



# Oregon

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**Department of Human Services**

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## **The State CFO Required Department of Human Services 10% Reduction Options for the Agency Request Budget**



The reduction options presented in this document are not intended to reflect the policy or program recommendations of the agency. The Oregon Department of Human Services (DHS) is acutely aware that the reduction options on this list have significant consequences for Oregonians and the communities in which they live. The agency is -- and has been -- engaged in ongoing search for efficiencies that allow us to reduce costs and maximize resources with minimal impact to clients. We also work to ensure that as services to clients are reduced because of reductions, that we also reduce our infrastructure and administrative overhead concurrently.

### Guiding Principles

In approaching these reductions, DHS was guided by a set of priorities in making proposed reductions. However, to reach the targeted reduction levels for the Department – which totals more than \$323 million in General Fund – it was not possible to reflect all of the following principles and priorities in the reduction list:

- For all programs, the agency looked closely at client safety and stability, preserving the infrastructure of programs and the provider-systems that serve clients, maintenance of effort (MOE) issues, legal risk, cross-program impact, cost shifting, and what the reduction would mean in terms of the loss of federal matching funds.
- DHS looked closely at whether repeated reductions to programs no longer made sense, and whether it was time to consider the elimination of some programs in order to preserve others.
- In Child Welfare programs, DHS prioritized prevention activities and services to keep children safe at home and out of foster care over those further into the child welfare system, such as adoption and guardianship.
- In Intellectual and Developmental Disabilities programs, DHS prioritized continuing programs and services for those clients in long-term care. DHS also made every effort to consider reductions that would not move people into higher cost settings but could keep them at home and in their communities.
- In Self Sufficiency, Intellectual and Developmental Disability and Vocational Rehabilitation programs, DHS prioritized services and programs that helped support and preserve family stability and to maintain employment outcomes for Oregonians.
- In Aging and People with Disabilities programs, DHS prioritized keeping as much of Oregon's high-quality system in place as possible – that is, prioritizing home and community-based services.

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Department of Human Services 2017-19 10% CSL Reduction List

