



Office of Health & Human Resources

Overview

The Health and Human Resources secretariat includes agencies responsible for service delivery and management of the Commonwealth's responses to some of the most critical issues Virginia has faced in the past and will face in the future.

In addition to recommending funding necessary to sustain the important ongoing functions of this secretariat, the Governor's recommendations for the 2000-2002 budget include \$179.1 million from the general fund for increased utilization and inflation of Medicaid services. Furthermore, an additional \$95.6 million from the general fund is proposed to respond to other important health and human resources priorities:

- ▶ **Strengthen families.** Strengthening families to be self-sufficient is an essential ingredient for the continued success of welfare reform and for limiting the size of state government. These efforts, coupled with a strong economy, have resulted in a continual decline in the number of recipients of cash assistance in Virginia's Temporary Assistance for Needy Families (TANF) program.

Foster care and adoption programs are an integral part of stabilizing children in a family setting. The budget provides funding to increase the monthly subsidy rate for foster care and adoptive families and to cover the cost of expected caseload increases to more quickly move children into permanent adoptive homes. Adoption efforts will be further strengthened through additional grant funding and federal matching funds. Furthermore, these programs support an emphasis on educating Virginians on the viability of adoption options.

The Commonwealth must address numerous problems facing children to ensure they can reach their maximum potential. Unfortunately, many children are plagued with emotional and behavioral problems which negatively influence their ability to learn. The Governor's proposed budget includes new funding to treat children currently experiencing or at risk of developing emotional and behavioral problems. Through funding in the Health and Human Resources secretariat, as well as in the Education secretariat for the Comprehensive Services Act, problems of at-risk children are being addressed. Additionally, the Governor's budget addresses revenue

shortfalls in Child Support Enforcement in a meaningful way. Children are and must remain a top priority of the Commonwealth to ensure their development. These initiatives represent a strong commitment to families and children.

- ▶ **Improve care and treatment for Virginians with mental retardation and mental illness.** Virginia has an obligation to work diligently to treat and care for our citizens with mental retardation and mental illness. The state's innovations and enhancements to the mental health system have produced landmark results, and the Governor increases funding again in his 2000-02 executive budget to continue strengthening Virginia's system. The budget for the Department of Mental Health Mental Retardation and Substance Abuse Services increased by over \$68 million in fiscal year 2000, bringing the 1998-2000 total biennial increase to \$162 million. The Governor continues that commitment in his 2000-02 budget. The proposed budget includes new funding to increase staffing, expand current services, and to implement a treatment program for sexual predators.

A new funding plan will be tapped to fuel the transformation of the state mental health and mental retardation service delivery system. The proceeds from sales of surplus land at state-owned mental health and mental retardation facilities will be deposited into a revolving trust fund to address restructuring and unmet need. The fund will be used for initial expenses associated with restructuring at selected facilities. The remaining proceeds will be dedicated to continuing services for current patients affected by restructuring. The trust fund will continue to receive the savings resulting from restructuring and the fund will be used to enhance services to individuals with mental illness, mental retardation, and substance abuse problems. These initiatives represent the logical and appropriate next step to ensure Virginians in need can access these services.

- ▶ **Increase awareness and accessibility of long-term care for Virginians.** The budget includes funding to continue enhancing the efforts to provide older citizens with quality long-term care. With the growth in Virginia's aging population, the cost and impact to citizens continues to grow and must be addressed in a practical and caring way.

The budget includes over \$20 million to address reimbursement rates for nursing facilities and personal care providers, the caregiver (respite care) program, and the Safe Return program. The Governor recognizes the importance of bringing these issues affecting older Virginians to the forefront and has included funding to sponsor both a conference on aging and gubernatorial commissions to study issues affecting Virginians and the aging population. These efforts will forge Virginia's vision and direction for caring for our elderly and their families in the 21st century.

- **Assure affordable and accessible health care for Virginians.** The Governor recommends new funding for initiatives to implement a developmental disabilities waiver, as well as expand current elderly and disabled waiver services. These waivers will allow Virginia to continue to innovate and provide services to the special populations served under Medicaid. Additionally, the Commonwealth will expand funding for premium assistance to treat HIV-infected Virginians, ultimately reducing costs for the state, and it will initiate the Health Insurance Portability and Accountability Act that will result in improvements to its Medicaid claims processing system.

Summary of recommended funding for Health and Human Resources agencies

<i>Agency</i>	<i>Fiscal year 2001</i>			<i>Fiscal year 2002</i>		
	<i>GF</i>	<i>NGF</i>	<i>All funds</i>	<i>GF</i>	<i>NGF</i>	<i>All funds</i>
Secretary of Health and Human Resources	0.8	0.2	1.0	0.8	0.2	1.0
Department for the Aging	14.5	19.2	33.8	14.5	19.2	33.7
Department for the Deaf And Hard-of-Hearing	1.4	0.1	1.5	1.4	0.1	1.5
Department of Health	141.3	274.1	415.4	138.5	274.2	412.7
Department of Health Professions	0.0	13.5	13.5	0.0	14.2	14.2
Department of Medical Assistance Services	1,434.6	1,580.1	3,014.7	1,453.9	1,588.7	3,042.7
Department of Mental Health, Mental Retardation & Substance Abuse Services	419.9	326.7	746.6	422.8	327.0	749.8
Department of Rehabilitative Services	26.2	83.0	109.2	26.2	83.0	109.2
Woodrow Wilson Rehabilitation Center	5.6	19.3	24.9	5.6	19.3	25.0
Department of Social Services	270.5	909.9	1,180.4	262.9	943.2	1,206.1
Governor's Employment and Training Department	<0.1	10.2	10.2	<0.1	5.8	5.8
Virginia Board for People with Disabilities	0.1	1.5	1.7	0.1	1.5	1.7
Virginia Department for the Visually Handicapped	6.9	13.6	20.5	7.0	13.6	20.5
Virginia Rehabilitation Center for the Blind	0.2	1.7	1.9	0.2	1.7	1.9
Total for Office of Health and Human Resources	2,322.3	3,253.1	5,575.4	2,334.0	3,291.8	5,625.8

Dollars in millions. Figures may not add due to rounding. See "How to read the summary tables" on page 8.

Secretary of Health and Human Resources

The Secretary of Health and Human Resources is appointed by the Governor and assists the Governor in the management and direction of state government. This Secretary provides guidance to the 13 agencies in the health and human resources secretariat. The Secretary's office receives no federal funds.

Recommended changes:

- ▶ **Support the Office of the Inspector General.** Additional funding to establish ongoing support for the infrastructure of the Office of the Inspector General. This will allow the office to continue its efforts to improve the mental health and mental retardation system by making independent recommendations on enhancing the quality of patient care. For 2001, \$50,000 (GF), and \$171,523 (NGF) and two positions. For 2002, \$50,000 (GF) and \$178,508 (NGF).
- ▶ **Cover increased rent costs.** Additional funds to cover the higher cost of renting state-owned space for buildings located in the Capitol Square complex. This represents the first fee increase since 1995. These funds will provide this agency sufficient resources to cover the increased rent. For 2001, \$3,069 (GF). For 2002, \$3,747 (GF).
- ▶ **Adjust general liability premium funding.** Adds funds for the increase in the agency's general liability insurance premiums, which are based on its recent claims experience. For 2001, \$106 (GF). For 2002, \$46 (GF).

Virginia Department for the Aging

The department administers and manages programs for older Virginians and their families through a network of 25 local area agencies on aging. About 95 percent of the agency's budget provides home and community-based services such as case management, homemaker, personal care, adult day care, home delivered and congregate meals, and transportation. In fiscal year 1999, more than 200,000 older Virginians and their families received these services.

The department also promotes the protection of older citizens and their rights, manages the Public Guardian and Conservator Program, provides fiscal oversight for the Office of the State Long-Term Care Ombudsman Program, and administers prevention services. In fiscal year 1999, 59.5 percent of the agency's spending was from federal funds.

