

HUMAN SERVICES

The Human Services function consists of the Department of Health and Human Services, which includes the divisions of Health Care Financing and Policy, Aging and Disability Services, Health, Welfare and Supportive Services, Mental Health and Developmental Services and Child and Family Services. This function also includes the Department of Employment, Training and Rehabilitation.

The Executive Budget recommends General Fund support for the Human Services functional area totaling \$961.8 million in FY 2012, which is an increase of 1.9 percent compared to FY 2011, and \$952.4 million in FY 2013, which is a decrease of slightly less than 1.0 percent from amounts recommended in FY 2012. The Governor recommends \$2.876 billion in FY 2012 from all funding sources, which is an increase of 4.0 percent over FY 2011 and \$2.971 billion in FY 2013, which represents an additional increase of 3.3 percent.

DEPARTMENT OF HEALTH AND HUMAN SERVICES

DIRECTOR'S OFFICE

The Director's Office is responsible for coordinating all departmental programs, overseeing the Department's budgets and providing technical assistance to the various divisions within the Department. The following six accounts are directly administered by the Director's Office: Administration; the Grants Management Unit; the Revolving Account for the Prevention and Treatment of Problem Gambling; the Fund for a Healthy Nevada; the Children's Trust account; and the Indigent Supplemental account. The Director's Office also provides administrative assistance for the Office of the Nevada State Public Defender and the Nevada Indian Commission.

The Governor recommends the transfer of the Developmental Disabilities budget from the Aging and Disability Services Division (ADSD) to the Director's Office. Additionally, the Governor recommends merging the Governor's Office of Consumer Health Assistance with the Health Division's Office of Minority Health, and transferring the merged account under the new title, Consumer Health Assistance, to the Director's Office.

The Executive Budget recommends transferring the Nevada 2-1-1 program, which is a single point of access to existing community health and human services information, from the Director's Office Administration account to the Consumer Health Assistance account. General Fund support for the Nevada 2-1-1 program is recommended at \$62,000 over the 2011-13 biennium, a 65.7 percent decrease over General Funds of \$180,879 approved for the 2009-11 biennium.

The Governor's budget includes the continuation of \$3.1 million over the 2011-13 biennium in federal Health Information Technology grant funds to develop and

implement plans for the statewide Health Information Exchange, which will provide for the exchange of health-related information between patients and health care professionals electronically.

GRANTS MANAGEMENT UNIT

The Grants Management Unit was approved by the 2003 Legislature to consolidate grant programs into one account. The grant programs include: Family-to-Family Connection; Family Resource Centers; Differential Response; Title XX Purchase of Social Services; Community Services Block Grant; Children's Trust Account; and Healthy Nevada Fund grants. In addition to these programs, the 2005 Legislature approved the Program for the Prevention and Treatment of Problem Gambling, which is administered by the Grants Management Unit.

Family-to-Family Connection, Differential Response and Family Resource Centers

The General Fund appropriation in the Grants Management Unit account supports the costs of the Family-to-Family Connection, Differential Response and Family Resource Center programs. The Family-to-Family program provides assistance to families with newborns with positive parenting, optimal child development, healthy family structures and community support. The Family Resource Center program consists of neighborhood centers, which provide a wide array of services or referrals to services for at-risk families that promote individual and family well-being. The 2007 Legislature also approved funding to allow the Family Resource Centers to assist with child welfare cases that do not warrant investigative action by child protective services agencies so that those agencies are better able to respond to more severe cases. These assessment services are referred to as the Differential Response program.

The Executive Budget recommends eliminating the Family-to-Family Connection program to achieve a General Fund savings of \$2.5 million over the biennium. However, the Governor's recommendation provides that a portion of the General Fund savings (\$471,149 in each year) be used to support the Differential Response program and the Family Resource Centers. The Governor also recommends \$2.6 million in Tobacco Settlement funds allocated to the Healthy Nevada Fund be redirected to support the Family Resource Centers and the Differential Response program in FY 2013 to offset a portion of the General Funds historically used to fund the programs. Freed-up General Funds from the Trust Fund for Public Health (\$3.8 million) and the redirection of Tobacco Settlement funds transferred from the Healthy Nevada Fund to this budget (\$2.7 million) are proposed to be utilized for the Governor's Silver State Works initiative to help put Nevadans back to work.

Title XX Purchase of Social Services

This program, established in 1974 under Title XX of the Social Security Act, provides states with funds for a wide variety of social service programs. The Executive Budget recommends total expenditure authority of \$14.5 million in each fiscal year of the 2011-13 biennium, which is approximately \$700,000 less than the amount approved for the 2009-11 biennium. The Title XX funds are subgranted to state and

non-state agencies for social programs. The Governor recommends maintaining the grants to non-state agencies at approximately \$1.2 million for each fiscal year of the 2011-13 biennium, which retains the same level of funding approved for the 2009-11 biennium.

The Executive Budget eliminates 1.49 vacant positions from the Grants Management Unit, which reduces the program Administrator position for the Prevention and Treatment of Problem Gambling account from full-time to part-time, and eliminates an Administrative Assistant position held vacant during the 2009-11 biennium.

REVOLVING ACCOUNT FOR THE PREVENTION AND TREATMENT OF PROBLEM GAMBLING

The Program for the Prevention and Treatment of Problem Gambling was created by the 2005 Legislature. The program is funded through a transfer of an amount equal to \$2.00 for each slot machine subject to the quarterly slot license fee. The Governor recommends redirecting the proceeds of \$1.00 of the slot tax (\$776,297 in FY 2012 and FY 2013) back to the State General Fund. Remaining projected revenues of \$766,297 in FY 2012 and \$776,651 in FY 2013 would continue program funds for the treatment of problem gambling and associated administrative costs over the 2011-13 biennium.