Priority	DIVISION	Reduction Description	GF	OF	FF	TF	POS	FTE	Impact of Reduction on Services and Outcomes	Effective Date
1	SS	ERDC - Provider Incentive Payments (100% Reduction)	(3,617,587)	-	-	(3,617,587)	0	0.00	Eliminating the provider incentive payment for 3, 4, 5 star providers would limit the number of providers who chose to become star rated. Children benefit from quality child care situations, especially during the critical years of brain development, birth to 5 years old. Star rated providers must meet additional training requirements in several areas including child development to reach a star rating. Data through Western Oregon Teaching institute showed an increase in provider interested in achieving a star rating due the incentive payments available when providing child care to a subsidy child full time.	10/1/17
2	SS	TANF - Time Limit 48 Months - Removing Adult Only	(7,931,297)	-	-	(7,931,297)	0	0.00	This action would remove the Adult only on the case which would put the child in a TANF no-adult pay standard table, which would lower their grant. This would impact approximately 3,952 Cases.	10/1/17
3	SS	NNCR Families: Counting their income towards eligibility	(778,035)	-	-	(778,035)	0	0.00	By counting the Non-Needy Caretaker Relative Income only "needy" clients would be eligible for a TANF grant. This will affect the majority of current NNCR cases as most would have applied for regular TANF had they been eligible.	10/1/17
4	SS	Adult Count 50% of SSI Income for TANF Eligibility (Adults Only)	(19,913,411)	-	-	(19,913,411)	0	0.00	This action establishes counting 50% of the SSI Adult's SSI Payment as income towards the TANF grant, which could make them ineligible due to the TANF income limit. 50% of the standard payment for SSI recipients is \$367 which is more than the TANF payment standard for most SSI adult situations with two or fewer children. There could be a small percentage (5%) or so that would be eligible due to special circumstances. Estimated cases closed due to being over the income limit would be 2,151, and approximately 131 cases would be reduced to a lower TANF grant amount.	10/1/17
5	I-DD	Hour Realignment for in home support services - 30%	(6,457,323)	-	(14,748,991)	(21,206,314)	0	0.00	Effective 7/1/17 Reduces the hours per the assessment tool, implemented in 15-17 but not a part of CSL, Considering 50% to be granted through exception process.	7/1/17
6	I-DD	Eliminate GF only Bedhold payments for 50, 51, and 142	(4,481,850)	-	-	(4,481,850)	0	0.00	Effective 7/1/2017 This reduction proposes to eliminate bedhold payments to residential providers when an individual is temporarily not in care. This impacts service elements 50 (Adult Group Homes), 51 (Adult Supported Living services and 142 (Children's residential services)	7/1/15
7	I-DD	Eliminate GF only Bedhold payments for 58 (Foster Care Services)	(1,181,021)	-	-	(1,181,021)	0	0.00	Effective 10/1/17 This reduction proposes to eliminate bedhold payments to residential providers when an individual is temporarily not in care.	10/1/17
8	I-DD	Eliminate Fairview Housing Trust Fund by 100%	(6,000,000)	-	-	(6,000,000)	0	0.00	Effective 7/1/17 Eliminates options to help families and individuals with I/DD remove housing barriers by funding things such as ramps, accessible bathing options, and other housing modifications. Requires a statute change.	7/1/15
9	APD	Eliminate Live-in Program as of July 1 2017 - move consumers to Hourly program	(20,823,405)	(501,776)	(57,995,710)	(79,320,892)	0	0.00	At the time of this report, there are approximately 700 individuals remaining in the Live-in care program.	7/1/17
10	APD	Eliminate complex medical add-on for nursing facilities.	(13,181,163)	(2,678,096)	(28,775,680)	(44,634,939)	0	0.00	This reduction would eliminate the 40% premium paid to nursing facilities that serve individuals with certain complex medical conditions. Taking this reduction will require a statutory change to implement.	1/1/18
11	CW Child Safety	Sexual Assault Victims Fund	(78,965)	(518,399)	-	(597,364)	0	0.00	Sexual Assault Victims Services is funding that is specifically designed to assist adult sexual assault survivors with shelter and support services. These services are provided to the community at large, not just Child Welfare involved families. In 2015, Oregon domestic and sexual violence programs answered 134,888 calls for help, a 3 percent increase over 2014. This included calls about domestic violence, sexual assault, stalking and other issues with 1,484 adult sexual assault survivors receiving services. An elimination of these services would leave many adult victims of sexual assault unable to find safety and support.	7/1/17

Department of Human Services 2017-19 10% CSL Reduction List

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12	CW Child Safety	Domestic Violence Services	(448,251)	(3,316,892)	(2,568,342)	(6,333,485)	0	0.00	Domestic Violence Services is funding that is specifically designed to assist victims of domestic violence and their children in accessing safe shelter, community based services such as hospital accompaniment and support groups, and in an effort to end violence before it begins, programs provide education and awareness events. In 2015, Oregon domestic and sexual violence programs answered 134,888 calls for help, a 3 percent increase over 2014. This included calls about domestic violence, sexual assault, stalking and other issues. These services are provided to the community at large, not just Child Welfare involved families. In 2015 there were 10,196 requests for shelter unmet with no reduction. An elimination of these services would leave many adult victims of domestic violence and their children unable to find safety and support.	7/1/17
13	CW Child Safety	Recovering Family Mutual Homes – 30% reduction	(128,964)	(46)	(102,732)	(231,742)	0	0.00	A cut of 30% is larger than appears as these budgets have a Federal match. These services currently provide payment directly to housing for child welfare parents, with their children, coming out of residential A&D treatment settings in three counties. Any cut in these services leads directly to the elimination of housing for individual parents with small children. This reduction will create immediate instability for families whose parent has recently completed A&D treatment. Cutting these services will result in increased barrier to children remaining with their parents which means increases in foster care. Additionally, it will increase length of stay in foster care.	7/1/17
14	CW Child Safety	Recovering Family Mutual Homes – additional 15% reduction	(45,137)	(16)	(35,956)	(81,109)	0	0.00	A cut of 15% is larger than appears as these budgets have a Federal match. These services currently provide payment directly to housing for child welfare parents, with their children, coming out of residential A&D treatment settings in three counties. Any cut in these services leads directly to the elimination of housing for individual parents with small children. This reduction will create immediate instability for families whose parent has recently completed A&D treatment. Cutting these services will result in increased barrier to children remaining with their parents which means increases in foster care. Additionally, it will increase length of stay in foster care.	7/1/17
15	CW Permanency	Private Adoptions: 25% Cut Description of Services: Fee for services, budgeted at \$1,202,890 per biennium. Payment for placement and supervision services for DHS foster children in in-state and out-of-state adoptive families studied and supervised by private agencies.	(134,951)	-	(165,930)	(300,881)	0	0.00	25% Cut Reduce the number of in-state private agency placements but keep out-of-state private placements at the current level. General applicant Oregon families can get home studies through their local DHS offices (although waiting times will increase), but out-of-state general applicants (non-relatives) would have no means to get a study through their local child welfare office for Oregon children, as ICPC covers home studies with relatives only. Reductions impact the number of adoptive families overall and reduces the overall number of adoptive placements being made.	7/1/17