Recommended changes:

- ▶ **Conduct conference on aging.** Additional funds to conduct a conference on aging in 2001. The funds will pay for a conference on issues that are affecting Virginia's aging population and the long-term care needs of older Virginians and their families. The conference will benefit Virginians by addressing the key issues that will affect them in the future. The proposed conference will be conducted in a collaborative effort with the private sector, state agencies, and citizens to ensure a comprehensive and meaningful event. For 2001, \$75,000 (GF).
- ▶ **Fund commissions for issues affecting Virginia's aging population.** Adds funds to support commissions to study issues affecting older Virginians. The objective of these commissions will be to seek ways to enable the aging population to maximize their independence and develop a solid plan for relief to older Virginians and their families. For each year, \$75,000 (GF).

- ▶ **Establish a center for elder rights.** Additional funds and positions to establish a center for elder rights that will provide paralegal assistance to older Virginians for legal and consumer issues. An “elder rights hotline” will be established to provide statewide toll free access. For 2001, \$100,000 (NGF) and two positions. For 2002, \$100,000 (NGF).
- ▶ **Improve caregiver (respite care) program by funding current unmet need.** Additional funds to address current unmet caregiver needs across the Commonwealth. These funds will ensure that community-based and in-home services can be expanded around the Commonwealth. These services allow Virginia’s aging population to maintain their independence and delay placement in an institution. For each year, \$250,000 (GF).
- ▶ **Provide funds for the Jewish Family Service of Tidewater.** Additional funds to meet the needs of the Jewish Family Service of Tidewater, which provides services for the elderly. These services ensure that Virginia’s aging population is able to maximize their ability to remain independent and lead fulfilling lives. For each year, \$62,500 (GF).

Department for the Deaf and Hard-of-Hearing

The department provides a variety of programs to assist Virginians who are deaf or hard of hearing, their families, and the professionals who serve them. Its outreach services include specialized training, technical assistance, and information and referral to more than 32,000 Virginians.

The interpreter program maintains a directory of qualified interpreters for businesses and professionals who need to communicate with individuals who are deaf or hard of hearing. The agency also coordinates more than 2,000 requests each year for interpreters for courts, state government, and legislative activities. The quality assurance screening program provides skills assessment for more than 300 interpreters each year and awards screening levels to those who meet established standards.

The technology assistance program issues over 1,400 coupons for assistive devices each year. The department also oversees the Virginia Relay Service with a center located in Norton. This service relays more than 112,000 telephone calls per month. The department has a small special fund appropriation. It does not receive any federal funding.

Recommended changes:

- ▶ **Cover increased rent costs.** Additional funds to cover the higher cost of renting state-owned space for buildings located in the Capitol Square complex. This represents the first fee increase since 1995. These funds will provide this agency sufficient resources to cover the increased rent. For each year, \$8 (GF).
- ▶ **Adjust general liability premium funding.** Adds funds for the increase in the agency’s general liability insurance premiums, which are based on its recent claims experience. For 2001, \$102 (GF).

Department of Health

The Department of Health provides public health, environmental, and medical services through 132 local health departments. Forty-five percent of the department’s budget supports health services for mothers and children. The department spends about 18 percent of its appropriation to protect the public from diseases and health hazards caused by the unsanitary disposal of sewage, unsafe water, unsafe handling of food and beverages, and unnecessary exposure to radiation and hazardous materials. An additional 15 percent of the budget is spent to prevent and control the spread of contagious diseases.

The department's clinics immunize about one-third of Virginia's children against vaccine-preventable illnesses.

The department tests, diagnoses, and treats people with contagious diseases. It registers almost 300,000 births, deaths, adoptions, marriages, and divorces each year and provides over 300,000 copies of such records to the public. To limit medical care costs and encourage the adequate distribution of health care, the department regulates the purchase of expensive medical equipment and the construction of medical facilities. The department is also responsible for providing information to consumers on the quality and costs of medical care. The medical examiner system investigates violent and unexpected deaths and provides expert testimony in criminal cases. The department provides funds to the emergency medical services system, certifies personnel, and licenses agencies. Finally, the department licenses and inspects hospitals, nursing homes, and other medical establishments.

In fiscal year 1999, 38 percent of the agency's spending was from federal funds. About 27 percent of its spending came from other nongeneral fund sources such as fees and local government matching funds and contributions.

Recommended changes:

- ▶ **Provide funding for the Office of Chief Medical Examiner.** Additional funds to ensure that Virginia's Office of Chief Medical Examiner has resources sufficient to meet the challenges of performing death scene investigations. The Medical Examiner's caseload has grown over the past decade, and investigations have become increasingly sophisticated with more complex examinations needed to keep up with advancements in forensic medicine. The recommended funding will enhance the safety of all Virginians by guaranteeing that the medical examiner system has the expertise needed to aid in criminal identification and conviction. For 2001, an increase of \$771,682 (GF). In 2002, an increase of \$679,685 (GF).
- ▶ **Support the continued operation of the Virginia Information Systems – Integrated On-line Network (VISION).** Additional funding to continue the ongoing effort to implement VISION, a multi-functional computer system that will serve as an umbrella for rapid collection and analysis of public health information. The VISION project seeks to integrate 30 disparate Health Department information systems. Systems developed in the first phase of VISION have been delivered. This funding seeks to stabilize the VISION infrastructure and ensure that the first phase is successful before the project moves forward. Once completely implemented, this system will enhance the efficiency and integration of agency operations. For 2001, \$2.8 million (GF).
- ▶ **Support the Virginia Institute of Forensic Science and Medicine.** Provides funds to support positions associated with the Virginia Institute of Forensic Science and Medicine (VIFSM). Established in spring of 1999 with a \$1.5 million private gift, the VIFSM is a joint venture between the Office of the Chief Medical Examiner and Division of Forensic Science to make Virginia a premier center of excellence in teaching, training, and research in forensic medicine and science. This funding will provide on-going support for existing positions that offer training and educational programs in forensic medicine. One of only two such programs in the United States, the VIFSM will help the Commonwealth remain a national leader in forensic science. For each year, \$500,000 (GF).
- ▶ **Retain interest earnings on the Water Supply Assistance Grant Fund.** Adds funds to allow the agency to retain all interest earned on money in the Water Supply Assistance Grant Fund. Previously, the earnings reverted to the general fund. The additional funding will permit the agency to improve drinking water in the Commonwealth, either by improving existing waterworks or by extending water lines to unserved areas. For each year, \$360,000 (NGF).

- ▶ **Cover increased rent costs.** Additional funds to cover the higher cost of renting state-owned space for buildings located in the Capitol Square complex. This represents the first fee increase since 1995. These funds will provide this agency sufficient resources to cover the increased rent. For 2001, \$48,053 (GF). For 2002, \$58,625 (GF).
- ▶ **Adjust general liability premium funding.** Reduction in funds for the decrease in the agency's general liability insurance premiums, which are based on its recent claims experience. For 2001, a reduction of \$5,275 (GF). For 2002, a reduction of \$9,963 (GF).
- ▶ **Reduce position level.** A reduction in position level to reflect the agency's actual rate of filled positions. For 2001, a reduction of 75 positions (NGF).

Department of Health Professions

The department regulates health and health-related occupations through 12 boards that register, certify, or license about 240,000 practitioners (such as doctors, nurses, dentists, and nursing home administrators). Each year the department reviews and analyzes about 3,500 complaints alleging misconduct, resulting in more than 1,700 investigations. Its total budget is supported by nongeneral fund sources, mostly licensing fees. The agency does not receive any federal funds.

Recommended change:

- ▶ **Comply with Health Practitioner's Intervention Program requirements.** Additional funds to support the contract to administer the Health Practitioner's Intervention Program. Privatized since its inception, the intervention program is an alternative to disciplinary action for eligible physicians suffering from mental or physical impairments. For 2001, \$548,801 (NGF). In 2002, \$1.3 million (NGF).