INDIGENT SUPPLEMENTAL ACCOUNT

The Indigent Supplemental account provides reimbursement to Nevada counties for unpaid hospital charges for medical treatment of indigent persons and reimbursement to hospitals for care provided to indigent persons who have been injured in motor vehicle accidents in Nevada. The Nevada Association of Counties administers the payment of claims from counties and hospitals with accounting assistance from the Director's Office. Claims are funded through property tax revenues equivalent to one-cent per \$100 of assessed value and a property tax levy of 1.5 cents on each \$100 of assessed valuation.

The Executive Budget recommends the property tax proceeds in this account, budgeted at \$19.6 million in FY 2012 and \$19.8 million in FY 2013, be redirected to the State General Fund to address General Fund shortfalls instead of being used to reimburse Nevada counties for indigent hospital care.

FUND FOR A HEALTHY NEVADA

Revenue for the Fund for a Healthy Nevada is provided through a transfer from the Treasurer's Office of Tobacco Settlement funds received by the State of Nevada through the Tobacco Master Settlement Agreement. The Fund for a Healthy Nevada receives 50 percent of the Tobacco Settlement funds received by the State. Of this amount, 15 percent is allocated for grants to reduce tobacco use, 10 percent is allocated for grants to improve the health of children, and 10 percent is allocated for programs that improve the health and well-being of persons with disabilities. These programs are administered by the Director's Office with direction from the Grants Management Advisory Board, and allocated to various grantees. The remaining

65 percent of the total Tobacco Settlement funds allocated to the Healthy Nevada Fund are allocated to the Aging and Disability Services Division (ADSD) to support the Senior Prescription Drug program (30 percent), a program to extend coverage for prescription drugs and other related services to certain persons with disabilities (5 percent), and programs that assist persons with independent living (30 percent).

The Executive Budget recommends Tobacco Settlement Funds totaling \$2.7 million in FY 2012 and \$6.3 million in FY 2013 for transfer to the Grants Management Unit to provide for tobacco cessation, children's health and disability grants. For FY 2013, the Governor recommends transferring approximately \$3.8 million in Tobacco Settlement funds currently allocated to the Trust Fund for Public Health to the ADSD to support the Autism program and Traumatic Brain Injury program (\$2.7 million) and to the Division of Mental Health and Developmental Services' Family Preservation Program (\$1.1 million). The redirection of Tobacco Settlement funds would offset General Fund need, but would result in the elimination of tobacco cessation grants, reduced funding for other grant programs over the 2011-13 biennium, and the elimination of the Trust Fund for Public Health.

INDIAN AFFAIRS COMMISSION

The Nevada Indian Affairs Commission was created in 1965 to study issues affecting the social and economic welfare and well-being of Native Americans residing in Nevada. The Commission is comprised of five members appointed by the Governor. The Governor recommends reducing General Funds by \$40,309 in FY 2012 and \$42,442 in FY 2013, resulting in the reduction of the Executive Director and Administrative Assistant positions from full-time to .84 in each fiscal year of the 2011-13 biennium. The reduction also results in the elimination of pay for Commission members to attend meetings, in-state and out-of-state travel funds for the Commission and staff, and a reduction in operating supplies in each year of the biennium.

AGING AND DISABILITY SERVICES DIVISION

The mission of the Aging and Disability Services Division is to develop, coordinate and deliver a comprehensive support service system of essential services, which allow Nevadans aged 60 and over and persons with disabilities to lead independent, meaningful, and dignified lives. Currently, the Division administers nine budget accounts: Aging Federal Programs and Administration; Community Based Services; Developmental Disabilities; Elder Protective Services/Homemaker Programs; Home and Community Based Programs; IDEA Part C Compliance; Senior Citizens' Property Tax Assistance; Senior Rx and Disability Rx; and Tobacco Settlement Program. The Governor is recommending the elimination of two budget accounts as part of the reorganization of the Division and the transfer of a third to the Department of Health and Human Services Director's Office. Federal funding sources, such as Medicaid reimbursements and Administration on Aging grants, are the largest funding sources for the Division, but the Division is also supported by General Funds and Tobacco Settlement funds.

The Executive Budget for the 2011-13 biennium recommends a decrease of 18.1 percent in overall funding when compared to the 2009-11 biennium. The General Fund portion of the budget is recommended to decrease from \$45.4 million in the 2009-11 biennium to \$26.3 million in the 2011-13 biennium, a decrease of 42.1 percent. The \$19.1 million decrease in General Funds is largely due to: (1) the elimination of the Senior Citizens' Property Tax program; and (2) the replacement of General Funds for the Traumatic Brain Injury and Autism programs with Tobacco Settlement Funds.

Reorganization

The Governor recommends the consolidation of: (1) fiscal and administrative positions in the Federal Programs and Administration budget account; and (2) program positions in the Community Based Services budget account. Twenty-four existing positions would be transferred to the Administration and Federal Programs budget account and 121 existing positions would be transferred to the Community Based Programs budget account from other Aging and Disability Services budget accounts. The Elder Protective Services/Homemaker and Home and Community Based Programs budget accounts would be eliminated as a result of the consolidation.

DEVELOPMENTAL DISABILITIES

The Developmental Disabilities budget supports the Governor's Council on Developmental Disabilities in providing conditional demonstration grants to the community, conducting analyses of various services and provider systems, and working to identify and fill gaps in service delivery through a matching grant from the Federal Administration on Developmental Disabilities. The Governor recommends total funding of \$1.3 million over the 2011-13 biennium, including \$323,070 in General Funds.

The Governor recommends the transfer of the Developmental Disabilities budget to the Health and Human Services Director's Office. This budget was previously housed in the Department of Health and Human Services Director's Office (2007-09 biennium), and for the 2009-11 biennium, the Governor recommended, and the 2009 Legislature approved, moving it to the Aging and Disability Services Division as part of the consolidation of Aging with the Office of Disability Services. Therefore, this recommendation would move Developmental Disabilities back to where it had been originally. The Aging and Disability Services Division indicates this is necessary in order to conform to federal mandates.

