

# State of Alaska Office of Management and Budget

FY2020 Operating Budget Overview:  
Department of Health and Social Services  
Department Overview  
Presentation to the H&SS Senate Finance Subcommittee  
February 25, 2019  
Administrative Services Director, Sana Efird



THE STATE  
of **ALASKA**  
GOVERNOR MICHAEL J. DUNLEAVY

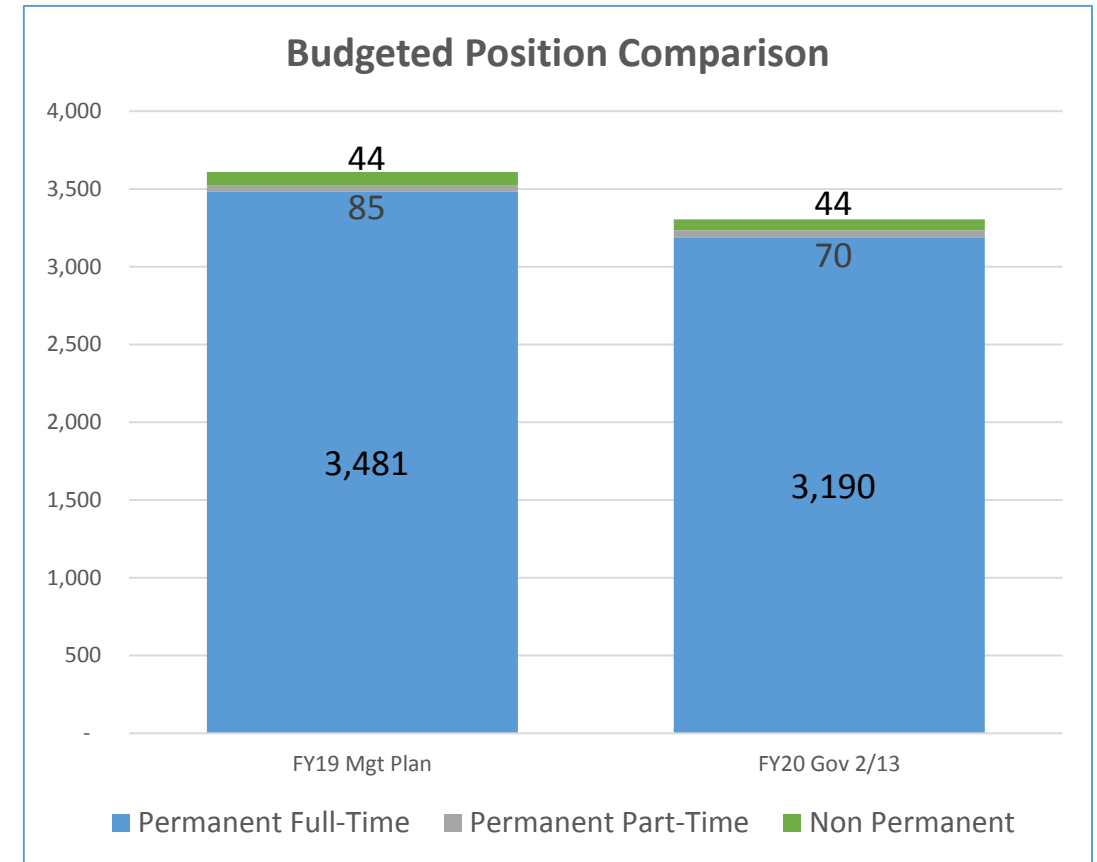
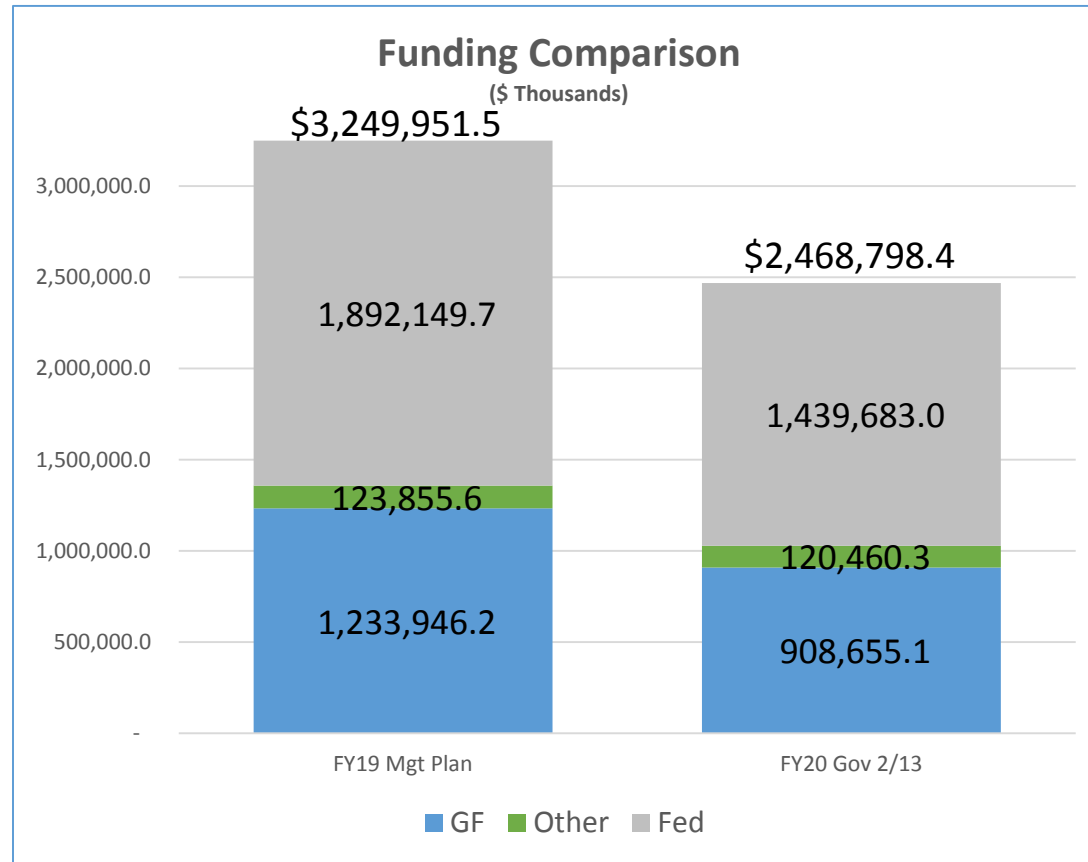
# Department of Health and Social Services FY2020 Operating Budget: Core Services Alignment