Department of Medical Assistance Services

The department administers Medicaid, a federal-state program that pays for the medical care of more than 682,000 poor Virginians. Medicaid has been one of the largest and fastest-growing programs in the state budget, but Medicaid growth in recent years has been moderate. More than 97 percent of the department's budget goes directly to more than 27,000 hospitals, physicians, nursing homes, pharmacies, health maintenance organizations, and others who provide medical care to eligible Medicaid clients. In fiscal year 1999, 51.7 percent of the agency's Medicaid spending was from federal funds. In November 1998, the department initiated the Children's Medical Security Insurance Plan that pays for medical care for children up to age 19 in low-income families that do not qualify for Medicaid. As of November 1999, about 16,700 children were enrolled in the plan. The department's budget also includes small amounts of general and special funds for other indigent health care programs.

Recommended changes:

- ▶ **Provide funding for utilization and inflation.** Additional funds for increased use of Medicaid services by recipients (utilization) and anticipated increases in the costs of those services (inflation) in the General Medicaid and Mental Illness Services programs. For the 2000-2002 biennium, enrollment in Medicaid is expected to rise due to increases in some of the populations served. In addition, Medicaid costs are expected to rise because of factors such as nursing facility expenditures and the

cost of prescribed drugs. This funding will ensure that quality care is provided in a cost-effective and efficient manner to people served by Medicaid and other programs this agency administers. For 2001, \$68.2 million (GF) and \$73.5 million (NGF). For 2002, \$110.8 million (GF) and \$121.3 million (NGF).

- ▶ **Implement the Health Insurance Portability and Accountability Act federal mandate.** Provides funds to implement the requirements of the federal Health Insurance Portability and Accountability Act (HIPAA) of 1996. The HIPAA, which must be implemented prior to January 2002, requires all health insurers across the country to use national standards for every aspect of claims processing. The improvements in claims processing resulting from HIPAA will add to the enhancements being included in the agency's new Medicaid Management Information System. For 2001, \$422,500 (GF) and \$3.8 million (NGF). For 2002, \$456,865 (GF) and \$3.8 million (NGF).
- ▶ **Provide residential care for non-CSA children.** Additional funds for inpatient psychiatric services in residential treatment facilities for children eligible for Medicaid through the Early and Periodic Screening, Diagnosis and Treatment (EPSDT) program. These children do not qualify for services offered under the Comprehensive Services Act (CSA). This action will allow these children to receive needed services without redirecting funds from other essential services in the Medicaid program. For 2001, \$754,000 (GF) and \$815,000 (NGF). For 2002, \$753,000 (GF) and \$816,000 (NGF).
- ▶ **Provide funding for the Children's Medical Security Insurance Plan.** Additional nongeneral funds for the Children's Medical Security Insurance Plan (CMSIP) resulting from the State Corporation Commission-Bureau of Insurance's revised estimate of the premium differential to be transferred to the CMSIP Trust Fund. This increased amount, coupled with the matching federal funds, will ensure that more children of Virginia's low-income working families will receive quality medical care. For 2001, \$2.8 million (NGF). For 2002, \$3.6 million (NGF).
- ▶ **Support the HIV Premium Assistance Program.** Additional funds to pay the monthly insurance premiums for about 100 HIV-positive Virginians who have insurance coverage with private carriers through former employers. This measure will save money for the Commonwealth. It costs the state about \$2,300 per year for an individual to participate in this premium assistance program. However, if the private insurance coverage were not available, most of these Virginians would have to receive services under Medicaid or through the Virginia Department of Health. These other forms of public assistance could cost the Commonwealth more than \$10,000 per year. For 2001, \$35,000 (GF). For 2002, \$41,000 (GF).
- ▶ **Provide personal care services.** Additional funds to personal care providers participating in the Medicaid program to address incurred costs including staffing needs. Personal care services are considered vital to assist individuals in remaining in their own homes. These services benefit the people of the Commonwealth by delaying the entrance of some individuals into more expensive types of institutional care. For 2001, \$2.0 million (GF) and \$2.2 million (NGF). For 2002, \$2.0 million (GF) and \$2.2 (NGF).
- ▶ **Provide nursing facility services.** Additional funds to nursing facilities participating in the Medicaid program to address incurred costs. Since 1991, nursing facility direct costs, which include direct nursing staff for care provided to recipients, have increased at a higher rate than the annual rate of inflation. This action will address staffing needs as well as maintain the quality of direct patient care received by some of the Commonwealth's most vulnerable citizens. For 2001, \$8.0 million (GF) and \$8.6 million (NGF). For 2002, \$8.0 million (GF) and \$8.6 million (NGF).

- ▶ **Develop a new Medicaid claims processing system.** Increases funds for the development and implementation of a new Medicaid claims processing system. An effectively operating system is required by the Health Care Financing Administration for participation in the Medicaid program. Failure to do so could result in a disallowance of federal funding for Virginia's Medicaid program. Federal funds will pay for 90 percent of costs to develop a new system, whereas federal funds would pay for only 75 percent of revising the old system. Once the new system is implemented, the agency's goal is to provide quality services to Virginia's Medicaid-eligible citizens in a more cost-efficient manner. For 2001, \$1.9 million (GF) and \$17.9 million (NGF).
- ▶ **Implement a Developmental Disabilities Waiver.** Provides funds for the implementation of a new waiver program that will serve Virginians with developmental disabilities such as cerebral palsy, epilepsy, and autism. Virginia is requesting the waiver because current federal rules impede the development of Medicaid community-based treatment alternatives. Like other waiver programs, the Developmental Disabilities Waiver focuses on individuals who may be cared for in their homes and communities at a cost that is no greater than that of institutional care. The Health Care Financing Administration has stated that this waiver is necessary to address the needs of those individuals not currently covered by the Elderly and Disabled Waiver, which focuses more on services for aged individuals and those with physical disabilities. For 2001, \$3.8 million (GF) and \$4.2 million (NGF). For 2002, \$5.3 million (GF) and \$5.7 million (NGF).
- ▶ **Provide additional funding for indigent care at the Medical College of Virginia Hospitals Authority.** Provides additional funds to the Medical College of Virginia Hospitals Authority to support unreimbursed indigent care services provided by the VCU Health System. The additional general funds will allow the Authority to take advantage of matching funds obtained through the Medicaid program. For 2001, \$11.0 million (GF) and \$11.0 million (NGF).
- ▶ **Address agency staffing needs.** Additional funds to help the agency address staffing needs recently revealed during an agency-wide review. This additional funding will allow the agency to fill vacant, unfunded positions and to maintain the quality of services provided to its clients without reducing essential functions. For 2001, \$150,000 (GF) and \$176,087 (NGF). For 2002, \$150,000 (GF) and \$176,087 (NGF).
- ▶ **Obtain federal matching funds.** Additional funds to be used as match to draw down projected Medicaid revenues for facility for treatment of Medicaid-eligible clients at mental health and mental retardation facilities. This funding will ensure the continuity of treatment for Virginians with mental disabilities. For 2001, \$11.8 million (GF) and \$12.7 million (NGF).
- ▶ **Study the feasibility of requiring a local contribution for indigent care services.** Directs the Department of Planning and Budget, in cooperation with the Medical College of Virginia Hospitals Authority and the University of Virginia Medical Center, to study the feasibility of requiring localities in the direct service areas to contribute towards the costs associated with indigent health care services provided by the two state teaching hospitals. This action, contained in language in the Budget Bill, has no general fund impact.
- ▶ **Cover increased rent costs.** Additional funds to cover the higher cost of renting state-owned space for buildings located in the Capitol Square complex. This represents the first fee increase since 1995. These funds will provide this agency sufficient resources to cover the increased rent. For 2001, \$45 (GF). For 2002, \$45 (GF)
- ▶ **Adjust general liability premium funding.** A reduction in funds for the decrease in the agency's general liability insurance premiums, which are based on its recent claims experience. For 2002, a reduction of \$1,087 (GF).

- ▶ **Reduce position level.** A reduction in position level to reflect the actual rate of filled positions. For 2001, a reduction of three positions (GF) and 14 positions (NGF).