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16	VR	Reduce Client Service by 5%	(1,626,324)	(117,329)	(3,901,178)	(5,644,831)	0	0.00	The proposed reduction would result in an 5% decrease in case services forcing the creation of a waitlist. 1,839 individuals would not get services including youth served under third-party agreements with local school districts. This would jeopardize the match dollars that these agreements provide thus further reducing the program budget. Small specialized vendors who rely on the program for revenue would experience a sharp drop in income. Additionally this will impact the ability of the program to meet the required Maintenance of Effort resulting in a reduction in federal funds available, and resulting in the program reinstating the Order of Selection. OVRS with out an investment above the Current Service level is at risk of reinstating the Order of Selection, and is at risk for failure to meet the level of services set forth in Executive Order 15-04 and in the settlement agreement for Lane V Brown regarding employment for persons with Intellectual and Developmental Disabilities.	7/1/17
17	VR	Reduce VR Personal Service Expense by 2.5%	(813,162)	(58,664)	(1,950,589)	(2,822,415)	(21)	(21.00)	The proposed reduction would result in an additional 2.5% decrease in personal service expense, through lay offs reducing the VR workforce by 8.4% and forcing the creation of a waitlist. 2,880 individuals would not get services including youth served under third-party agreements with local school districts. This would jeopardize the match dollars that these agreements provide thus further reducing the program budget. Small specialized vendors who rely on the program for revenue would experience a sharp drop in income. Additionally this will impact the ability of the program to meet the required Maintenance of Effort resulting in a reduction in federal funds available, and resulting in the program reinstating the Order of Selection. OVRS with out an investment above the Current Service level is at risk of reinstating the Order of Selection, and is at risk for failure to meet the level of services set forth in Executive Order 15-04 and in the settlement agreement for Lane V Brown regarding employment for persons with Intellectual and Developmental Disabilities.	7/1/17
18	APD	Reduce OPI by \$10M.	(10,000,000)	-	-	(10,000,000)	0	0.00	We estimate that approximately 1,000 of the over 2,100 individuals currently being served per month by the traditional OPI program will no longer have access to these services if OPI is reduced by this amount.	7/1/17
19	APD	Eliminate OPI for people with disabilities.	(6,000,000)	-	-	(6,000,000)	0	0.00	Approximately 300 individuals per month will lose access to the OPI people with disabilities program if funding is eliminated.	7/1/17