*Mission: To promote and protect the health and well-being of Alaskans.*

Core Services	Combined General Fund	Other	Federal	Total	% GF
Protect and promote the health of Alaskans	288,834.5	47,739.2	675,843.9	1,012,417.6	28.53%
Provide quality of life in a safe living environment for Alaskans	356,326.3	21,939.1	444,922.8	823,188.2	43.29%
Manage health care coverage for Alaskans	19,771.3	8,191.2	67,357.7	95,320.2	20.74%
Facilitate access to affordable health care for Alaskans	20,197.5	20,889.9	68,450.6	109,538.0	18.44%
Strengthen Alaska families	63,508.5	6,218.6	59,538.2	129,265.3	49.13%
Protect vulnerable Alaskans	128,551.6	13,547.7	108,183.7	250,283.0	51.36%
Promote personal responsibility and accountable decisions by Alaskans	31,465.4	1,934.6	15,386.1	48,786.1	64.50%
<b>FY2020 Governor's Amended</b>	<b>908,655.1</b>	<b>120,460.3</b>	<b>1,439,683.0</b>	<b>2,468,798.4</b>	<b>36.81%</b>



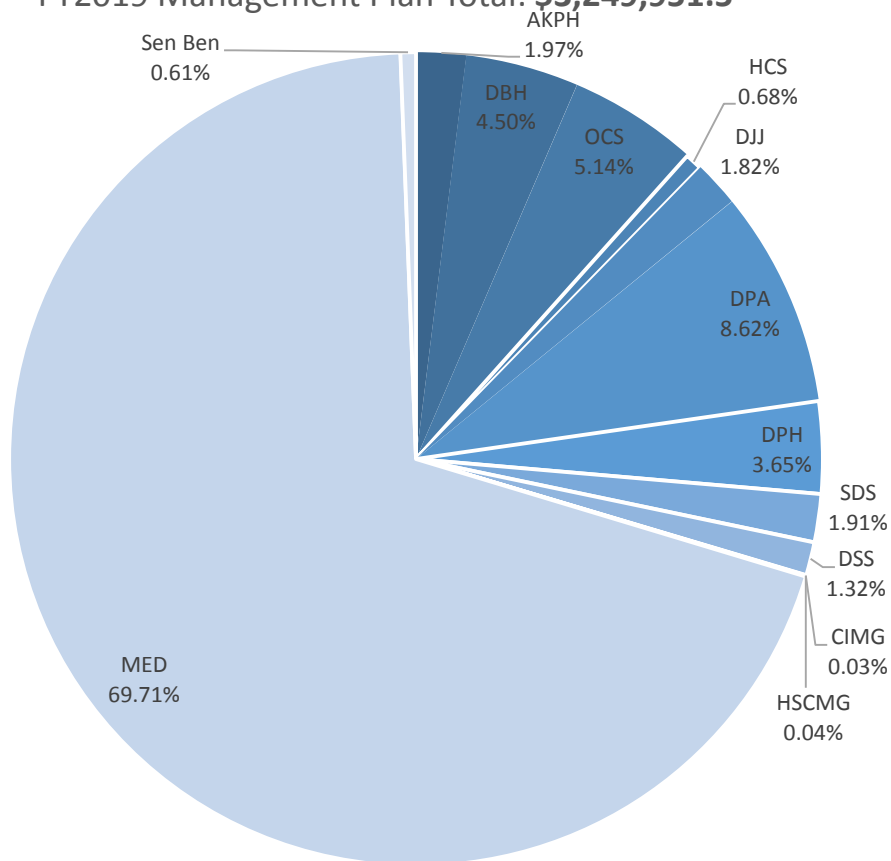
# Department of Health and Social Services: Funding and PCN Comparison



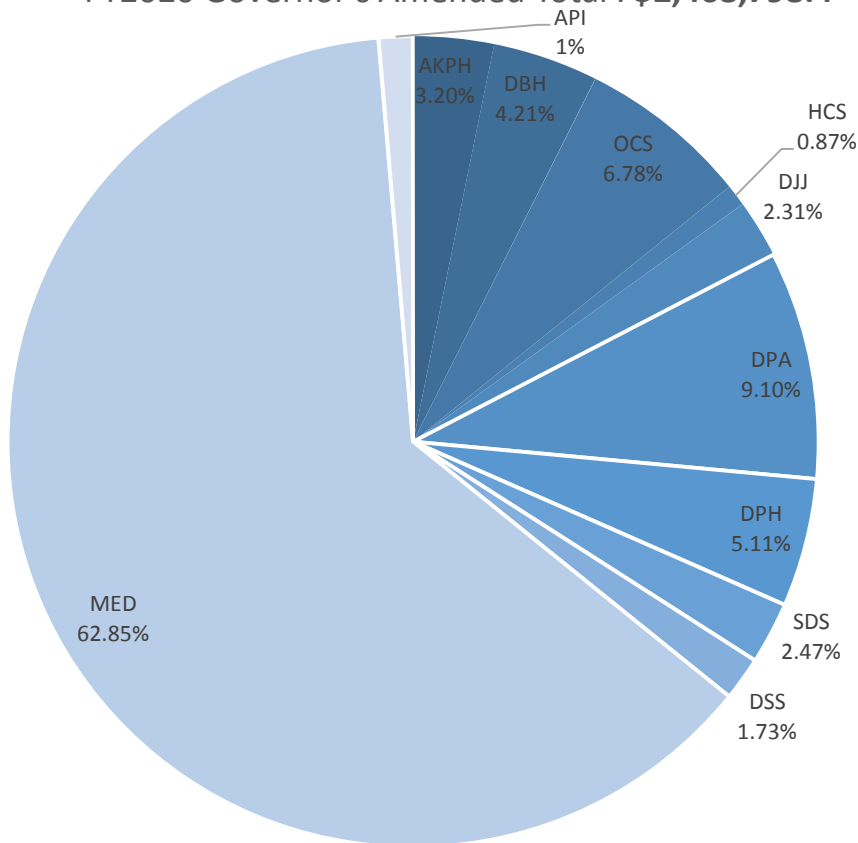
# Department of Health and Social Services Operating Budget: Fiscal Year Comparison