SENIOR RX AND DISABILITY RX PROGRAMS

The Senior Rx and Disability Rx programs assist eligible low-income seniors and the disabled to obtain essential prescription medications. The program helps pay Medicare Part D premiums to cover the "doughnut hole," and pays Medicare Low-Income Subsidy payments. The Executive Budget projects that prescription drug costs will increase by 3.4 percent in each fiscal year of the biennium. The Governor recommends total funding of \$11.8 million in the 2011-13 biennium, a 4.8 percent decrease from the

2009-11 biennium amount of \$12.4 million. The budget is largely supported by Tobacco Settlement funding as well as a nominal amount of General Funds. The Governor recommends General Funds of \$86,997 in the 2011-13 biennium, a 57.9 percent decrease from the 2009-11 amount of \$206,421.

SENIOR CITIZENS' PROPERTY TAX ASSISTANCE PROGRAM

The Senior Citizens' Property Tax Assistance program provides relief to eligible senior citizens carrying an excessive residential property tax burden in relation to their income, and to those senior citizens who, through rent payments, pay a disproportionate amount of their income for property taxes. The program is funded entirely through General Fund appropriations.

The Executive Budget recommends the elimination of the Senior Citizens' Property Tax Assistance program and two vacant positions, for a General Fund savings of \$5.7 million in each year of the upcoming biennium.

TOBACCO SETTLEMENT PROGRAM

The Tobacco Settlement program budget contains Tobacco Settlement funds that are used to fund Independent Living Grants. Independent Living Grants enhance the lives of older Nevadans by promoting services that enable seniors to remain at home and avoid institutional placement. Total funding recommended for the 2011-13 biennium is \$9.3 million. The Governor recommends \$3.5 million in Independent Living Grant awards to nonprofit agencies in FY 2012 and \$5.1 million in awards in FY 2013.

HOME AND COMMUNITY BASED PROGRAMS

The Executive Budget recommends the consolidation of programmatic functions for Aging and Disability Services within the Community Based Services budget account. The Home and Community Based Programs account would be eliminated, with 15 administrative positions being transferred to the Federal Programs and Administration budget account and 67 program positions being transferred to the Community Based Services budget account.

The Home and Community Based Programs provide services to those seniors most at risk of institutionalization. Services are provided through three Medicaid waivers: the Home and Community Based Waiver (HCBW, formerly known as the Community Home-Based Initiatives Program or CHIP), the Waiver for Elderly in Adult Residential Care (WEARC), and the Assisted Living (AL) waiver that was approved during the 2005-07 biennium. Each of these programs provides alternatives to nursing home placement. The scope of services also includes training for caregivers to support and enhance the skills of family and professional care providers for frail elders. The Executive Budget recommends caseload at the level approved by the Legislature during the 26th Special Session (2010) as follows:

- Waiver for Elderly in Adult Residential Care (WEARC) 472
- Home and Community Based Waiver (HCBW) 1,241
- Assisted Living (AL) 54

In addition, there is a state-funded equivalent to the HCBW waiver, known as Community Options for the Elderly (COPE). The Governor recommends reducing COPE monthly caseload from 125 (approved for the end of FY 2010) slots approved in the 26th Special Session to 96 slots in each year of the upcoming biennium.

FEDERAL PROGRAMS AND ADMINISTRATION

The Federal Programs and Administration budget is the primary administrative account for the Division and provides funding for grants and resource development, maintains the Elder Rights program, and provides centralized fiscal services for the Division. The Governor recommends General Fund appropriations totaling \$8.0 million over the 2011-13 biennium to support this budget account. However, federal funds are the largest revenue source in this budget, at \$22.3 million in the 2011-13 biennium.

The Executive Budget recommends the consolidation of fiscal and administrative staff within the Federal Programs and Administration account, with 24 positions proposed to be transferred from four budget accounts, including 15 from the Home and Community Based Programs account, 2 from the Senior and Disability Rx account, 4 from the EPS/Homemaker account and 3 from the Community Based Programs account.

The Governor recommends an increase in transfers from the Taxicab Authority of \$187,414 in FY 2012 and \$105,049 in FY 2013 to add an income eligibility component to the Senior Ride program. Senior Ride eligibility would change from having no income restriction to being available to only those with an income at or below 400 percent of the federal poverty level. Two positions, an Administrative Assistant and a Program Officer would be added to the program to determine eligibility. Finally, the Governor also recommends additional General Funds of \$10,422 in each year of the upcoming biennium for the addition of a volunteer component to the Long-Term Care Ombudsman program

ELDER PROTECTIVE SERVICES/HOMEMAKER PROGRAMS

The Executive Budget recommends the consolidation of programmatic functions for Aging and Disability Services within the Community Based Services budget account. The Elder Protective Services/Homemaker Programs account would be eliminated, with 4 administrative positions being transferred to the Federal Programs and Administration budget account and 54 program positions being transferred to the Community Based Services budget account.

The Elder Protective Services (EPS) program provides services to prevent and remedy the abuse, neglect, exploitation and isolation of elderly persons age 60 and older.

The Governor recommends additional General Funds of \$802,701 in FY 2012 and \$1.0 million in FY 2013 to fund 14 new positions, including 10 Social Workers, 2 Social Work Supervisors and 2 Elder Rights Advocates for the EPS program in FY 2012. One additional Social Worker would be also added in FY 2013. Clark County transferred all EPS investigations to the State in May 2010, increasing EPS caseload. The additional positions would reduce the EPS caseload ratio to 40 cases per social worker statewide. However, the Governor proposes to eliminate the General Funds for the EPS program and replace those funds with reimbursements from the counties, for a General Fund savings of \$1.0 million in FY 2012 and \$1.2 million in FY 2013.