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Priority	DIVISION	Reduction Description	GF	OF	FF	TF	POS	FTE	Impact of Reduction on Services and Outcomes	Effective Date
20	SS	ERDC - Reduce caseload cap from 7,762 to an average of 7,262 (500 Cases)	(8,137,500)	-	-	(8,137,500)	0	0.00	Caseload cap is currently 7,762: this would reduce to an average of 7,262. Increase in TANF cases may make it very difficult to get at desired level. This reduction continues the elimination of child care supports for all parents with incomes under 185% of poverty, limiting those supports to only TANF families transitioning to employment; families reapplying for ERDC benefits after a break of less than two calendar months; families with a child in the filing group that is eligible for a current opening in a contracted child care slot or Early Head Start – Child Care Partnership; families that are currently eligible or have been determined eligible for TA-DVS in any preceding three months; or families currently working with Child Welfare (as part of an assessment, open case or transition) and there is an ongoing safety plan in place that states child care is required to keep the child in their home, place the child with a relative or other known adult or when transitioning the child back into the home or out of stranger foster care. This reduction will further impact the ability of parents to maintain employment, the ability of child care providers to provide care and be employed, and the quality of child care children receive. This reduction will impact family child care providers, child care centers, Early Head Start/Head Start and after-school programs and may increase the number of children left home without an appropriate provider. This would affect 1,590 providers. This reduction will reduce the amount of state expenditures that count toward its MOE obligations. ERDC is mainly funded by CCDF federal dollars through an Interagency Agreement with DHS and The Oregon Department of Education (ODE). ODE has a stake in this reduction and has expressed their concern to DHS.	10/1/17
21	I-DD	Reduce the Family to Family Network Program	(642,940)	-	-	(642,940)	0	0.00	Effective 7/1/17 Reduce funding to Family to Family Networks by 50%. This program began in 2012 after 2011 made significant reductions in the Family Support Program. The funding (\$1.3M) supports up to eight networks. The work already accomplished by these groups includes family training, identification of local resources, and general support from one family to another. The networks leverage parent time and local resources in an effort to provide support at no cost to DHS/DD.	7/1/17
22	I-DD	Eliminate the Family to Family Network Program	(642,940)	-	-	(642,940)	0	0.00	Effective 7/1/17 reduce another 50% which would eliminate Family to Family Networks. This program began in 2012 after 2011 made significant reductions in the Family Support Program. The funding (\$1.3M) supports up to eight networks. The work already accomplished by these groups includes family training, identification of local resources, and general support from one family to another. The networks leverage parent time and local resources in an effort to provide support at no cost to DHS/DD.	7/1/17
23	I-DD	Eliminate the Family Support Program	(2,357,887)	-	-	(2,357,887)	0	0.00	Effective 7/1/2017 This program provides a small amount of support that goes a long way to helping family with care of child with developmental disability. Approximately 1,000 children and their families will lose service as a result of this program elimination.	7/1/17
24	I-DD	Eliminate the funded FTE via Workload models for Family Support Program	(276,818)	-	(337,245)	(614,063)	0	0.00	Effective 7/1/2017 The CDDP workload models are funded at 3.47 FTE for the work of Family Support program. If Family Support program is eliminated than the corresponding FTE would be removed.	7/1/17
25	I-DD	Eliminate Regional Staff	(4,788,406)	-	(3,315,737)	(8,104,143)	0	0.00	Effective 7/1/17 This reduction proposes to eliminate the Regional Staff that support CDDPs with crisis situations.	7/1/17
26	I-DD	Eliminate Elliott homes at SACU, staff and expenses	(1,510,672)	(130,457)	(2,393,128)	(4,034,257)	0	(21.12)	Effective 10/1/17 This reduction proposes to close all three Elliott homes. 21.12 FTE are eliminated 10.1.2017. The corresponding 24 positions will be abolished fully in the 19-21 biennium.	10/1/17