## All Funds

FY2019 Management Plan Total: **\$3,249,951.5**

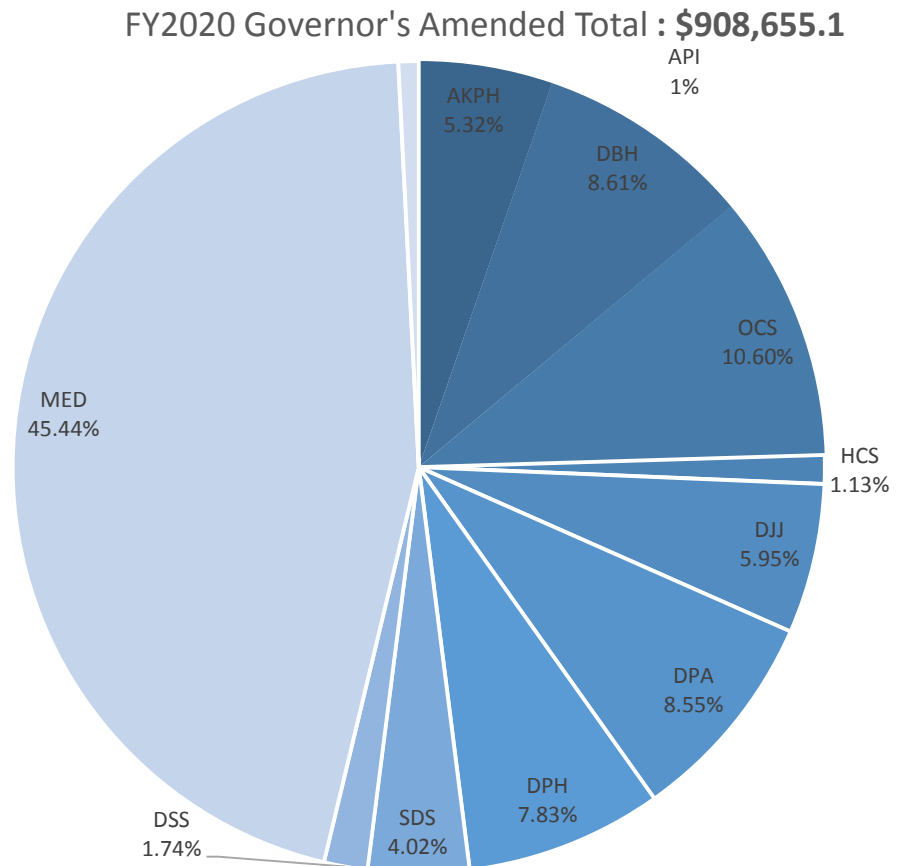
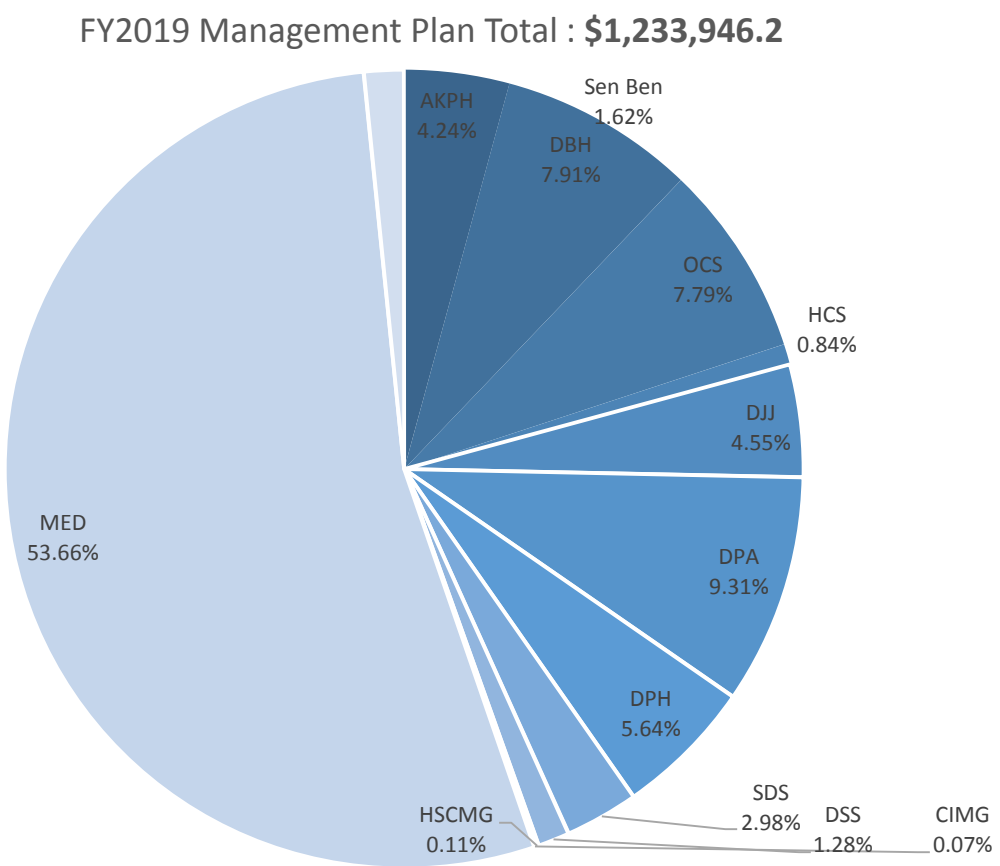