COMMUNITY BASED SERVICES

The Community Based Services account funds community-based resources for people with severe disabilities who are ineligible for services through public entitlement programs, or for whom services do not otherwise exist. The Communications Access, Independent Living, Personal Assistance Services, Traumatic Brain Injury and Autism programs currently reside in the Community Based Services account. The Executive Budget recommends the consolidation of Aging and Disability Services Division program positions in the Community Based Services budget account. Sixty-seven positions would be transferred from the Home and Community Based Programs account and 54 positions would be transferred from the EPS/Homemaker account. The three Medicaid waiver programs and one state-funded waiver program would be transferred from the Home and Community Based Programs account to Community Based Services. In addition, the Elder Protective Services and Homemaker programs would be transferred from the Elder Protective Services/Homemaker account, which is recommended to be eliminated.

The Governor recommends total funding of \$40.3 million in the 2011-13 biennium, a 63.8 percent decrease from the \$24.6 million approved for the 2009-11 biennium. General Funds in the amount of \$17.8 million is recommended for the 2011-13 biennium, a 2.2 percent decrease from the 2009-11 approved funding of \$18.2 million.

The Executive Budget recommends that funded caseloads for Community Based Services programs remain flat or decrease in the 2011-13 biennium. Communications Access slots would remain flat at 59 per month, Independent Living slots would decrease from 18 to 17 per month, Personal Assistance Services slots would decrease from 223 to 165 per month, and Traumatic Brain Injury slots would decrease from 4 to 3 per month. The Executive Budget recommends continuing the Autism program, which was funded in the 2007-09 and 2009-11 biennia with one-shot appropriations. General Funds of \$2.5 million would be added in the 2011-13 biennium, including funding for one new Social Services Program Specialist to manage the program. However, the Governor recommends replacing General Funds with Tobacco Settlement funds for the Autism and Traumatic Brain Injury programs in FY 2013 for a General Fund savings of \$2.7 million in FY 2013.

IDEA PART C COMPLIANCE

The Individuals with Disabilities Education Act (IDEA) Part C Compliance Office serves as the lead state agency to ensure there is a statewide, comprehensive, coordinated, multidisciplinary, interagency system of early intervention services for infants and toddlers (aged 0-3) with developmental delays. The budget is supported with federal funds from the federal Department of Education (Part C of IDEA). Total funding recommended for the 2011-13 biennium is \$7.9 million, a 32.5 percent decrease from the \$11.7 million approved for the 2009-11 biennium due to the exhaustion of federal stimulus funding.

DIVISION OF HEALTH CARE FINANCING AND POLICY

The mission of the Division of Health Care Financing and Policy is to purchase and provide quality health care services to low-income Nevadans through the Medicaid, Nevada Check Up and Health Insurance Flexibility and Accountability (HIFA) waiver programs in the most efficient manner; to promote equal access to health care at an affordable cost; to restrain the growth of health care costs; and to maximize the receipt of federal revenue for the provision of health care programs.

The Executive Budget recommends total funding to support the Division's programs in the amount of \$3.9 billion for the 2011-13 biennium, which is an increase of approximately \$501.4 million compared to the total amount of funding legislatively approved for the 2009-11 biennium. General Fund support is recommended to increase by \$130.2 million (13.9 percent) to \$1.065 billion over the 2011-13 biennium, compared to \$935.2 million for the 2009-11 biennium.

The increase in General Fund support provides for projected caseload increases in the Medicaid budget totaling \$223.2 million over the 2011-13 biennium, and for the increase in state match in the amount of \$162.2 million over the 2011-13 biennium, which is required to make up for the loss of the one-time temporary increase in Federal Medical Assistance Percentage (FMAP) provided through the American Recovery and Reinvestment Act (ARRA). The Executive Budget recommends numerous budget reductions in the Medicaid and Check Up budgets for the 2011-13 biennium, which offset a significant portion of these General Fund increases. The reductions are discussed in detail in the Medicaid and Check Up sections of this report.

INTERGOVERNMENTAL TRANSFER PROGRAM

The Intergovernmental Transfer (IGT) budget collects funds from other governmental entities to support three programs: Disproportionate Share Hospitals (DSH), Upper Payment Limit (UPL), and University of Nevada School of Medicine (UNSOM) Supplemental Payments. Funds are collected in the IGT budget and then transferred to Medicaid for use as state matching funds for these programs.

- Disproportionate Share Hospital Program – The DSH program provides payments to hospitals that have a disproportionate share of uncompensated costs due to services provided to indigents and the uninsured in comparison to other hospitals. IGT revenue in excess of the DSH match requirements is used to offset General Fund appropriations for other Medicaid expenditures.

The 2003 Legislature enacted Assembly Bill 297, which established a long-term methodology for distributing disproportionate share funding to qualifying hospitals. The 2009 Legislature approved Senate Bill 382, which eliminated the specific amounts of IGT required to be paid by the counties to the Division to fund the non-federal share of the program beginning in FY 2011, and eliminated the specific amounts that must be paid by the Division to hospitals that serve a disproportionate number of low-income patients for their uncompensated costs associated with providing services to those patients. The bill was requested in response to a final rule issued by the Centers for Medicare and Medicaid Services (CMS) in January 2009.

The Executive Budget proposes participating hospitals will receive payments of approximately \$84.2 million for FY 2012 and \$80.3 million for FY 2013. The counties benefit indirectly from these payments by approximately \$25 million for FY 2012 and \$23.8 million for FY 2013 when comparing the hospital DSH payments to the amount of the IGT payments. For the 2011-13 biennium, The Executive Budget estimates the IGT program will generate a benefit to the State of approximately \$21.4 million for FY 2012 and \$22.5 million for FY 2013.

- Upper Payment Limit Program – The UPL program provides payments to county-owned hospitals. Federal Medicaid law allows states the option of making supplemental payments to qualifying hospitals (county or municipal hospitals) up to the Medicare upper payment limit. The intent is to preserve access to inpatient hospitals for needy individuals by reimbursing hospitals that qualify for uncompensated or under-compensated care. Pursuant to interlocal agreements, counties make IGTs to this budget to be used as state matching funds for the UPL payments to their hospitals. Excess IGT revenue is used to offset General Fund appropriations for other Medicaid expenditures.