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27	CW Permanency	Contracted Adoption Services - 25% Reduction	(555,920)	-	(516,814)	(1,072,734)	0	0.00	25% Reduction The Multnomah County District Attorney contract, Whitney Investigations contract, and Black Helterline Attorney contract are all essential legal services that will be deferred to the Department of Justice if these contracts are cut or eliminated (see explanation below in the 100% elimination section), so cuts to these contracts in contracted adoption services would result in a cost shift to the DOJ budget. Of the remaining contracted adoption services, leave Oregon Adoption Resource Exchange and Northwest Adoption Resource Exchange intact	7/1/17
28	CW Permanency	Permanency: 25% Reduction Post Adoption Services program, impacting supports for over 400 adoptive and guardianship families each year. (IV-B portion of budget)	(47,835)	(14)	(260,458)	(308,307)	0	0.00	25% Reduction Reduce training, library purchases, and support group start-up for information and referral, advocacy and support, and crisis intervention.	7/1/17
29	CW Permanency	Permanency: additional 50% Reduction Post Adoption Services program, impacting supports for over 400 adoptive and guardianship families each year. (IV-B portion of budget)	(71,752)	(21)	(390,687)	(462,460)	0	0.00	50% Reduction Eliminate training, library purchases, and support group start-up for information and referral, and crisis intervention only	7/1/17
30	SS	TANF - Time Limit 48 Months -Full Family Sanction (No Hardship Exemptions) This is additional of the 60 month	(14,842,939)	-	-	(14,842,939)	0	0.00	This action establishes a 48 month time limit for TANF receipt for the entire family allowing no exemptions. The current Oregon time limit is 60 months and state statute allows for only the adults needs to be removed from TANF once the 60 month limitation has been reached and the family has no hardship exemption. Oregon's policy provides for the children in the home to continue to receive TANF. For families who have reached the new time-limit, the entire case would close. Some families may see an increase in SNAP benefits as cash benefits end. Ending TANF cash benefits for the entire family may result in family instability and homelessness. Families would have to rely on other community based safety net programs which have already experienced increased demand. During the biennium an average of 3,925 families per month are expected to be impacted. Based on their accrued time, the majority of these family's (3,119 families) will reach their time limitation in April 2018. Families will also be impacted if they come from another state and the accrued time (alone or in combination with Oregon accrued time) equals to or exceeds 48 months. This action requires an amendment to ORS 412.079.	10/1/17
31	SS	Admin Portion for TANF Time Limits 48 Months (18 month reduction)	(16,769,272)	-	-	(16,769,272)	(97)	(96.38)	If we reduced the Time Limit to 48 Months, we would be losing 3,952 Cases. Calculation assumptions: Reduce TANF caseload by 3,952 cases from ongoing and case maintenance categories. Assumed 26% of clients are JOBS MANDATORY and do equal reductions to coaching and home visits category as well with approx. 2.64 clients per case.	7/1/17

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32	CW Well Being	Well Being: Reduce Client Transportation Program by 15%.	(710,355)	(140,417)	(108,881)	(959,653)	0	0.00	<p>Any reduction to funding for Client Transportation will have a negative impact on direct services for children, negatively impact their education outcomes, and potentially delay child and family reunification. Currently 69% is being spent on transportation for visits between child(ren) and parents, another 20% for transporting children to and from their school of origin, 2% for transportation to medical appointments, and 9% for transportation to/from activities such as court hearings, and case planning activities.</p> <p>A 15% reduction would result in fewer visits between children and their parents, negatively impacting the child's well-being and causing unnecessary delays in reunification. Any delay in reunification could cause the department to fail the Adoptions and Safe Families Act (AFSA – Public Law 105-89) requirements of moving to terminate parental rights for children who have been in foster care for 15 out of the past 22 months, or cause the department to move toward termination of parental rights without proper and consistent visitation having occurred between a child and their parents.</p>	7/1/17
33	CW Well Being	Well Being: Reduce Court Ordered Other Medical Program by 15%.	(756,720)	(3,556)	-	(760,276)	0	0.00	<p>Other Medical funds are used by DHS to obtain services to assist the caseworker in making good case planning decisions for the child and family and to better inform the Courts. Currently, 53% of Other Medical funds are spent on case consultation services, with licensed experts to review case information accumulated over time and assist in developing a timely well-focused case plan; and 47% is spent on psychological evaluations and other testing of parents (including drug testing), used to inform case planning. Other Medical funding also allows the department to request medical records for a child in care and to request formally supervised parent/child, and sibling interactions.</p>	7/1/17
34	CW Well Being	Well Being: Reduce System of Care (SOC) by 15% - flexible fund resource dollars to meet the individual needs of foster children and their families.	(595,979)	(49,699)	(1,056,938)	(1,702,616)	0	0.00	<p>System of Care flexible funds are used by local offices to address not only the individualized service needs of children and parents, but also and more recently payments that promote a parent's ability to maintain housing while working toward reunification with their children. Cutting SOC by 15% will likely result in reduced ability to meet the unique needs of children and families through client specific services.</p>	7/1/17