Department of Mental Health, Mental Retardation and Substance Abuse Services

The department treats, trains, and cares for about 12,000 people with mental illness, mental retardation, or substance abuse problems. It operates 10 psychiatric facilities and five training centers with a capacity of about 4,359 beds. Operating these facilities accounts for two-thirds of the department's budget. The facilities provide psychiatric and rehabilitative services, medical care, self-help, and social skills training. They offer special mental health programs for the elderly, children, adolescents, and the criminally insane.

The department provides policy guidance and direction, program monitoring, consultation, and state and federal funds to 40 Community Services Boards providing services in all 136 cities and counties in Virginia. These boards, which are agencies of their local governments, serve more than 208,000 individuals with mental illness, mental retardation, or substance abuse problems in a community-based setting. The boards offer emergency, local inpatient, outpatient, case management, day support, residential, prevention, and early intervention services. Over 31 percent of the department's budget goes for community services, 42 percent if the community services match funds (in the budget of the Department of Medical Assistance Services) are included.

About 48 percent of the department's budget comes from nongeneral funds such as federal grants and fees paid by or on behalf of patients and residents. In fiscal year 1999, 7.8 percent of the department's spending was from federal funds, not including Medicaid.

Recommended changes:

- ▶ **Enhance services to consumers previously served on the Elderly and Disabled Waiver.** Additional funds to provide a full range of mental retardation services available through the Mental Retardation Home and Community-Based Waiver to 320 individuals who may benefit from habilitative services. Transitioning these individuals to the services available under this waiver will ensure that their training and treatment needs are met. For each year, \$2.7 million (GF).
- ▶ **Address critical staffing at the Hiram Davis Medical Center.** Additional funds for increased nursing staff to provide a safe environment and improved quality of patient care. Upon completion of wall modifications of the patient rooms, visibility of patients will be limited. Additional nursing staff will ensure the continuation of essential monitoring and care required by these medically frail patients. For 2001, \$541,692 (GF) and 27 positions, \$453,933 (NGF) and 23 positions. For 2002, \$721,788 (GF) and \$605,712 (NGF).
- ▶ **Implement a program to treat violent sexual predators.** Funding to develop a secure program to assess and treat persons with violent sexual disorders. Effective treatment, and therefore a lower rate of repeat offenses, requires a combination of effective screening, comprehensive treatment specific to sex offenders, and intensive long-term monitoring. For 2001, \$671,558 (GF) and 15 positions. For 2002, \$2.3 million (GF) and nine positions.
- ▶ **Implement financial management system software.** Additional funds to replace the agency's current financial management system which was developed 20 years ago. Installation of an updated system is critical to improving the accountability and efficiency of the system. For 2001, \$804,795 (GF) and one position. For 2002, \$1.6 million (GF).

- ▶ **Fund medical malpractice premium increase.** Additional funds for the increased cost in the agency's medical malpractice insurance premium. To protect them from medical malpractice judgments, state agencies and institutions providing medical care are required to pay a yearly medical malpractice premium. For 2001, \$78,110 (GF). For 2002, \$97,401 (GF).
- ▶ **Cover increased rent costs.** Additional funds to cover the higher cost of renting state-owned space for buildings located in the Capitol Square complex. This represents the first fee increase since 1995. These funds will provide this agency sufficient resources to cover the increased rent. For 2001, \$86,079 (GF). For 2002, \$105,106 (GF).
- ▶ **Adjust general liability premium funding.** Reduction in funds for the decrease in the agency's general liability insurance premiums, which are based on its recent claims experience. For 2001, a reduction of \$112,651 (GF). For 2002, a reduction of \$119,310 (GF).

Department of Rehabilitative Services

The department helps people with disabilities obtain employment and maximize their independence. It receives funding through the federal Rehabilitation Services Administration. Through 40 community based field offices, the department provides and purchases vocationally related services needed by individuals to reach their employment goals. In fiscal year 1999, the department helped place over 3,700 persons with disabilities into employment. It administers several programs which emphasize longer term needs of individuals with physical and sensory disabilities and which complement the agency's primary vocational rehabilitation program. The department also operates and maintains the Woodrow Wilson Rehabilitation Center and is under contract with the U.S. Social Security Administration to administer its Disability Determination Services program in Virginia. In fiscal year 1999, 78.9 percent of the agency's spending was from federal funds.

Recommended change:

- ▶ **Adjust general liability premium funding.** Reduction in funds for the decrease in the agency's general liability insurance premiums, which are based on its recent claims experience. For 2001, a reduction of \$1,161 (GF). For 2002, a reduction of \$2,903 (GF).

Woodrow Wilson Rehabilitation Center

The center, located in Fishersville, provides comprehensive rehabilitation services for persons with severe disabilities who need multiple services to help them obtain or retain employment. The center offers comprehensive residential and outpatient medical rehabilitation programs. Interdisciplinary teams provide vocational, medical, and independent living services. The center served 2,471 people in fiscal year 1999. Its revenues come from a variety of sources including federal vocational rehabilitation support, the state's general fund, reimbursements from insurance claims, and other earned revenue. In fiscal year 1999, one percent of the agency's spending was from federal funds.

No recommended changes for this agency

Department of Social Services

The department helps low-income families move from dependence to self-sufficiency. More than one quarter of the agency's budget supports Temporary Assistance to Needy Families (TANF), the federal block grant program that replaced the former Aid to Families with Dependent Children (AFDC) program in 1997 and the TANF-related Unemployed Parent Cash Assistance Program. Increasingly, these funds are being used for programs other than cash assistance that are aimed at helping people attain self-sufficiency and avoid dependence on cash assistance. Under the Commonwealth's welfare reform program, enacted in 1995, the AFDC/TANF caseload declined 53 percent in the first 54 months after enactment. As of September 1999, 8,797 recipients were working and earning an average of \$868 per month.

Almost six percent of the agency's funding helps individuals through other direct financial assistance, while local agencies use over eight percent of the department's budget to determine eligibility for the Food Stamp and Medicaid programs and provide Food Stamps to individuals. The department spends almost 19 percent of its funding to protect Virginia's children and adults from abuse and neglect, to provide day care services for children in families not receiving cash assistance, and to provide in-home services for adults.

The agency spends almost 35 percent of its budget to establish financial obligations, collect, and disburse child support payments from parents who do not have custody of their children. Child support disbursements for fiscal year 1999 exceeded the prior year's level by \$36.6 million, or 13 percent.

State administrative costs, almost half of which are devoted to computer services, use less than six percent of the department's budget.

Over three-quarters of the agency's total budget comes from nongeneral fund sources. In fiscal year 1999, 46 percent of agency spending was from federal funds and 31 percent was from special funds, largely child support collections passed through to custodial parents.

Recommended changes:

- ▶ **Support foster care and adoption subsidy caseload and mandated rate increases.** Adds funds to provide increases in the monthly rate for foster care families and families that adopt hard-to-place children, as historically mandated in the Appropriation Act, and to cover the cost of caseload increases. The projected caseload increases in sub-components of foster care are two and three percent, while the adoption increases are 10 percent (state only) and 15 percent (federally funded Title IV-E eligible caseload). The expected rate increase, delayed seven months from the normal cycle that tracks state employee raises, will be a total of 6.5 percent over current rates. Two percent of this increase will be initiated in April to comply with the current mandate to make an adjustment in FY 2000. Language proposed in the Budget Bill changes the date of scheduled rate increases to better fit the budget cycle. Other language will permit administrative funding shifts from the Comprehensive Services Act (CSA) to the Department of Social Services (DSS) for therapeutic foster care services formerly paid for by CSA, but now being covered by the Title IV-E federally funded program. Such shifts would be based on documented changes in billing patterns from local social services departments that bill both the department and CSA. For 2001, \$7.1 million (GF) and \$4.9 million (NGF).
- ▶ **Meet Food Stamp reinvestment requirement.** Provide funds to satisfy a federal penalty assessed against the Commonwealth because the state's Food Stamp error rate exceeds the nationwide average. The funds will be reinvested in activities aimed at reducing the error rate. For 2001, \$374,994 (GF). For 2002, \$133,334 (GF).
- ▶ **Fund retiree health credits for local employees.** Additional funds to provide the full cost of health insurance for employees participating in the Virginia Retirement System and who retired from local departments of social services. This action is taken pursuant to legislation enacted by the 1999 General Assembly. For each year, \$292,059 (GF) and \$287,182 (NGF).