Based on the Governor's recommended budget, participating hospitals will receive payments of approximately \$42 million in FY 2012 and \$42.9 million in FY 2013. The net benefit to counties (hospital payments less IGT payments) is approximately \$16.9 million for FY 2012 and \$17.3 million for FY 2013. The estimated net benefit for the State is approximately \$6.2 million for FY 2012 and \$7.5 million for FY 2013.

- Expand Upper Payment Limit and Graduate Medical Education Payments – The Executive Budget recommends expanding the UPL program by adding outpatient services provided by county-owned hospitals to the program and adding the graduate medical education (GME) program at University Medical Center. Under the proposal, and similar to the UPL program for inpatient hospital services, local

governments will make the IGT payments, which will be used as state matching funds to leverage additional federal funds to increase outpatient hospital payments and GME program payments. The Executive Budget projects increased UPL payments totaling \$10.0 million in each year of the 2011-13 biennium and GME payments totaling \$8.0 million in each year of the biennium. The State will benefit from the difference between the total IGT payment and the State's matching share requirement, which totals \$2.7 million in FY 2012 and \$3.2 million in FY 2013. The proposals require Medicaid state plan changes that must be approved by the CMS prior to implementation.

- University of Nevada School of Medicine Program – The Division and the UNSOM have entered into an agreement that provides supplemental payments to UNSOM in recognition of the gap between Medicaid reimbursement and the average private insurance reimbursement for the same services (primarily outpatient services). The agreement is designed to recognize the higher cost of providing medical services in a teaching environment. The UNSOM will provide IGT revenue to be used as the State's match to receive federal Title XIX funds that, in combination, will be used to make the supplemental payments. The Executive Budget provides the necessary budget authority (approximately \$3.7 million in each fiscal year) to pay the supplemental payments to UNSOM for the 2011-13 biennium.

HEALTH CARE FINANCING AND POLICY ADMINISTRATION

The Administration budget provides for the administrative staff and the support services for the Division, which includes administration, accounting, budgeting, personnel, rates, compliance, surveillance, utilization review, provider enrollment and information technology.

The Executive Budget recommends General Funds totaling \$419,350 in FY 2012 and \$654,838 in FY 2013 for mandatory rate increases for the fiscal agent and for physicians performing disability assessments. Additionally, the Governor recommends the following enhancements to address new federal requirements related to the health care reform and health care technology:

General Fund Recoveries Resulting from Combating Fraud, Waste, Abuse, and Improper Payments

The Governor recommends \$1.6 million (\$782,113 General Funds) in FY 2012 and \$1.7 million (\$822,205 General Funds) in FY 2013 to add seven new full-time positions and contract services to meet the Affordable Care Act (ACA) requirements to combat fraud, waste, abuse, and improper payments in the Medicaid and Nevada Check Up programs. However, recoveries resulting from ACA-mandated program integrity activities are projected to generate General Fund savings totaling \$4.0 million in FY 2012 and \$3.9 million in FY 2013.

Increased Staffing Related to ACA Mandates

The Governor recommends General Funds totaling \$102,859 in FY 2012 and \$125,134 in FY 2013 to add four full-time positions to oversee and implement ACA mandates, as follows:

- One Social Services Program Specialist to ensure federal compliance by planning, implementing, and overseeing the principal components of health care reform mandates related to provider enrollment and provider screening.
- One Health Care Coordinator (Nurse) to ensure continued compliance with federal fair hearing requirements, including ensuring reasonable promptness.
- One Social Services Chief and one Social Services Program Specialist to oversee expansion of eligibility categories for Medicaid and benefit requirements for these new categories.

Increased Staffing Related to Health Information Technology (HIT) Mandates

The Governor recommends \$38.4 million (\$7,563 General Funds) in FY 2012 and \$38.1 million in FY 2013 (\$15,144 General Funds) for ongoing program management, and the addition of two Auditor positions for the implementation of HIT to improve quality of care through adoption of electronic health records (EHR).

Establish Eligibility System Interface for Health Insurance Exchange

The Governor recommends federal funds totaling approximately \$1 million in FY 2012 and \$13 million in FY 2013 for the federal portion of costs associated with implementation of an eligibility system to interface with the Health Insurance Exchange. Federal Title XIX funds are available for the portion of the system allocated for Medicaid clients; other federal grant funds are designated for the portion of the system allocated to the non-Medicaid population. The ACA requires that states implement this system by 2014.

Technology Investment Request to Modify Medicaid Management Information Systems

The Governor recommends \$3.8 million (\$384,256 General Funds) in FY 2012 and \$6.5 million (\$647,608 General Funds) in FY 2013 for a technology investment request (TIR) to convert Medicaid Management Information Systems to adopt the International Statistical Classification of Diseases and Related Health Problems 10th Revision (ICD-10) code set, which is federally mandated and will support the industry's desire to improve electronic data exchange functionality and modernize the procedure coding system.

INCREASED QUALITY OF NURSING CARE

This budget account was created in accordance with Assembly Bill 395 approved by the 2003 Legislature, which instituted a methodology that requires the Division to establish a provider tax program encompassing all freestanding long-term care facilities (except those owned by the State) in Nevada. Assembly Bill 395 stipulates that funding received via the provider tax and used to match federal Title XIX funds must be applied to increasing reimbursement rates and cannot be used to replace existing state expenditures paid to long-term care facilities. This budget accounts for the provider tax received from the industry.