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35	CW Child Safety	Child Safety: Reduce ISRS budget by 15%, eliminating in-home supports for approximately 390 abused children each year.	(1,193,023)	(29,415)	(1,606,324)	(2,828,762)	0	0.00	15% reduction In-Home Safety and Reunification Services (ISRS) provides services to help manage the safety threats within the family, stabilize the family and provide for the immediate safety of children at risk of maltreatment or when children have been placed in protective custody or foster care this service is to help them return to their parents. A 15% reduction to In-Home Safety and Reunification Services will impact child welfare's ability to: 1) safely keep children at home; 2) return children home in a timely manner; and 3) provide the family supports and services to ensure children aren't re-abused and don't re-enter the foster care system. This reduction is estimated to impact approximately 847 children each year who will now need to enter or remain in foster care rather than safely remain in the home with their parents or safely reunify with their parents. This reduction will impact the department's ability to meet Indian Child Welfare Act and other court-ordered requirements. This reduction will also mean more "no reasonable efforts" or "failure to meet active efforts for ICWA children" findings by the courts, which would impact federal funding for Oregon's foster care (out-of-home care) program. In addition to increased costs in foster care, there will be an increase in costs to courts, defense attorneys, Citizen Review Boards, and others involved in the dependency system. Finally, contractors who provide these services will be impacted and may lay off staff.	7/1/17
36	CW Child Safety	Child Safety: Reduce Strengthening, Preserving, & Reunifying Families (SPRF) budget by 15%.	(1,851,953)	-	(2,769,776)	(4,621,729)	0	0.00	15% reduction (ALL ARE IDENTICAL DESCRIPTIONS OF IMPACT FOR SPRF) Strengthening, Preserving and Reunifying Families (SPRF) programs provide a broad array of services that are designed to maintain children safely at home with their parents or caregivers, safely and equitably reduce the number of children in the foster care system, reduce child trauma, reduce the length of stay in foster care, and to reduce the referral or reentry rates of families in the Child Welfare system. SPRF also provides services to families with safe children and moderate to high needs through Admin Only cases through Differential Response and this is the only way these families would be able to access Child Welfare services. A reduction in these services will result in approximately 487 children coming into foster care, staying longer periods of time in foster care or coming back to the attention of child welfare. This reduction will also impact the department's ability to meet Indian Child Welfare Act and other court-ordered requirements. This reduction will also mean more "no reasonable efforts" or "failure to meet active efforts for ICWA children" findings by the courts, which would impact federal funding for Oregon's foster care (out-of-home care) program. In addition to increased costs in foster care, there will be an increase in costs to courts, defense attorneys, Citizen Review Boards, and others involved in the dependency system. Finally, contractors who provide these services will be impacted and may lay off staff.	7/1/17
37	APD	Hold nursing facility rates flat at the rate being reimbursed at 6/30/17. (281.94)	(21,102,150)	-	(37,995,879)	(59,098,029)	0	0.00	This would require a statutory change. No impact on consumers or access is anticipated with this reduction. Nursing facilities could likely absorb this without much consequence.	7/1/17
38	SS	TANF - Time Limit 36 Months - Removing Adult Only	(9,706,948)	-	-	(9,706,948)	0	0.00	This action would remove the Adult only on the case which would put the child in a TANF no-adult pay standard table, which would lower their grant. This would result in an average of 6,403 Cases that would result in a significant savings.	10/1/17