- ▶ **Replace Child Support Enforcement revenue.** Adds funds to replace revenue lost to the Child Support Enforcement program due to federal welfare reform legislation and the decline in the Temporary Assistance for Needy Families (TANF) caseload. Prior to federal welfare reform, child support collections made on behalf of children in the TANF caseload were retained by the state and federal government as reimbursement for welfare cash assistance costs. These collections are now required to be passed on to TANF families. Thus, states are required to replace the lost collections in order to be able to draw \$2-for-\$1 federal matching funds to maintain current operations. Failure to replace the funds results in loss of federal matching funds, as well as large penalties, including loss of escalating portions of the TANF block grant. For 2001, an increase of \$3.4 million (GF) and a decrease of \$3.4 million (NGF). For 2002, an increase of \$3.2 million (GF) and a decrease of \$3.2 million (NGF).
- ▶ **Implement electronic benefits transfer (EBT) system.** Additional funds to support a vendor contract for an electronic benefits transfer (EBT) system for Food Stamps. The U.S. Department of Agriculture requires that an EBT method of distributing food stamps be operational by October 1, 2002. It will take 18 months to two years for a vendor to design, install, and pilot the system and to apply the program statewide. Funding for a technology audit is included, as required by the Department of Technology Planning. For each year, \$2.0 million (GF) and \$485,600 (NGF).
- ▶ **Increase the number and timeliness of adoptions.** Additional funds to support grants to localities and vendor contracts directed toward overcoming geographic barriers, preventing the dissolution of adoption placements, and meeting federal and state mandates for increased adoptions and more rapid adoption placement. For 2001, \$593,791 (GF) and \$1.9 million (NGF). For 2002, \$613,202 (GF) and \$1.7 million (NGF).
- ▶ **Fund staffing needs to meet new mandates.** Provide funding for additional staff to meet targeted federal and state mandates. This funding supports six regional staff to assist localities in meeting eligibility accuracy rate objectives, three persons to oversee the vendor contract and work with localities in the transition to the Electronic Benefits Transfer system, 21 positions for licensing, one position for the mandate to increase adoptions, and three positions for evaluation and planning. For 2001, \$502,242 (GF) and eight positions, and \$1.6 million (NGF) and 26 positions. For 2002, \$438,173 (GF) and \$1.4 million (NGF).
- ▶ **Adjust for continued decline in TANF cash assistance caseload.** Reduce federal appropriation to reflect the forecast for continued, but slowing, decline in the TANF and the Unemployed Parent cash assistance caseloads. For 2001, a decrease of \$13.9 million (NGF). For 2002, a decrease of \$17.0 million (NGF).
- ▶ **Reduce appropriation for VIEW employment services.** A reduction for a one-time spending requirement of the General Assembly that was included in the budget base and to reflect historic spending patterns and the continuing decline in the caseload of the Virginia Initiative for Employment not Welfare (VIEW). For 2001, a decrease of \$260,062 (NGF). For 2002, a decrease of \$1.3 million (NGF).
- ▶ **Comply with federal ruling on the Work Incentive Payment Program (WIPP).** Removes the current language and appropriation for WIPP because the U.S. Department of Health and Human Services will not allow the expenditure of TANF funds or state maintenance of effort (MOE) funds for any program that appears to involve refund of taxes paid. States are allowed to use TANF and MOE funds only for payments or tax credits that exceed the amount of taxes paid. Accompanying language in the Budget Bill directs the department to consider WIPP along with other needs for federal funding in developing a Social Services Block Grant/TANF Reserve plan to be submitted by

mid-July of 2000. General fund money for WIPP is shifted to cash assistance, because it comprises part of the required MOE spending, and the reduction is made in TANF funds. For each year, a reduction of \$15.0 million (NGF).

- ▶ **Adjust for one-time day care appropriation.** A technical correction to align the appropriation with the availability of federal day care grant funds. This action reverses a one-time appropriation made by the 1999 General Assembly to enable the department to spend prior year federal grant balances. Those balances have now been exhausted. For each year, a reduction of \$6.0 million (NGF).
- ▶ **Increase funding for legal services by the Office of the Attorney General.** Additional funds to allow the department to pay the Office of the Attorney General for routine legal services. These charges are based on the department's share of the hours of legal services provided to nongeneral fund agencies between 1995 and 1998. The projection includes the effects of 1999 and 2000 salary increases. For each year, \$155,829 (NGF).
- ▶ **Cover increased rent costs.** Additional funds to cover the higher cost of renting state-owned space for buildings located in the Capitol Square complex. The space affected is used for temporary storage. This represents the first fee increase since 1995. For each year, an increase of \$64 (GF).
- ▶ **Adjust general liability premium funding.** Funds for the increase in the agency's general liability insurance premiums. Premiums are based on the department's recent claims experience. For 2001, \$16,217 (GF). For 2002, \$30,601 (GF).
- ▶ **Reduce position level.** A reduction in position level to reflect the agency's actual rate of filled positions. For 2001, a reduction of 20 positions (GF) and 20 positions (NGF).

Governor's Employment and Training Department

The department administers employment and training programs funded through the federal Job Training Partnership Act (JTPA) and the Older Americans Act (OAA) and several small federal grants. It also administers Opportunity Knocks, a comprehensive youth job service and conservation corps program, and the Economic and Employment Improvement Program for Disadvantaged Persons.

In 2001, the JTPA grant will terminate as a result of federal legislation, and the Virginia Employment Commission will administer the successor federally funded program. In fiscal year 1999, over 98 percent of the agency's spending came from federal funds.

Recommended changes:

- ▶ **Close out the Job Training Partnership (JTPA) Act program.** A reduction in funding and staffing to close out the JTPA program that was terminated by the federal Workforce Investment Act and to assign to the agency new duties to coordinate, monitor, and evaluate workforce programs of the Health and Human Resources secretariat. The agency employment level will be downsized and funding for the remaining staff will be provided by other federal grants pursuant to memoranda of understanding with other secretariat agencies having workforce programs for their specific clientele. The department will serve as a central contact point within the secretariat for the Virginia Employment Commission and the Virginia Workforce Council, and it will market the services of the secretariat's workforce programs to potential employers. For 2001, a reduction of \$443 (GF), and \$45.9 million (NGF) and 26 positions. For 2002, a reduction of \$443 (GF), and \$50.2 million (NGF) and one additional position.

- ▶ **Substitute federal funding for the Economic and Employment Improvement Program.** Substitutes federal Temporary Assistance for Needy Families (TANF) funding for the general fund supporting the Economic and Employment Improvement Program for Disadvantaged Persons, established by the 1998 General Assembly. Eligibility will have to be modified to correspond to TANF requirements. For each year, a reduction of \$150,000 (GF) and an increase of \$150,000 (NGF).
- ▶ **Substitute federal funding for the Opportunity Knocks youth employment program.** Substitutes federal TANF funding for the general fund supporting the program. Most current program participants are TANF eligible. For each year, a reduction of \$489,200 (GF) and an increase of \$489,200 (NGF).

Virginia Board for People with Disabilities

The board serves as the Developmental Disabilities Planning Council for addressing the needs of people with disabilities. The board advises the Secretary of Health and Human Resources and the Governor on issues related to people with disabilities in Virginia.

The major activities of the board include developmental disabilities competitive grant programs, which provide federal funds to initiate major disability service innovations; and the Partners in Policy-making Program, which provides leadership training for parents of children with disabilities. The board also awards the James C. Wheat, Jr. Award, which recognizes individuals for outstanding service to Virginians with disabilities. In addition, it provides staff support to the Legislative Disability Commission, which considers the needs of people with physical and sensory disabilities. In fiscal year 1999, 91.8 percent of the board's spending was from federal funds.

