Date Change | (\$150,000) | R |
| Reduces funding for the Ticket-To-Work Program for FY 2006-07 because the implementation date has been changed to July 1, 2007. | | |
| 3 CAP-MR/DD Slots | \$3,000,000 | R |
| Provides full funding for up to 200 additional slots for the Community Alternatives Program for the Mentally Retarded/Developmentally Disabled. | | |
| 4 Inflationary Increases | \$20,000,000 | R |
| Provides funding for inflationary increases for Medicaid providers. | | |
| 5 Cap County Share | \$18,000,000 | R |
| Provides funding to cap all 100 counties' portion of Medicaid service costs at the amount paid in FY 2005-06. | | |
| 6 Reserve for Targeted County Relief | | |
| Provides \$35 million in non-recurring funding to be allocated to all 100 counties based on the percentage of Medicaid eligible individuals in each county's population. | | |
| Funds for this item are located in the Statewide Reserves section of this report. | | |

(3.0) Division of Public Health

- | | | |
|---|-------------|---|
| 7 Early Intervention | \$8,020,968 | R |
| Provides funding to expand the capacity of the Early Intervention program for children ages birth to three in response to the increase in the number of children referred for services. | | |
| | 206.00 | |
| 8 School Nurse Funding | \$3,250,000 | R |
| Provides recurring funding to support 65 school nurse positions previously supported on a time-limited basis by federal block grants. | | |

9 Universal Vaccine Program	\$6,526,095	R
Provides funding to expand coverage of the influenza vaccine to children ages two through five and the pertussis vaccine to adolescents aged 11 and 12.		
10 Health Disparities Initiative	\$2,000,000	R
Provides funding for grants-in-aid awarded through the Community-Focused Eliminating Health Disparities Initiative.		
11 Dental Preventive Services	\$648,938	R
Provides funding for dental preventive services to children at high risk for tooth decay. Funds support the fluoride mouth rinse program in public schools, community water fluoridation and laboratory testing, the provision of dental sealants and other needed dental care.		
	1.00	
12 Women's Health Services	\$200,000	NR
Provides funding for family planning services to uninsured women who are not eligible for Medicaid.		
13 Healthy Start Foundation	\$300,000	NR
Provides a grant-in-aid to the Healthy Start Foundation.		
14 Child Maltreatment	\$90,000	R
Provides funding for one position and support costs to coordinate the implementation of NC Institute of Medicine recommendations for initiatives to prevent the occurrence of child maltreatment.		
	1.00	
15 Antiviral Purchase for Pandemic Flu	\$152,500	NR
Provides funding for the state match for federal funds to purchase and store 10,000 courses of influenza antiviral medication for the state's first responders.		
16 Private Well Water Safety Program	\$226,000	NR
Provides funding for equipment and supplies required to test the anticipated additional private well water samples due to increased enforcement of well construction standards. Authorizes three positions to be supported through fee receipts.		
	3.00	
(4.0) Division of Mental Health, Developmental Disabilities, and Substance Abuse Services		
17 ADATC	\$3,969,719	R
Provides funding for personnel and operating support associated with the expansion of the acute units at the Walter B. Jones and R.J. Blackley Alcohol and Drug Abuse Treatment Centers.		
	93.00	
18 Developmental Therapies for DD	\$25,035,119	R
Provides funding for a state-funded service to replace services lost due to changes in federal policy and cuts in federal support.		
	\$1,400,000	NR

19 Mental Health Services

\$7,000,000 R

Provides funding for mental health services to be distributed to the Local Management Entities (LMEs) such that each LME receives a percentage of the total allocation that is equal to that LME's percentage of the State's total population below the poverty level.

20 Substance Abuse Services

\$7,000,000 R

Provides funding for substance abuse services to be distributed to the LMEs such that each LME receives a percentage of the total allocation that is equal to that LME's percentage of the State's total population below the poverty level.

21 Housing Trust Fund - 400 Apartment Initiative

Provides \$10,625,000 in non-recurring funding to the North Carolina Housing Trust Fund for a 400 independent- and supportive-living apartment initiative recommended by the Joint Legislative Oversight Committee on Mental Health, Developmental Disabilities, and Substance Abuse Services. These funds are for the financing of the portion of the 400 apartments not able to be financed within the existing means of the North Carolina Housing Finance Agency. Operating assistance for the 400 apartments will be provided from the funds in the next item. The apartments shall be for individuals with disabilities and shall be affordable to those with incomes at the Supplemental Security Income (SSI) level.