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39	SS	TANF - Time Limit 36 Months -Full Family Sanction (No Hardship Exemptions) This is additional to 48 month	(41,568,365)	-	-	(41,568,365)	0	0.00	This action establishes a 36 month time limit for TANF receipt for the entire family allowing no exemptions. The current Oregon time limit is 60 months and state statute allows for only the adults needs to be removed from TANF once the 60 month limitation has been reached and the family has no hardship exemption. Oregon's policy provides for the children in the home to continue to receive TANF. For families who have reached the new time-limit, the entire case would close. Some families may see an increase in SNAP benefits as cash benefits end. Ending TANF cash benefits for the entire family may result in family instability and homelessness. Families would have to rely on other community based safety net programs which have already experienced increased demand. During the biennium an average of 6,403 families per month are expected to be impacted. Based on their accrued time, the majority of these family's (5,701 families) will reach their time limitation in April 2019. Families will also be impacted if they come from another state and the accrued time (alone or in combination with Oregon accrued time) equals to or exceeds 36 months. This action requires an amendment to ORS 412.079.	10/1/17
40	SS	Adult Count 100% of SSI Income for TANF Eligibility	(22,820,280)	-	-	(22,820,280)	0	0.00	This action establishes counting 100% of the SSI Adult's Standard Payment as income towards the TANF grant, which would make them ineligible due to the income limit. The standard payment for SSI recipients is \$733, which is more than most TANF grants. There would be a small percentage (5%) or so that would be eligible due to special circumstances. Cases closed due to over-income limit would be approximately 2,151 and about 113 cased would be reduced to the lower payment standard.	10/1/17
41	I-DD	Reduce PSW Wages by eliminating OT	(9,159,600)	-	(18,858,001)	(28,017,601)	0	0.00	Effective 10/1/17 This reduction proposes to reduce bargained PSW wages by not allowing PSW to work overtime.	10/1/17
42	I-DD	Reduce Supported Living Rates by 25%	(6,178,225)	-	(13,779,287)	(19,957,511)	0	0.00	Effective 10/1/17 This reduction proposes to reduce provider rates by 25% for Supported Living services (Service Element 51).	10/1/17
43	I-DD	Eligibility IQ Requirement	(7,526,316)	-	(17,943,449)	(25,469,765)	0	0.00	Effective 7/1/2018 Change the Eligibility requirement for individuals with IDD to a diagnosis of an IQ below 70. This could impact figures above.	7/1/18
44	I-DD	Increase LOC Requirements	(11,327,325)	-	(26,837,835)	(38,165,160)	0	0.00	Effective 7/1/2018 Increase LOC requirements to three areas of significant impairment in adaptive behavior for individuals who qualify due to a Developmental Disability. This could impact figures above.	7/1/18
45	I-DD	Eliminate ability to disregard parental income	(17,334,185)	-	(34,692,153)	(52,026,338)	0	0.00	Effective 7/1/2018 Eliminate the ability to disregard parental income for children with IDD under age 18 who live with family. This could impact numbers above.	7/1/18
46	I-DD	Reduce Brokerage and CDDP Equity by 2% (93% equity)	(1,748,708)	-	(1,938,550)	(3,687,258)	0	0.00	Effective 10/1/17 Reduces the operating funding to CDDPs and Brokerages by another 2%--Overall reduction of 4%.	10/1/17
47	I-DD	Reduce Brokerage and CDDP Equity by additional 2% (91% equity)	(1,748,708)	-	(1,938,550)	(3,687,258)	0	0.00	Effective 10/1/17 Reduces the operating funding to CDDPs and Brokerages by another 2%--Overall reduction of 4%.	10/1/17
48	I-DD	Reduce Supported Living Rates by an additional 5% - Overall: 30%	(1,235,645)	-	(2,755,857)	(3,991,502)	0	0.00	Effective 10/1/17 This reduction proposes to reduce Supported Living (Service Element 51) provider rates by an additional 5%, Overall reduction of 30%.	10/1/17
49	I-DD	Reduce Brokerage and CDDP Equity by another additional 2% (89% equity)	(1,748,708)	-	(1,938,550)	(3,687,258)	0	0.00	Effective 10/1/17 Reduces the operating funding to CDDPs and Brokerages another 2%, overall reduction of 8%.	10/1/17
50	I-DD	Reduce Supported Living Rates by an additional 5%--Overall 35%	(1,235,645)	-	(2,755,857)	(3,991,502)	0	0.00	Effective 10/1/17 This reduction proposes to reduce Supported Living (Service Element 51) provider rates by an additional 5%, Overall reduction of 35%.	10/1/17