Recommended change:

- ▶ **Cover increased rent costs.** Additional funds to cover the higher cost of renting state-owned space for buildings located in the Capitol Square complex. This represents the first fee increase since 1995. These funds will provide this agency sufficient resources to cover the increased rent. For 2001, \$715 (GF). For 2002, \$873 (GF).

Virginia Department for the Visually Handicapped

The department assists people who are blind or visually impaired to achieve their highest level of independence. Based on individualized assessments, it provides vocational training and specialized equipment to prepare blind people for employment, special education services to promote academic success, and independent living services resulting in personal autonomy and responsibility. It also assists people with partial sight to fully utilize their remaining vision; creates employment for blind people as food service managers; and provides recorded, taped, and other special library materials for persons with print disabilities.

The department operates six regional offices, the Virginia Rehabilitation Center for the Blind, a library and resource center, and two Virginia Industries for the Blind manufacturing plants. In fiscal year 1999, 29.7 percent of the department's spending was from federal funds.

Recommended changes:

- ▶ **Improve Braille textbook program.** Additional funds to ensure that blind children have learning materials to meet their educational requirements. These funds will enhance the ability of these children to receive educational instruction with minimal impact from their disability. Additionally, these funds will continue the state's cooperative effort with localities to address student needs for optimum learning. For 2001, \$93,800 (GF). For 2002, \$104,552 (GF).
- ▶ **Create an adaptive technology specialist position.** An additional position to provide adaptive technology services to the Norfolk region, which will enhance the agency's ability to reach its clients in this part of the state. Existing agency resources will be used to fund the position. For 2001, one position (GF).
- ▶ **Add rehabilitation teachers for the blind.** Additional funds and positions to increase the number of rehabilitation teachers for the blind. These funds will address the growing number of blind elderly and ensure they can achieve the maximum level of independence through rehabilitation and independent living services. For 2001, \$200,000 (GF) and three positions. For 2002, \$200,000 (GF).
- ▶ **Adjust general liability premium funding.** Reduction in funds for the decrease in the agency's general liability insurance premiums, which are based on its recent claims experience. For 2002, a reduction of \$852 (GF).

Virginia Rehabilitation Center for the Blind

The center provides training in personal adjustment skills and the use of adaptive computer equipment to prepare blind people to live independently and to enter the workforce. The center trains blind people for employment as customer service representatives and evaluates blind people for employment as vending stand operators. In fiscal year 1999, 84 percent of the center's spending was from federal funds.

No recommended changes for this agency



Office of Health & Human Resources

Detail Tables

	Fiscal Year 2001			Fiscal Year 2002		
	General	Nongeneral	All Funds	General	Nongeneral	All Funds
SECRETARY OF HEALTH AND HUMAN RESOURCES						
FY 2000 appropriation	714,680	0	714,680	714,680	0	714,680
Technical adjustments to base	59,658	0	59,658	60,185	0	60,185
Adjusted base budget	774,338	0	774,338	774,865	0	774,865
Recommended funding changes:						
▶ Adjust general liability premium funding	106	0	106	46	0	46
▶ Cover increased rent costs	3,069	0	3,069	3,747	0	3,747
▶ Support the Office of the Inspector General	50,000	171,523	221,523	50,000	178,508	228,508
Total recommended funding changes	53,175	171,523	224,698	53,793	178,508	232,301
Total recommended funding	827,513	171,523	999,036	828,658	178,508	1,007,166
Percent change	15.79%	0%	39.79%	15.95%	0%	40.93%
Position level:						
FY 2000 appropriation	8.00	0	8.00	8.00	0	8.00
Recommended position level changes	0	2.00	2.00	0	2.00	2.00
Total recommended positions	8.00	2.00	10.00	8.00	2.00	10.00
DEPARTMENT FOR THE AGING						
FY 2000 appropriation	14,129,305	17,982,848	32,112,153	14,129,305	17,982,848	32,112,153
Technical adjustments to base	(58,182)	1,135,014	1,076,832	(57,625)	1,135,275	1,077,650
Adjusted base budget	14,071,123	19,117,862	33,188,985	14,071,680	19,118,123	33,189,803
Recommended funding changes:						
▶ Improve caregiver (respite care) program by funding current unmet need	250,000	0	250,000	250,000	0	250,000
▶ Establish a center for elder rights	0	100,000	100,000	0	100,000	100,000
▶ Conduct conference on aging	75,000	0	75,000	0	0	0
▶ Fund commissions for issues affecting Virginia's aging population	75,000	0	75,000	75,000	0	75,000
▶ Provide funds for the Jewish Family Service of Tidewater	62,500	0	62,500	62,500	0	62,500
Total recommended funding changes	462,500	100,000	562,500	387,500	100,000	487,500

	Fiscal Year 2001			Fiscal Year 2002		
	General	Nongeneral	All Funds	General	Nongeneral	All Funds
Total recommended funding	14,533,623	19,217,862	33,751,485	14,459,180	19,218,123	33,677,303
Percent change	2.86%	6.87%	5.11%	2.33%	6.87%	4.87%
Position level:						
FY 2000 appropriation	17.00	8.00	25.00	17.00	8.00	25.00
Recommended position level changes	0	2.00	2.00	0	2.00	2.00
Total recommended positions	17.00	10.00	27.00	17.00	10.00	27.00
DEPARTMENT FOR THE DEAF AND HARD-OF-HEARING						
FY 2000 appropriation	1,304,030	137,557	1,441,587	1,304,030	137,557	1,441,587
Technical adjustments to base	63,799	0	63,799	64,310	0	64,310
Adjusted base budget	1,367,829	137,557	1,505,386	1,368,340	137,557	1,505,897
Recommended funding changes:						
▶ Adjust general liability premium funding	102	0	102	0	0	0
▶ Cover increased rent costs	8	0	8	8	0	8
Total recommended funding changes	110	0	110	8	0	8
Total recommended funding	1,367,939	137,557	1,505,496	1,368,348	137,557	1,505,905
Percent change	4.90%	0%	4.43%	4.93%	0%	4.46%
Position level:						
FY 2000 appropriation	14.00	0	14.00	14.00	0	14.00
Recommended position level changes	0	0	0	0	0	0
Total recommended positions	14.00	0	14.00	14.00	0	14.00
DEPARTMENT OF HEALTH						
FY 2000 appropriation	134,421,695	272,527,794	406,949,489	134,421,695	272,527,794	406,949,489
Technical adjustments to base	2,793,214	1,198,206	3,991,420	2,859,973	1,277,703	4,137,676
Adjusted base budget	137,214,909	273,726,000	410,940,909	137,281,668	273,805,497	411,087,165
Recommended funding changes:						
▶ Provide funding for the Office of Chief Medical Examiner	771,682	0	771,682	679,685	0	679,685
▶ Adjust general liability premium funding	(5,275)	0	(5,275)	(9,963)	0	(9,963)
▶ Cover increased rent costs	48,053	0	48,053	58,625	0	58,625
▶ Retain interest earnings on the Water Supply Assistance Grant Fund	0	360,000	360,000	0	360,000	360,000
▶ Support the continued operation of the Virginia Information Systems - Integrated On-line Network (VISION)	2,800,000	0	2,800,000	0	0	0
▶ Support the Virginia Institute of Forensic Science and Medicine	500,000	0	500,000	500,000	0	500,000
Total recommended funding changes	4,114,460	360,000	4,474,460	1,228,347	360,000	1,588,347
Total recommended funding	141,329,369	274,086,000	415,415,369	138,510,015	274,165,497	412,675,512
Percent change	5.14%	0.57%	2.08%	3.04%	0.60%	1.41%