The funds for this item are located in the Housing Finance Agency section of this report.

22 Supportive Services for HUD 811 Projects

\$635,000 R

Provides funding for on-going operations and start-up expenses to support 12 group home beds and 80 apartments financed through the United States Department of Housing and Urban Development.

\$330,000 NR

23 Mental Health Trust Fund

Provides \$24,205,000 in funding for the Trust Fund for Mental Health, Developmental Disabilities, and Substance Abuse Services and Bridge Funding Needs to be used in accordance with G.S. 143-15.3D.

Of the \$24,205,000, \$9,205,000 will be spent in the following areas:

\$1,205,000 to provide operating cost subsidy for 400 independent- and supportive living apartments for individuals with disabilities financed by the North Carolina Housing Finance Agency as described in item labeled "Housing Trust Fund - 400 Apartment Initiative". The apartments shall be affordable to those with incomes at the SSI level.

\$2,000,000 to improve psychiatrist access for public consumers.

\$1,500,000 for mental health services.

\$1,500,000 for substance abuse services.

\$3,000,000 for crisis services.

The funding for mental health services, substance abuse services, and crisis services (a total of \$6,000,000) will be distributed to the LMEs such that each LME receives a percentage of the total allocation that is equal to that LME's percentage of the total population below the poverty

The funds for this item are located in the Statewide Reserves section of this report.

24 Start-Up Funding for Crisis Services

Provides funding for start-up costs for crisis services to be used by LMEs to establish a continuum of regional crisis facilities and local crisis services for persons with mental illness, developmental disabilities, and substance abuse addictions.

\$5,250,000 NR

25 State Service Dollars for Crisis Services

Provides funding for crisis services to be distributed to LMEs such that each LME receives a percentage of the total allocation that is equal to that LME's percentage of the State's total population below the poverty level. LMEs may use these funds to pay for mental health, developmental disabilities, or substance abuse crisis services provided to non-Medicaid eligible adults and children who are indigent and have no other third-party payment source.

\$5,000,000 R

26 Consultants to Aid the Division and LMEs

Provides funding for consultants to aid the Division of Mental Health, Developmental Disabilities, and Substance Abuse Services and the LMEs with planning for crisis services, strategic planning, developing performance indicators, standardization, and capacity-building.

\$925,000 NR

27 Child and Family Teams

Provides funding for LMEs to hire 18 Care Coordinators to work with Child and Family Teams.

\$523,638 R

(8.0) Division of Child Development

28 Child Care Subsidy

Provides funding to maintain existing caseload and remove 1,752 children from the waiting list. Additional funding in the Temporary Assistance for Needy Families (TANF) Block Grant for child care subsidy will remove 4,054 children from the waiting list.

\$15,096,395 R

29 Smart Start

Provides funding for local Smart Start initiatives, including subsidized child care. In addition, \$3,000,000 in receipts from the NC Education Lottery Fund will replace a portion of the funding that local Smart Start partnerships provide to support the More at Four Program.

\$10,000,000 R

30 Improve Regulatory Oversight

Provides funding to create 10 positions in the Division of Child Development's Licensing Unit. Additional staff will reduce caseloads and allow for more frequent monitoring visits.

\$453,222 R
\$12,291 NR
10.00

31 T.E.A.C.H. Program

Provides funding to the North Carolina T.E.A.C.H. Early Childhood Project.

\$1,000,000 NR

(9.0) Division of Education Services

32 Early Intervention Teachers for the Deaf and Hard of Hearing

Provides funding to create eight additional teaching positions in the Early Intervention Program for Children who are Deaf or Hard of Hearing Program.

\$293,493 R
8.00

33 Early Intervention Teachers for the Blind and Visually Impaired

Provides funding for five additional teaching positions and one Orientation and Mobility Specialist at the Governor Morehead School for the Blind's Preschool.