Department of Human Services 2017-19 10% CSL Reduction List

Priority	DIVISION	Reduction Description	GF	OF	FF	TF	POS	FTE	Impact of Reduction on Services and Outcomes	Effective Date
51	SS	ERDC-Provider Rate Reductions (10% Reduction of Overall Cost)	(2,300,757)	-	-	(2,300,757)	0	0.00	Reduce child care provider rates by 10%. Federal requirements recommend provider rates not lower than the 75th percentile of the current Market Rate Survey. Rates for several areas are currently above the 75th percentile. This reduction would place provider rates below the rates determined during the 2015 - 2017 collective bargaining agreement with both American Federation of State, County and Municipal Employees AFCSME and Service Employees International Union 503 (SEIU). The reduction would have a negative impact on child care providers and parents who use subsidy. Loss of reimbursement dollars for the provider and lowering the number of providers who take subsidy children.	10/1/17
52	SS	ERDC-Provider Rate Reductions (5% Reduction of Overall Cost)	(1,088,973)	-	-	(1,088,973)	0	0.00	Reducing the provider incentive payment for 3, 4, 5 star providers would limit the number of providers who chose to become star rated. Children benefit from quality child care situations, especially during the critical years of brain development, birth to 5 years old. Star rated providers must meet additional training requirements in several areas including child development to reach a star rating. Data through Western Oregon Teaching institute showed an increase in the number of providers interested in achieving a star rating due to the incentive payments available when providing child care to a subsidy child full time. The current incentive amounts are 5 star \$90, 4 star \$72, 3 star \$54	10/1/17
53	APD	REDUCE CBC rates by 2.5%.	(5,299,416)	-	(12,106,846)	(17,406,262)	0	0.00	Reducing CBC rates may result in decreased access for Medicaid consumers. Medicaid rates are already substantially below rates facilities may secure from private pay consumers.	7/1/17
54	APD	Reduce Nursing Facility Rates to the 60th Percentile from the statutory rate - N/A THE BLENDED RATE FOR CSL IS LOWER THAN THE 60TH PERCENTILE RATE PROVIDED BY CINDY SUSEE IN THE LATEST REPORT FOR NF RATES	-	-	-	-	0	0.00	This would require a statutory change. No impact on consumers or access is anticipated with this reduction. Nursing facilities could likely absorb this without much consequence.	7/1/17
55	APD	Reduce Nursing Facility Rates to the 55th Percentile from 60th Percentile	(6,740,460)	-	(12,266,748)	(19,007,208)	0	0.00	This would require a statutory change. No impact on consumers or access is anticipated with this reduction. Nursing facilities could likely absorb this without much consequence.	7/1/17

Department of Human Services 2017-19 10% CSL Reduction List

Priority	DIVISION	Reduction Description	GF	OF	FF	TF	POS	FTE	Impact of Reduction on Services and Outcomes	Effective Date
56	DHS	Forego Other Funds used for local match and/or Reduce DHS programs	-	(47,012,989)	-	(47,012,989)	0	0.00	DHS is statutorily required to provide reduction options totaling 10% of CSL for each fund type. This reduction would be accomplished through a series of action including eliminating local match of federal funds and reductions to programs across DHS that are funded by Other Funds. This is not specific as it will depend on which Other Fund funding sources would be reduced as to the exact reduction. Loss of local match would reduce local provider programs who have expenditures that are legally matched with federal funds. This assumes there is no General Fund backfill available.	7/1/17
57	DHS	Forego Federal Funds and Reduce DHS programs	-	-	(437,909,616)	(437,909,616)	0	0.00	DHS is statutorily required to provide reduction options totaling 10% of CSL for each fund type. This reduction would be accomplished through a series of program reductions depending on which federal funding sources are being reduced. This is a real possibility based on the current federal sequestration rules. However, this action is not specific as it will depend on which Federal funding sources would be reduced as to the program needing reduction. This reduction assumes there is no general fund backfill for these reductions.	7/1/17
Total of 10% List			(329,264,170)	(54,557,786)	(746,718,275)	(1,130,540,232)	(118)	(138.50)		

<b>CSL</b>	3,234,834,607	545,577,869	7,467,182,753	11,247,595,229
<b>10% GF Target</b>	323,483,461	54,557,787	746,718,275	1,124,759,523