The provider tax is an established uniform rate based on the non-Medicare patient days, and since October 1, 2007, was set at the equivalent of 5.5 percent of total annual gross revenues. The Division estimates long-term care facilities will receive an average per-bed day reimbursement rate of \$185.21 for FY 2012 and \$189.32 for FY 2013, compared to the average per-bed day rate of \$121.66 received prior to the provider tax program. The net increase (net of the tax) realized by nursing homes is \$33.74 in FY 2012 and \$36.27 in FY 2013. The legislation allows the Division to use no more than 1 percent of the taxes collected to administer the provider tax program. The Executive Budget does not recommend any changes to the financing methodology for the nursing facility provider tax program.

NEVADA CHECK UP

The Balanced Budget Act of 1997 created the State Children’s Health Insurance Program (SCHIP) under Title XXI of the Social Security Act to enable states to initiate and expand health care coverage targeted to low-income and uninsured children. The Nevada Check Up program was approved as a stand-alone program that covers children ages birth through 18 years from families with incomes up to 200 percent of the federal poverty level. Eligible families pay quarterly premiums ranging from \$25 to \$80, based on their income level and family size. Services are provided under a managed care arrangement with participating health maintenance organizations (HMO) in Clark and Washoe Counties, and on a fee-for-service basis in areas of the State where a HMO network does not exist. Enrollment in the program began in October 1998.

Overall total funding for the Nevada Check Up program is recommended to decrease to approximately \$68.4 million for the 2011-13 biennium, which is a decrease of approximately \$21.4 million compared to the total funding legislatively approved for the 2009-11 biennium. General Fund support is recommended to decrease to approximately \$18.9 million over the 2011-13 biennium, which is a decrease of approximately \$8.9 million, or 32 percent, compared to the legislatively approved amount for the 2009-11 biennium. Although reductions represent a portion of the decrease in General Fund support, the primary reason for the reduction in General Fund support is that actual caseload for the 2009-11 biennium, was significantly lower than the caseload funded by the 2009 Legislature. There has been little caseload growth for the Nevada Check Up program for the past several biennia, and this trend of slow growth is projected to continue during the 2011-13 biennium.

Caseload Growth

The Executive Budget provides approximately \$2.9 million (\$916,368 in General Funds) over the 2011-13 biennium for increased costs associated with the projected growth in caseload. Nevada Check Up caseloads are projected to increase by approximately 2.3 percent for FY 2012 over the projected caseloads for FY 2011 (current year) and by approximately 4.1 percent for FY 2013 over the projected caseloads for FY 2012 (see table below).

FY 2010	FY 2011 (proj)	% change	FY 2012 (Gov Rec)	% change	FY 2013 (Gov Rec)	% change
21,713	21,550	-0.8%	22,042	2.3%	22,944	4.1%

Provider Rate Increases

The Executive Budget recommends approximately \$2.1 million (\$622,534 in General Funds) primarily for mandatory rate increases for HMO and Rural Health Centers. The Executive Budget does not include information that specifically delineates the amounts of the rate increases recommended for the 2011-13 biennium; therefore, only information on the total amounts recommended can be provided at this time. The Governor recommends an inflationary increase of 3.4 percent in pharmacy rates for each year of the 2011-13 biennium.

Elimination of Non-Emergency Transportation

The Governor recommends eliminating non-emergency transportation as a covered service for the Nevada Check Up program, which results in a \$697,199 General Fund savings over the 2011-13 biennium.

Additionally, the Governor recommends six additional budget reduction measures, applicable to both the Nevada Check Up and Medicaid programs. These reduction measures are described in the Medicaid section of this report.

MEDICAID

Medicaid is the state-administered program for medical assistance established in 1965 through the passage of Title XIX of the Social Security Act. The Medicaid program purchases or provides medical services for persons who meet certain eligibility criteria. Medicaid covers three main groups of low-income people: parents and children, elderly, and disabled. Under federal Medicaid law, there are certain eligible groups and benefits that must be covered by states; however, states are given discretion and flexibility to determine the various categories of benefits and the eligible groups their Medicaid programs will cover. Nevada has adopted both optional eligibility groups and optional benefit packages to be covered under its Medicaid plan.

Overall funding for the Medicaid program is recommended to increase to approximately \$3.3 billion for the 2011-13 biennium, which is an increase of approximately \$364.7 million when compared to the total funding legislatively approved for the 2009-11 biennium. General Fund support is recommended to increase to approximately \$1.0 billion for the 2011-13 biennium, which is an increase of \$139.1 million, or 16 percent, when compared to the General Fund support approved by the 2009 Legislature for the 2009-11 biennium.

General Fund Support for Reduced FMAP

The Executive Budget recommends approximately \$162.2 million in General Fund support over the 2011-13 biennium to replace federal funds that were provided states through an enhanced FMAP rate with passage of ARRA. The enhanced FMAP rate was approved by Congress as a temporary, one-time increase effective for the 2009-11 biennium, and will not be available for the upcoming biennium. The increase in General Fund support replaces federal revenues and does not provide for enhanced services.

Caseload Growth

The Executive Budget recommends approximately \$521.9 million (\$223.2 million in General Funds) over the 2011-13 biennium for the increased costs associated with the projected growth in caseload. Medicaid caseloads are projected to increase by approximately 6.2 percent in FY 2012 over the projected caseloads for FY 2011 (current year) and by approximately 4.1 percent in FY 2013 over the projected caseloads for FY 2012 (see table below).

FY 2010	FY 2011 (proj)	% change	FY 2012 (Gov Rec)	% change	FY 2013 (Gov Rec)	% change
240,496	278,586	15.8%	295,940	6.2%	308,076	4.1%

Note: Caseload totals include Special Low Income Medicare Beneficiaries (SLMB).

Provider Rate Increases

The Executive Budget recommends approximately \$22 million (\$8.5 million in General Funds) for mandatory rate increases for free standing hospice, Federally Qualified Health Centers (FQHC), Rural Health Clinics (RHC), Indian Health Services (IHS), and capitation payments for managed care organizations. Health maintenance organization capitation rates are recommended to increase by 0.5 percent each year of the biennium. The Governor does not recommend an inflationary increase in pharmacy rates for the 2011-13 biennium.