FY2020 Governor's Amended Total : **\$2,468,798.4**



# Department of Health and Social Services Operating Budget: Fiscal Year Comparison

## Combined General Funds



## Department of Health and Social Services FY2020 Operating Budget:

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$1,146,733.1	\$810,083.3	(\$336,649.8)	-29%
DGF	\$87,213.1	\$98,571.8	\$11,358.7	13%
Other	\$123,855.6	\$120,460.3	(\$3,395.3)	-3%
Federal	\$1,892,149.7	\$1,439,683.0	(\$452,466.7)	-24%
Total Budget	\$3,249,951.5	\$2,468,798.4	(\$781,153.1)	-24%

### Budget was based on the Governor's core tenets:

- Focus on core services
- Expenditures cannot exceed existing revenue
- Maintain and protect our reserves
- Does not take additional funds from Alaskans through taxes or the PFD
- Must be sustainable, predictable, and affordable



## Alaska Pioneer Homes FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$34,592.8	\$16,405.1	(\$18,187.7)	-53%
DGF	\$17,730.7	\$31,907.6	\$14,176.9	80%
Other	\$10,552.8	\$25,550.3	\$14,997.5	142%
Federal	\$1,241.0	\$5,241.0	\$4,000.0	322%
Total Budget	64,117.3	79,104.0	\$14,986.7	23%

- Travel Reduction (\$13.3) Total
- Alaska Pioneer Homes Payment Assistance \$15,000.0 UGF
- Implement Rates for Pioneer Homes which cover the cost of care
- Support those who cannot pay with financial assistance



## Alaska Psychiatric Institute FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$7,313.4	\$7,313.4	\$0.0	0%
DGF	\$0.0	\$0.0	\$0.0	0%
Other	\$26,342.1	\$26,342.1	\$0.0	0%
Federal	\$0.0	\$0.0	\$0.0	0%
Total Budget	33,655.5	33,655.5	\$0.0	0%

- **Organizational restructure**
  - To ensure the safety of staff and patients;
  - To bring the hospital into rapid compliance with regulatory authorities
  - To prepare the facility to increase its bed capacity to 80 beds by July 1



## Division of Behavioral Health FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$56,512.5	\$51,403.4	(\$5,109.1)	-9%
DGF	\$33,820.3	\$26,864.9	(\$6,955.4)	-21%
Other	\$6,564.9	\$5,229.1	(\$1,335.8)	-20%
Federal	\$15,722.0	\$20,364.1	\$4,642.1	30%
Total Budget	112,619.7	103,861.5	(\$8,758.2)	-8%

- Travel Reduction (\$253.4) Total
- Reinstate Medicaid rate for reimbursement of transportation of involuntary commitments (\$1,000.0) GF
- Increase to combat the opioid crisis \$4,790.0 Fed
- SB74 Implementation of Medicaid Reform (\$113.4)



\*Excludes Alaska Psychiatric Institute, now a standalone appropriation

## Office of Children's Services FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$90,499.7	\$90,734.6	\$234.9	0%
DGF	\$5,600.0	\$5,600.0	\$0.0	0%
Other	\$8,121.2	\$8,121.2	\$0.0	0%
Federal	\$62,938.3	\$63,007.9	\$69.6	0%
Total Budget	167,159.2	167,463.7	\$304.5	0%

- Travel reduction (\$76.6) Total
- Maintain focus on lowering caseloads and retaining staff to better serve the needs of our children and families



## Health Care Services FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$8,263.8	\$8,238.5	(\$25.3)	0%
DGF	\$2,082.0	\$2,071.4	(\$10.6)	-1%
Other	\$1,209.6	\$917.4	(\$292.2)	-24%
Federal	\$10,476.3	\$10,230.7	(\$245.6)	-2%
Total Budget	22,031.7	21,458.0	(\$573.7)	-3%