	Fiscal Year 2001			Fiscal Year 2002		
	General	Nongeneral	All Funds	General	Nongeneral	All Funds
Position level:						
FY 2000 appropriation	1,719.00	2,047.00	3,766.00	1,719.00	2,047.00	3,766.00
Recommended position level changes	0	(76.00)	(76.00)	0	(76.00)	(76.00)
Total recommended positions	1,719.00	1,971.00	3,690.00	1,719.00	1,971.00	3,690.00
DEPARTMENT OF HEALTH PROFESSIONS						
FY 2000 appropriation	0	12,315,838	12,315,838	0	12,315,838	12,315,838
Technical adjustments to base	0	660,923	660,923	0	666,566	666,566
Adjusted base budget	0	12,976,761	12,976,761	0	12,982,404	12,982,404
Recommended funding changes:						
▶ Comply with Health Practitioner's Intervention Program requirements	0	548,801	548,801	0	1,259,841	1,259,841
Total recommended funding changes	0	548,801	548,801	0	1,259,841	1,259,841
Total recommended funding	0	13,525,562	13,525,562	0	14,242,245	14,242,245
Percent change	0%	9.82%	9.82%	0%	15.64%	15.64%
Position level:						
FY 2000 appropriation	0	124.00	124.00	0	124.00	124.00
Recommended position level changes	0	0	0	0	0	0
Total recommended positions	0	124.00	124.00	0	124.00	124.00
DEPARTMENT OF MEDICAL ASSISTANCE SERVICES						
FY 2000 appropriation	1,324,757,071	1,440,428,804	2,765,185,875	1,324,757,071	1,440,428,804	2,765,185,875
Technical adjustments to base	1,588,199	1,985,665	3,573,864	1,593,522	2,042,860	3,636,382
Adjusted base budget	1,326,345,270	1,442,414,469	2,768,759,739	1,326,350,593	1,442,471,664	2,768,822,257
Recommended funding changes:						
▶ Obtain federal matching funds	11,785,000	12,685,514	24,470,514	0	0	0
▶ Adjust general liability premium funding	0	0	0	(1,087)	0	(1,087)
▶ Cover increased rent costs	45	0	45	45	0	45
▶ Provide funding for utilization and inflation	68,259,388	73,513,273	141,772,661	110,850,584	121,334,309	232,184,893
▶ Implement the Health Insurance Portability and Accountability Act federal mandate	422,500	3,802,500	4,225,000	456,865	3,836,865	4,293,730
▶ Provide residential care for non-CSA children	754,000	815,000	1,569,000	753,000	816,000	1,569,000
▶ Provide funding for the Children's Medical Security Insurance Plan	0	2,826,651	2,826,651	0	3,588,822	3,588,822
▶ Support the HIV Premium Assistance Program	35,000	0	35,000	41,000	0	41,000
▶ Provide additional funding for indigent care at the Medical College of Virginia Hospitals Authority	11,000,000	11,000,000	22,000,000	0	0	0
▶ Provide personal care services	2,050,000	2,203,995	4,253,995	2,050,000	2,207,529	4,257,529
▶ Provide nursing facility services	8,000,000	8,600,955	16,600,955	8,000,000	8,614,746	16,614,746

	Fiscal Year 2001			Fiscal Year 2002		
	General	Nongeneral	All Funds	General	Nongeneral	All Funds
▶ Develop a new Medicaid claims processing system	1,986,000	17,874,000	19,860,000	0	0	0
▶ Implement a Developmental Disabilities Waiver	3,849,476	4,161,850	8,011,326	5,269,905	5,700,229	10,970,134
▶ Address agency staffing needs	150,000	176,087	326,087	150,000	176,087	326,087
Total recommended funding changes	108,291,409	137,659,825	245,951,234	127,570,312	146,274,587	273,844,899
Total recommended funding	1,434,636,679	1,580,074,294	3,014,710,973	1,453,920,905	1,588,746,251	3,042,667,156
Percent change	8.29%	9.69%	9.02%	9.75%	10.30%	10.03%
Position level:						
FY 2000 appropriation	144.00	180.00	324.00	144.00	180.00	324.00
Recommended position level changes	(3.08)	(13.92)	(17.00)	(3.08)	(13.92)	(17.00)
Total recommended positions	140.92	166.08	307.00	140.92	166.08	307.00
DEPARTMENT OF MENTAL HEALTH, MENTAL RETARDATION AND SUBSTANCE ABUSE SERVICES						
FY 2000 appropriation	400,606,574	314,377,507	714,984,081	400,606,574	314,377,507	714,984,081
Technical adjustments to base	14,552,075	11,878,210	26,430,285	14,767,385	11,973,348	26,740,733
Adjusted base budget	415,158,649	326,255,717	741,414,366	415,373,959	326,350,855	741,724,814
Recommended funding changes:						
▶ Fund medical malpractice premium increase	78,110	0	78,110	97,401	0	97,401
▶ Adjust general liability premium funding	(112,651)	0	(112,651)	(119,310)	0	(119,310)
▶ Cover increased rent costs	86,079	0	86,079	105,106	0	105,106
▶ Enhance services to consumers previously served on the Elderly and Disabled Waiver	2,666,800	0	2,666,800	2,666,800	0	2,666,800
▶ Address critical staffing at the Hiram Davis Medical Center	541,692	453,933	995,625	721,788	605,712	1,327,500
▶ Implement a program to treat violent sexual predators	671,558	0	671,558	2,348,370	0	2,348,370
▶ Implement financial management system software	804,795	0	804,795	1,634,900	0	1,634,900
Total recommended funding changes	4,736,383	453,933	5,190,316	7,455,055	605,712	8,060,767
Total recommended funding	419,895,032	326,709,650	746,604,682	422,829,014	326,956,567	749,785,581
Percent change	4.81%	3.92%	4.42%	5.55%	4.00%	4.87%
Position level:						
FY 2000 appropriation	6,862.98	3,279.52	10,142.50	6,862.98	3,279.52	10,142.50
Recommended position level changes	(41.80)	(46.20)	(88.00)	(32.80)	(46.20)	(79.00)
Total recommended positions	6,821.18	3,233.32	10,054.50	6,830.18	3,233.32	10,063.50
DEPARTMENT OF REHABILITATIVE SERVICES						
FY 2000 appropriation	25,418,474	79,919,502	105,337,976	25,418,474	79,919,502	105,337,976
Technical adjustments to base	769,163	3,078,512	3,847,675	774,194	3,103,099	3,877,293
Adjusted base budget	26,187,637	82,998,014	109,185,651	26,192,668	83,022,601	109,215,269