Budget Reduction Measures Recommended to Continue for the 2011-13 Biennium

The Governor recommends the continuation of three budget reductions measures for the Medicaid program that were implemented during the 2009-11 biennium, as follows:

- Reductions approved during the 26th Special Session – During the 26th Special Session (2010), the Legislature approved several budget reduction measures, including requiring a therapy clinical assessment prior to authorization of personal care services, lowering monthly limits for incontinence supplies, eliminating disposable gloves as a covered medical service, and revising behavioral health rates from a three tier structure based on provider qualifications to a single rate. Continuation of these reductions is projected to result in a General Fund savings totaling \$7,721,168 in FY 2012 and \$7,566,867 in FY 2013.
- Expanded Preferred Drug List (PDL) – During the 26th Special Session, the Legislature approved Senate Bill 4, which allowed Medicaid to include atypical and typical anti-psychotics, anti-convulsants, and anti-diabetic medications on the PDL through June 30, 2011. Eliminating the sunset provision as provided for in Senate Bill 4, and allowing these medications to remain on the PDL, is projected to result in a General Fund savings totaling \$865,655 in FY 2012 and \$873,260 in FY 2013.
- Rate Alignment with Medicare – The reimbursement rates for oximeters, oxygen concentrators, and negative pressure wound pumps were reduced in FY 2011 to align reimbursement rates with Medicare rates. The projected savings to the General Fund from the continuation of these rate reductions is \$306,801 in FY 2012 and \$299,319 in FY 2013.

New Budget Reduction Measures for the 2011-13 Biennium

The Governor recommends six additional budget reduction measures for the 2011-13 biennium, as follows:

- Reduction of Home and Community-Based Services Rates – The Governor recommends reducing rates by 15 percent for home and community-based services for the frail elderly, adult group care, and the disability waivers. The projected savings to the General Fund from this budget reduction measure is \$904,303 in FY 2012 and \$851,795 in FY 2013.
- Reduction of Skilled Nursing Facility (SNF) Per Diem Rates – The Governor recommends reducing per diem rates by \$20 per day and reducing hospice bed rates, which are paid at 95 percent of the daily bed rate. The 2010 average base rate for SNF is \$121.66 per bed day. The projected savings to the General Fund from this budget reduction measure is \$5.2 million in FY 2012 and \$4.9 million in FY 2013.
- Reduction of Intermediate Care Facilities for the Mentally Retarded and Developmentally Disabled (ICFMR) and Non-Pediatric Home Health Rates – The Governor recommends reducing rates for ICFMR, specifically non-pediatric beds, home health services by 15 percent. The projected savings to the General Fund from this budget reduction measure is \$607,350 in FY 2012 and \$592,206 in FY 2013.
- Reduction of Laboratory, Pathology, Clinical and Radiology Rates – The Governor recommends reducing reimbursement rates for laboratory, pathology, clinical, and radiology services by 15 percent. The projected savings to the General Fund from this budget reduction measure is \$373,515 in FY 2012 and \$364,202 in FY 2013.
- Elimination of Non-Medical Vision Services – The Governor recommends eliminating non-medical vision services for adults aged 21 years and older, which is an optional Medicaid benefit. The projected savings to the General Fund from this budget reduction measure is \$896,716 in FY 2012 and \$875,383 in FY 2013.
- Transfer a Portion of the Medical Aid for the Aged, Blind and Disabled (MAABD) Population to County Match Program – The Governor recommends transferring financial responsibility for a portion of the MAABD institutional and waiver population to the County Match Program. Currently, counties are only responsible for paying the state share of costs for institutional Medicaid clients whose income falls between 156 and 300 percent of the federal benefit rate (FBR) for Supplemental Security Income (SSI). Counties currently have no financial responsibility for waiver recipients. This recommendation makes counties responsible for both the institutional population at a lower FBR and the waiver population. The Executive Budget indicates the FBR percentage threshold will be 132 percent and above in 2012 and 124 percent and above in 2013. The projected

savings to the General Fund by lowering the FBR percentage threshold for MAABD clients and transferring financial responsibility for waiver clients to the counties and is \$17.4 million in FY 2012 and \$19.8 million in FY 2013.

Budget Reduction Measures (Medicaid and Nevada Check Up)

The Governor recommends six budget reduction measures applicable to both Medicaid and Nevada Check Up, including the retention of one reduction measure approved during the 26th Special Session. The budget reduction measures recommended include the following:

- Reduction of Anesthesia Rates – During the 26th Special Session, the Legislature approved a reduction to the rates paid for anesthesia services, reducing the Medicaid payment level for anesthesia services to the Medicare rate. Continuing this rate reduction during the 2011-13 biennium is projected to result in General Fund savings of \$1.3 million in FY 2012 and \$1.2 million in FY 2013.
- Reduction of Provider Rates – Reducing the rates paid to non-primary care physicians, physician assistants, nurse midwives, and nurse practitioners by 15 percent results in General Fund savings totaling \$3,885,009 in FY 2012 and \$3,788,230 in FY 2013.
- Reduction of Dental Services, Durable Medical Equipment (DME), and Disposable Medical Supply Rates – Reducing the rates paid for dental services, DME, and disposable medical supplies by 25 percent results in General Fund savings totaling \$5,031,428 in FY 2012 and \$4,906,739 in FY 2013.
- Reduction of Inpatient Hospital Rates – Reducing the rates paid to inpatient hospitals, inpatient psychiatric facilities and specialty inpatient hospitals by 5 percent results in General Fund savings totaling \$6,682,078 in FY 2012 and \$6,529,047 in FY 2013.
- Reduction of Outpatient Hospital Rates – Reducing the rates paid to outpatient hospitals by 15 percent results in General Fund savings totaling \$1,374,802 in FY 2012 and \$1,340,584 in FY 2013.
- Reduction of Ambulatory Surgical Center, Ambulance, and End Stage Renal Disease Rates – Reducing the rates paid to ambulatory surgical centers, ambulance services, and end stage renal disease services by 15 percent results in General Fund savings totaling \$1,106,833 in FY 2012 and \$1,079,275 in FY 2013.