- Travel reduction (\$99.6) Total
- SB74 Implementation of Medicaid Reform (\$181.9)
- Sustain safety net health coverage for low income Alaskans



## Division of Juvenile Justice FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended			
UGF	\$56,103.3	\$54,103.3	(\$2,000.0)		-4%
DGF	\$0.0	\$0.0	\$0.0		0%
Other	\$1,390.7	\$1,386.6	(\$4.1)		0%
Federal	\$1,523.7	\$1,523.7	\$0.0		0%
Total Budget	59,017.7	57,013.6	(\$2,004.1)		-3%

- Retain Youth Probation Services in the Nome Facility and transfer Youth Detention and Treatment Services to other facilities (\$2,000.0) UGF

## Division of Public Assistance FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$114,035.0	\$76,829.7	(\$37,205.3)	-33%
DGF	\$818.0	\$818.0	\$0.0	0%
Other	\$30,876.8	\$12,892.1	(\$17,984.7)	-58%
Federal	\$134,336.6	\$134,183.0	(\$153.6)	0%
Total Budget	280,066.4	224,722.8	(\$55,343.6)	-20%

- Travel reduction (\$206.4) Total
- Repeal Senior Benefits Payment Program (\$19,986.1) UGF
- Work to change Alaska's Maintenance of Effort requirements for Adult Public Assistance (\$14,700.0) UGF and Temporary Assistance for Needy Families (\$17,172.0) UGF
- Repeal PFD Hold Harmless (\$17,724.7) Other



## Division of Public Health FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$43,304.4	\$40,713.8	(\$2,590.6)	-6%
DGF	\$26,259.8	\$30,407.6	\$4,147.8	16%
Other	\$7,249.8	\$8,181.3	\$931.5	13%
Federal	\$41,678.3	\$46,898.9	\$5,220.6	13%
Total Budget	118,492.3	126,201.6	\$7,709.3	7%

- Travel reduction (\$181.8) Total
- Explore efficiencies, leverage federal funds and pilot innovative service delivery models with partners (\$2,000.0) UGF.
- Increase for Opioid and Epidemiology Grants \$5,220.6 Fed
- Increase Vaccine Assessment funding by \$2,000.0 (language section)



## Senior and Disabilities Services FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$36,810.0	\$36,561.4	(\$248.6)	-1%
DGF	\$0.0	\$0.0	\$0.0	0%
Other	\$3,392.2	\$3,058.0	(\$334.2)	-10%
Federal	\$21,934.6	\$21,464.9	(\$469.7)	-2%
Total Budget	62,136.8	61,084.3	(\$1,052.5)	-2%

- Travel reduction (\$173.0) Total
- SB74 Implementation of Medicaid Reform(\$462.2).
- Maintain services to vulnerable populations and continued support for seniors

## Departmental Support Services FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$15,847.7	\$15,781.2	(\$66.5)	0%
DGF	\$0.0	\$0.0	\$0.0	0%
Other	\$15,675.7	\$15,670.9	(\$4.8)	0%
Federal	\$11,230.4	\$11,176.9	(\$53.5)	0%
Total Budget	42,753.8	42,629.0	(\$124.8)	0%

- Travel Reduction (\$84.8) Total
- Continue servicing eight program divisions





## Medicaid FY2020 Operating Budget: Change Summary

	FY2019 Mgmt Plan	FY2020 Governor Amended	Difference	% of Change
UGF	\$661,215.7	\$411,998.9	(\$249,216.8)	-38%
DGF	\$902.3	\$902.3	\$0.0	0%
Other	\$12,479.8	\$13,111.3	\$631.5	5%
Federal	\$1,591,068.5	\$1,125,591.9	(\$465,476.6)	-29%
Total Budget	2,265,666.3	1,551,604.4	(\$714,061.9)	-32%

- Implement Cost Containment Measures and Reform Initiatives (\$225,000.0) UGF, (\$450,000.0) Fed
- Eliminate Optional Adult Dental Medicaid Benefit (\$8,273.6) UGF, (\$18,730.9) Fed
- Sustain safety net health coverage for low income Alaskans
- Collapse Medicaid Services to a Single Allocation



# THANK YOU

---



THE STATE  
of ALASKA  
GOVERNOR MICHAEL J. DUNLEAVY

# Sustainable, Predictable, Affordable

