

Senate Subcommittee Report

Agency: Kansas Department for Aging and Disability Services **Bill No.** SB 153 **Bill Sec.** 22

Analyst: LaMunyon

Analysis Pg. No. Vol. II, p. 1149

Budget Page No. 240

Expenditure Summary	Agency Estimate FY 2023	Governor Recommendation FY 2023	Senate Subcommittee Adjustments
Operating Expenditures:			
State General Fund	\$ 1,137,185,233	\$ 1,155,714,468	\$ 0
Federal Funds	1,447,656,286	1,580,878,905	0
Other Funds	74,622,880	72,427,975	0
<i>Subtotal</i>	<u>\$ 2,659,464,399</u>	<u>\$ 2,809,021,348</u>	<u>\$ 0</u>
Capital Improvements:			
State General Fund	\$ 55,360	\$ 55,360	\$ 0
Federal Funds	0	0	0
Other Funds	27,463,529	27,463,529	0
<i>Subtotal</i>	<u>\$ 27,518,889</u>	<u>\$ 27,518,889</u>	<u>\$ 0</u>
TOTAL	<u><u>\$ 2,686,983,288</u></u>	<u><u>\$ 2,836,540,237</u></u>	<u><u>\$ 0</u></u>
 FTE positions	 362.3	 362.3	 0.0

Agency Estimate

The **agency** submits a revised estimate of \$2.7 billion, including \$1.1 billion SGF, and 362.3 FTE positions in FY 2023. This is an all funds decrease of \$161.9 million, or 5.7 percent, including a decrease of \$83.7 million SGF, or 6.9 percent, below the FY 2023 approved amount. Significant items in the agency's estimate include the following:

- LAPSED REAPPROPRIATIONS.** The agency's revised estimate includes a supplemental request to lapse \$164.1 million from all funds, including \$63.3 million SGF, that were reappropriated from FY 2022. The reappropriated funds were budgeted for human services caseloads, and the agency requests lapsing the Medicaid caseloads reappropriations, as the need for these funds will be reassessed during the human services consensus caseloads process.

Governor's Recommendation

The **Governor** recommends expenditures of \$2.8 billion, including \$1.2 billion SGF, in FY 2023. This is an all funds increase of \$149.6 million, including an SGF increase of \$18.5 million, above the agency's revised estimate in FY 2023. The Governor's recommendation also includes 362.3 FTE positions, which is unchanged from the agency's FY 2023 revised estimate.

- FALL 2022 CASELOADS ADJUSTMENT.** The Governor recommends the addition of \$149.6 million, including \$18.5 million SGF, in FY 2023, to reflect the fall 2022 human services consensus caseloads estimate. Compared to the FY 2023 approved

amount, the fall 2022 consensus caseloads estimate for KDADS is an all funds decrease of \$14.5 million, including a decrease of \$44.8 million SGF. The SGF decrease below the FY 2023 approved amount is primarily due to the extension of the Public Health Emergency (PHE) for three quarters of FY 2023, compared to one quarter reflected in the approved amount in FY 2023.

Senate Subcommittee Recommendation

The **Subcommittee** concurs with the Governor's recommendation in FY 2023.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's recommendation in FY 2023.

Senate Committee of the Whole Recommendation (Sub. for SB 155)

The **Committee of the Whole** concurs with the Committee's recommendation in FY 2023, with the following adjustment:

1. Add language to certify CCBHCs based on readiness rather than according to the statutory schedule for FY 2023.



House Budget Committee Report

Agency: Kansas Department for Aging and Disability Services **Bill No.** HB 2274

Bill Sec. 22

Analyst: LaMunyon

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Budget Page No. 240

Expenditure Summary	Agency Estimate FY 2023	Governor Recommendation FY 2023	House Budget Committee Adjustments
Operating Expenditures:			
State General Fund	\$ 1,137,185,233	\$ 1,155,714,468	\$ 1,900,000
Federal Funds	1,447,656,286	1,580,878,905	0
Other Funds	74,622,880	72,427,975	0
<i>Subtotal</i>	\$ 2,659,464,399	\$ 2,809,021,348	\$ 1,900,000
Capital Improvements:			
State General Fund	\$ 55,360	\$ 55,360	\$ 0
Federal Funds	0	0	0
Other Funds	27,463,529	27,463,529	0
<i>Subtotal</i>	\$ 27,518,889	\$ 27,518,889	\$ 0
TOTAL	\$ 2,686,983,288	\$ 2,836,540,237	\$ 1,900,000
FTE positions	362.3	362.3	0.0

Agency Estimate

The **agency** submits a revised estimate of \$2.7 billion, including \$1.1 billion SGF, and 362.3 FTE positions in FY 2023. This is an all funds decrease of \$161.9 million, or 5.7 percent, including a decrease of \$83.7 million SGF, or 6.9 percent, below the FY 2023 approved amount. Significant items in the agency's estimate include the following:

- **LAPSED REAPPROPRIATIONS.** The agency's revised estimate includes a supplemental request to lapse \$164.1 million from all funds, including \$63.3 million SGF, that were reappropriated from FY 2022. The reappropriated funds were budgeted for human services caseloads, and the agency requests lapsing the Medicaid caseloads reappropriations, as the need for these funds will be reassessed during the human services consensus caseloads process.