	Fiscal Year 2001			Fiscal Year 2002		
	General	Nongeneral	All Funds	General	Nongeneral	All Funds
Recommended funding changes:						
▶ Adjust general liability premium funding	(1,161)	0	(1,161)	(2,903)	0	(2,903)
Total recommended funding changes	(1,161)	0	(1,161)	(2,903)	0	(2,903)
Total recommended funding	26,186,476	82,998,014	109,184,490	26,189,765	83,022,601	109,212,366
Percent change	3.02%	3.85%	3.65%	3.03%	3.88%	3.68%
Position level:						
FY 2000 appropriation	120.25	587.75	708.00	120.25	587.75	708.00
Recommended position level changes	0	0	0	0	0	0
Total recommended positions	120.25	587.75	708.00	120.25	587.75	708.00
WOODROW WILSON REHABILITATION CENTER						
FY 2000 appropriation	5,126,151	18,168,635	23,294,786	5,126,151	18,168,635	23,294,786
Technical adjustments to base	516,886	1,132,777	1,649,663	521,478	1,142,077	1,663,555
Adjusted base budget	5,643,037	19,301,412	24,944,449	5,647,629	19,310,712	24,958,341
Total recommended funding	5,643,037	19,301,412	24,944,449	5,647,629	19,310,712	24,958,341
Percent change	10.08%	6.23%	7.08%	10.17%	6.29%	7.14%
Position level:						
FY 2000 appropriation	120.67	244.33	365.00	120.67	244.33	365.00
Recommended position level changes	0	0	0	0	0	0
Total recommended positions	120.67	244.33	365.00	120.67	244.33	365.00
DEPARTMENT OF SOCIAL SERVICES						
FY 2000 appropriation	257,183,068	874,229,740	1,131,412,808	257,183,068	874,229,740	1,131,412,808
Technical adjustments to base	(957,937)	64,938,461	63,980,524	(938,591)	107,476,645	106,538,054
Adjusted base budget	256,225,131	939,168,201	1,195,393,332	256,244,477	981,706,385	1,237,950,862
Recommended funding changes:						
▶ Fund staffing needs to meet new mandates	502,242	1,617,603	2,119,845	438,173	1,395,859	1,834,032
▶ Adjust for one-time daycare appropriation	0	(6,000,000)	(6,000,000)	0	(6,000,000)	(6,000,000)
▶ Increase funding for legal services by the Office of the Attorney General	0	155,829	155,829	0	155,829	155,829
▶ Reduce appropriation for VIEW employment services	0	(260,062)	(260,062)	0	(1,295,062)	(1,295,062)
▶ Adjust general liability premium funding	16,217	0	16,217	30,601	0	30,601
▶ Cover increased rent costs	64	0	64	64	0	64
▶ Comply with federal ruling on the Work Incentive Payment Program (WIPP)	0	(15,000,000)	(15,000,000)	0	(15,000,000)	(15,000,000)
▶ Adjust for continued decline in TANF cash assistance caseload	0	(13,876,530)	(13,876,530)	0	(17,022,914)	(17,022,914)
▶ Meet Food Stamp reinvestment requirement	374,994	0	374,994	133,334	0	133,334

	Fiscal Year 2001			Fiscal Year 2002		
	General	Nongeneral	All Funds	General	Nongeneral	All Funds
▶ Fund retiree health credits for local employees	292,059	287,182	579,241	292,059	287,182	579,241
▶ Support foster care and adoption subsidy caseload and mandated rate increases	7,083,578	4,873,636	11,957,214	0	0	0
▶ Replace Child Support Enforcement revenue	3,420,779	(3,420,779)	0	3,171,257	(3,171,257)	0
▶ Implement electronic benefits transfer (EBT) system	2,017,400	485,600	2,503,000	2,017,400	485,600	2,503,000
▶ Increase the number and timeliness of adoptions	593,791	1,881,373	2,475,164	613,202	1,654,605	2,267,807
Total recommended funding changes	14,301,124	(29,256,148)	(14,955,024)	6,696,090	(38,510,158)	(31,814,068)
Total recommended funding	270,526,255	909,912,053	1,180,438,308	262,940,567	943,196,227	1,206,136,794
Percent change	5.19%	4.08%	4.33%	2.24%	7.89%	6.60%
Position level:						
FY 2000 appropriation	271.91	1,312.59	1,584.50	271.91	1,312.59	1,584.50
Recommended position level changes	(12.15)	6.15	(6.00)	(12.15)	6.15	(6.00)
Total recommended positions	259.76	1,318.74	1,578.50	259.76	1,318.74	1,578.50
GOVERNOR'S EMPLOYMENT AND TRAINING DEPARTMENT						
FY 2000 appropriation	640,200	55,380,323	56,020,523	640,200	55,380,323	56,020,523
Technical adjustments to base	(57)	59,239	59,182	(57)	59,239	59,182
Adjusted base budget	640,143	55,439,562	56,079,705	640,143	55,439,562	56,079,705
Recommended funding changes:						
▶ Close out the Job Training Partnership (JTPA) Act program	(443)	(45,903,197)	(45,903,640)	(443)	(50,247,778)	(50,248,221)
▶ Substitute federal funding for the Economic and Employment Improvement Program	(150,000)	150,000	0	(150,000)	150,000	0
▶ Substitute federal funding for the Opportunity Knocks youth employment program	(489,200)	489,200	0	(489,200)	489,200	0
Total recommended funding changes	(639,643)	(45,263,997)	(45,903,640)	(639,643)	(49,608,578)	(50,248,221)
Total recommended funding	500	10,175,565	10,176,065	500	5,830,984	5,831,484
Percent change	(99.92%)	(81.63%)	(81.84%)	(99.92%)	(89.47%)	(89.59%)
Position level:						
FY 2000 appropriation	0	33.00	33.00	0	33.00	33.00
Recommended position level changes	0	(26.00)	(26.00)	0	(27.00)	(27.00)
Total recommended positions	0	7.00	7.00	0	6.00	6.00
VIRGINIA BOARD FOR PEOPLE WITH DISABILITIES						
FY 2000 appropriation	133,898	1,307,516	1,441,414	133,898	1,307,516	1,441,414
Technical adjustments to base	11,907	223,755	235,662	12,004	223,949	235,953
Adjusted base budget	145,805	1,531,271	1,677,076	145,902	1,531,465	1,677,367

	Fiscal Year 2001			Fiscal Year 2002		
	General	Nongeneral	All Funds	General	Nongeneral	All Funds
Recommended funding changes:						
► Cover increased rent costs	715	0	715	873	0	873
Total recommended funding changes	715	0	715	873	0	873
Total recommended funding	146,520	1,531,271	1,677,791	146,775	1,531,465	1,678,240
Percent change	9.43%	17.11%	16.40%	9.62%	17.13%	16.43%
Position level:						
FY 2000 appropriation	2.00	4.00	6.00	2.00	4.00	6.00
Recommended position level changes	0	0	0	0	0	0
Total recommended positions	2.00	4.00	6.00	2.00	4.00	6.00
VIRGINIA DEPARTMENT FOR THE VISUALLY HANDICAPPED						
FY 2000 appropriation	6,114,388	11,882,805	17,997,193	6,114,388	11,882,805	17,997,193
Technical adjustments to base	538,077	1,676,825	2,214,902	542,589	1,680,274	2,222,863
Adjusted base budget	6,652,465	13,559,630	20,212,095	6,656,977	13,563,079	20,220,056
Recommended funding changes:						
► Adjust general liability premium funding	0	0	0	(852)	0	(852)
► Improve Braille textbook program	93,800	0	93,800	104,552	0	104,552
► Add rehabilitation teachers for the blind	200,000	0	200,000	200,000	0	200,000
Total recommended funding changes	293,800	0	293,800	303,700	0	303,700
Total recommended funding	6,946,265	13,559,630	20,505,895	6,960,677	13,563,079	20,523,756
Percent change	13.61%	14.11%	13.94%	13.84%	14.14%	14.04%
Position level:						
FY 2000 appropriation	94.08	71.92	166.00	94.08	71.92	166.00
Recommended position level changes	3.00	1.00	4.00	3.00	1.00	4.00
Total recommended positions	97.08	72.92	170.00	97.08	72.92	170.00
VIRGINIA REHABILITATION CENTER FOR THE BLIND						
FY 2000 appropriation	240,109	1,251,009	1,491,118	240,109	1,251,009	1,491,118
Technical adjustments to base	1,048	442,179	443,227	1,059	443,230	444,289
Adjusted base budget	241,157	1,693,188	1,934,345	241,168	1,694,239	1,935,407
Total recommended funding	241,157	1,693,188	1,934,345	241,168	1,694,239	1,935,407
Percent change	0.44%	35.35%	29.72%	0.44%	35.43%	29.80%
Position level:						
FY 2000 appropriation	.25	25.75	26.00	.25	25.75	26.00
Recommended position level changes	0	0	0	0	0	0
Total recommended positions	.25	25.75	26.00	.25	25.75	26.00

	Fiscal Year 2001			Fiscal Year 2002		
	General	Nongeneral	All Funds	General	Nongeneral	All Funds
TOTAL FOR OFFICE OF HEALTH AND HUMAN RESOURCES						
Grand total recommended funds	2,322,280,365	3,253,093,581	5,575,373,946	2,334,043,201	3,291,794,055	5,625,837,256
Grand total recommended positions	9,320.11	7,766.89	17,087.00	9,329.11	7,765.89	17,095.00