\$233,533 R
6.00

34 Language Interpreters	\$121,771	R
Provides funding to create one language interpreter position at the North Carolina School for the Deaf in Morganton, one language interpreter position at the Governor Morehead School in Raleigh, and two language interpreter positions in the Early Intervention Program for Deaf and Hard of Hearing.	4.00	
35 Dormitory Supervisors at North Carolina School for the Deaf in Morganton	\$39,730	R
Provides funding to create two additional Residential Life Attendants for the North Carolina School for the Deaf in Morganton.	2.00	
36 Housekeeper at North Carolina School for the Deaf in Morganton	\$20,358	R
Provides funding to create one additional housekeeping staff at the North Carolina School for the Deaf in Morganton's.	1.00	
37 Behavior Specialists for Eastern North Carolina School for the Deaf	\$45,663	R
Provides funding for two additional Behavior Programming Technicians at the Eastern North Carolina School for the Deaf for the Positive Behavior Support Program.	2.00	
38 Telemedicine for Children in Residential Schools	\$24,000	R
Provides funding to implement telemedicine programs at the Western North Carolina School for the Deaf in Morganton and the Governor Morehead School for the Blind in Raleigh.	\$50,000	NR
39 Beginnings for Parents of Children Who Are Deaf or Hard of Hearing, Inc.		
Provides funding for family support services.	\$168,235	NR
(10.0) Division of Social Services		
40 Foster Care and Adoption Assistance Payments	\$10,206,898	R
Provides funding to support the increased cost of the Foster Care and Adoption Assistance Programs.		
41 Federal Budget Impact on Foster Care Services	\$2,040,755	R
Provides funding to support the projected cost of additional foster care maintenance payments to be made to people caring for their relatives' children who choose to become licensed.		
42 Paternity Testing for Child Support Enforcement	\$151,500	R
Provides funding to support the loss of federal funds for paternity testing expenses.		
43 Facilitators for Child and Family Teams	\$720,804	R
Provides funding for 21 positions to facilitate Child and Family Team meetings in county DSSs that will support the statewide implementation of the Multiple Response System.		

44 Food Banks		
Provides funding to be equally distributed to the regional network of food banks in North Carolina.	\$1,000,000	NR
45 State/County Special Assistance Rate Adjustment	\$3,500,000	R
Provides funding for an increase in the State/County Special Assistance monthly rate from \$1,118 per month to \$1,132 per month effective October 1, 2006.		
(11.0) Division of Aging and Adult Services		
46 Home and Community Care Block Grant	\$4,205,879	R
Provides funding for the Home and Community Care Block Grant Program.		
47 LTC Ombudsman Positions	\$492,136	R
Provides funding for ten long term care ombudsman positions including benefits and travel.	10.00	
48 Adult Day Care Rates	\$1,043,750	R
Provides funding to increase the daily rates for adult day care and adult day health programs by \$5.00. \$556,556 will be allocated to the State Adult Day Care Fund and \$487,194 shall be allocated to the Home and Community Care Block Grant Program.		
(12.0) Office of the Secretary		
49 Budget Receipts from NC Education Lottery for More at Four	(\$66,646,653)	R
Reduces state appropriations for the More At Four program by budgeting \$66,646,653 in receipts from the NC Education Lottery Fund to support the More at Four program in accordance with statute.		
50 More at Four Expansion		
Budgets an additional \$14,989,056 from lottery proceeds to support the following program expansion: creation of 2,800 additional program slots, increased funding of \$200 per slot for all 18,253 slots, and establishment of three new staff positions, an Educational Development & Planning Consultant II, an Educational Consultant II, and an Education Processing Assistant who will perform monitoring and technical assistance functions.		
51 Replace Portion of Smart Start Funds Supporting More at Four		
Budgets \$3,000,000 in receipts from the NC Education Lottery Fund to replace a portion of the funding that local Smart Start partnerships provide to support the More at Four Program.		
52 Utility and Fuel Cost Reserve	\$1,000,000	NR
Provides funding to support the increased cost of utility services and fuel for state institutions operated by the Department of Health and Human Services.		

53 MMIS Implementation

Transfers funding from the G.S 143-23.2 reserve to continue to fund the state share of implementing the new Medicaid Management System (MMIS).

Total Requirements	\$5,004,504
Transfer From Medicaid Reserve Fund	(\$5,004,504)
State Appropriation	0

54 Psychiatrist Access

Provides funding to improve psychiatrist access for public consumers.

\$3,000,000 R

55 Strategic LME Team

Provides funding to be used for three positions to create a Local Management Entity (LME) Strategic Assistance Team. The Team shall assist LMEs develop, implement, and maintaining their statutory responsibilities.

\$300,000 R

3.00

56 Community Health Center Grants

Provides additional funding for grants-in-aid awarded through the Community Health Center Grant Program.

\$3,000,000 NR

57 Rural Hospital Operations and Maintenance

Provides funding for small rural hospitals in need of assistance with operations and infrastructure maintenance.

\$3,000,000 NR

Budget Changes

(\$54,107,289) R

\$18,014,026 NR

Total Position Changes

350.00

Revised Total Budget

\$4,228,846,865