Governor's Recommendation

The **Governor** recommends expenditures of \$2.8 billion, including \$1.2 billion SGF, in FY 2023. This is an all funds increase of \$149.6 million, including an SGF increase of \$18.5 million, above the agency's revised estimate in FY 2023. The Governor's recommendation also includes 362.3 FTE positions, which is unchanged from the agency's FY 2023 revised estimate.

- **FALL 2022 CASELOADS ADJUSTMENT.** The Governor recommends the addition of \$149.6 million, including \$18.5 million SGF, in FY 2023, to reflect the fall 2022 human services consensus caseloads estimate. Compared to the FY 2023 approved amount, the fall 2022 consensus caseloads estimate for KDADS is an all funds decrease of \$14.5 million, including a decrease of \$44.8 million SGF. The SGF decrease below the FY 2023 approved amount is primarily due to the extension of the Public Health Emergency (PHE) for three quarters of FY 2023, compared to one quarter reflected in the approved amount in FY 2023.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2023 with the following adjustments:

2. Add \$1.9 million SGF and direct the agency to reimburse Mirror, Inc. for unreimbursed services to treat opioid use disorders in FY 2023.
3. Add language directing the agency to certify community mental health centers (CMHCs) to transition to certified community behavioral clinics (CCBHCs) based on readiness, rather than the statutory schedule.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation for FY 2023 with the following adjustments:

1. Add language to direct the agency to reimburse opioid use disorder providers for all allowable purposes, including medication and treatment.
2. Add language to increase the maximum transfer from lottery vending machines for crisis stabilization services and the Clubhouse model program to \$9.0 million.

House Committee of the Whole Recommendation (Sub. for SB 42)

The **Committee of the Whole** concurs with the House Committee's recommendation for FY 2023.

Conference Committee Recommendation (HB 2184)

The **Conference Committee** concurs with the Governor's recommendation in FY 2023 with the following adjustments:

1. Add \$1.9 million SGF to reimburse Mirror, Inc. for treatment of opioid use disorder in FY 2023.
2. Add language directing the agency to certify CMHCs to transition to CCBHCs based on readiness, rather than the statutory schedule, in FY 2023.
3. Add language directing the agency to reimburse providers of opioid use disorder services for all allowable purposes under federal guidelines in FY 2023.

4. Add language to increase the maximum transfer from lottery vending machines for Crisis Stabilization Services and the Clubhouse model program from \$8.0 million to \$9.0 million in FY 2023.

Omnibus Action (SB 25)

1. Do not adopt GBA No. 1, Item 8, and delete \$2.5 million SGF to not expand the PACE program in FY 2023.
2. Adopt GBA No.1, Item 1, to delete \$37.9 million, including a decrease of \$31.5 million SGF, to adopt the Spring Human Services Caseloads Estimates in FY 2023.
3. Adopt GBA No. 1, Item 9, to add \$715,000 SIBF to increase the budget for the Spruce Cottage remodel at Parsons State Hospital in FY 2023.

	Governor's Recommendation FY 2023	Legislative Action Mega Bill	Legislative Approved FY 2023	Legislative Action Omnibus Bill	Final Legislative Approved FY 2023
All Funds					
State Operations	\$ 170,095,210	\$ 0	\$ 170,095,210	\$ 0	\$ 170,095,210
Aid to Local Units	117,008,110	0	117,008,110	0	117,008,110
Other Assistance	2,486,518,028	1,900,000	2,488,418,028	(2,500,000)	2,485,918,028
<i>Subtotal - Operations</i>	<i>\$ 2,773,621,348</i>	<i>\$ 1,900,000</i>	<i>\$ 2,775,521,348</i>	<i>\$ (2,500,000)</i>	<i>\$ 2,773,021,348</i>
Capital Improvements	28,233,889	0	28,233,889	0	28,233,889
TOTAL	<u>\$ 2,801,855,237</u>	<u>\$ 1,900,000</u>	<u>\$ 2,803,755,237</u>	<u>\$ (2,500,000)</u>	<u>\$ 2,801,255,237</u>

State General Fund

State Operations	\$ 121,848,084	\$ 0	\$ 121,848,084	\$ 0	\$ 121,848,084
Aid to Local Units	87,630,748	0	87,630,748	0	87,630,748
Other Assistance	917,275,636	1,900,000	919,175,636	(2,500,000)	916,675,636
<i>Subtotal - Operating</i>	<i>\$ 1,126,754,468</i>	<i>\$ 1,900,000</i>	<i>\$ 1,128,654,468</i>	<i>\$ (2,500,000)</i>	<i>\$ 1,126,154,468</i>
Capital Improvements	55,360	0	55,360	0	55,360
TOTAL	<u>\$ 1,126,809,828</u>	<u>\$ 1,900,000</u>	<u>\$ 1,128,709,828</u>	<u>\$ (2,500,000)</u>	<u>\$ 1,126,209,828</u>

FTE Positions	362.3	0.0	362.3	0.0	362.3
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* The Governor's recommendation includes GBA No. 1, item 1 to delete \$37.9 million, including \$31.5 million SGF, to adopt the Spring 2023 Human Services Consensus Caseloads Estimate for FY 2023.

* The Governor's recommendation includes GBA No. 1, item 8 to add \$2.5 million SGF to expand the PACE program.

* The Governor's recommendation includes GBA No. 1, Item 9 to add \$715,000 SIBF to increase the budget for the Spruce Cottage remodel at PSH.