New Medicaid Revenues and Expenditure Offsets

The Governor also recommends four measures to generate new revenues or to offset expenditures for the Medicaid program during the 2011-13 biennium, as follows:

- National Correct Coding Initiative – The Governor recommends adding various new edit procedures to the MMIS, including an upgrade of existing claim check software

and the National Correct Coding Initiative. These system modifications result in medical services cost savings and a projected savings to the General Fund of \$990,033 in FY 2012 and \$965,348 in FY 2013.

- Medicaid Estate Recovery (MER) – The MER unit recovers Medicaid payments to deceased clients by accessing bank records through subpoena. This process was discontinued in January 2010, because the records obtained were not used to determine eligibility. The Governor recommends the restoration of subpoena power to the Director of the Department of Health and Human Services, allowing access to records to facilitate recovery efforts. The recoveries are projected to total \$204,375 in each year of the 2011-13 biennium (\$91,866 General Funds in FY 2012 and \$86,532 General Funds in FY 2013).
- Federal Drug Rebate Changes – Changes in federal legislation have impacted drug rebate programs at the national and state levels. The minimum amounts of national rebates for various classes of drugs have increased and have been allocated entirely to the federal government. Because Nevada established sidebar agreements with pharmaceutical companies, resulting in the rebate percentage exceeding the national minimum, Nevada anticipates a loss of the state share of \$2.7 million in supplemental rebates. Federal law now requires states to recover rebates on pharmaceuticals purchased by HMOs, which is projected to result in a \$5.6 million cost savings to Nevada. However, HMOs are expected to impose rate increases to compensate for the increased costs associated with pharmaceutical purchases. The Governor's budget includes a net General Fund reduction in the Medicaid and Nevada Check Up programs totaling \$796,498 in FY 2012 and \$760,808 in FY 2013, resulting from changes in the drug rebate law enacted through the Affordable Care Act.

Federal Affordable Care Act Manually Calculate Rate Increases for Physicians

The Affordable Care Act (ACA) requires that state Medicaid programs pay for specific primary care services provided by physicians with a specialty designation of family medicine, general internal medicine, or pediatric medicine at a rate not less than 100 percent of the Medicare rate beginning on January 1, 2013. The Governor recommends General Funds totaling \$11,117 in FY 2013 to contract with a vendor to manually calculate physician rate increases in compliance with the ACA requirements. Rate increases for these specific primary care services will be 100 percent federally funded through December 31, 2014.

Compliance with Community Living Assistance Services and Support (CLASS) Act Provisions

States are required to implement the survey and analysis requirements contained in the CLASS Act provisions of the ACA. The Governor recommends General Funds totaling \$25,000 in FY 2012 to enter into a contractual agreement with a vendor to perform the required survey and analysis activities.

HIFA MEDICAL

With passage of Assembly Bill 493, the 2005 Legislature approved a significant expansion of health care coverage for low-income Nevadans. The legislation required the Division to apply for a HIFA waiver from the CMS. A HIFA waiver provides states flexibility to expand health care coverage while limiting financial risk through various means, such as capping enrollment and expenditures, cost sharing, and limiting services and benefits. The expansion, as approved by CMS, covers the following groups:

- Pregnant women with income levels between 133 and 185 percent of the federal poverty level (FPL).
- Employees and their spouses who work for small employers (2-50 employees) and who have household incomes less than 200 percent of the FPL – receive a premium subsidy for an Employees Subsidies Insurance (ESI) product in an amount up to \$100 per person, per month.

To fund the expansion, the Legislature approved the use of a combination of State General Funds, proceeds received from property tax levies that fund the Indigent Supplemental Fund, and federal Title XXI (SCHIP) funds.

The Executive Budget recommends terminating the HIFA waiver program on November 30, 2011, when the waiver expires, to comply with restrictions added to federal law through the Children's Health Insurance Program Reauthorization Act of 2009 (CHIPRA), resulting in a General Fund savings of \$141,097 in FY 2012 and \$223,400 in FY 2013. The proceeds received from property tax levies, which are currently transferred from the Indigent Supplemental Fund to support a portion of the HIFA waiver program costs are recommended to be correspondingly reduced by \$141,096 in FY 2012 and \$223,399 in FY 2013.

The Executive Budget does not include provisions to continue covering pregnant women between 133 and 185 percent of the FPL by other means once the HIFA waiver expires.

HEALTH DIVISION

The State Health Division administers four bureaus, plus the Early Intervention Services program and an administrative section, to protect the health of Nevadans and visitors of the State. The Division operates under the guidance of the seven-member, Governor-appointed State Board of Health to enforce health laws and regulations, promote public health education, investigate the causes of disease, and provide direct public health services in Nevada's rural counties.

The Executive Budget recommends total funding for the Division in the amount of \$352 million for the 2011-13 biennium, an increase of 3.5 percent when compared to the 2009-11 legislatively approved total of \$340.1 million.

Included in the total funding is General Fund support for the Division in the amount of \$51.9 million for the 2011-13 biennium, a decrease of \$2.8 million, or approximately 5 percent, compared to the 2009-11 General Fund total of \$54.7 million. The decrease in General Fund is primarily due to the Governor's recommendation to bill the counties for food establishment and other public facility inspections provided within the Consumer Health Protection budget, as well as billing the counties for Emergency Medical Services (EMS) licensure. Currently, the State performs EMS licensure for all counties except Clark.

Full-time equivalent (FTE) positions recommended in The Executive Budget for the Health Division total 528.93 in FY 2012 and 527.93 in FY 2013. (One federally-funded position is set to expire in FY 2013.) The total number of positions recommended in FY 2012 represents a net decrease of 1.5 positions compared to the original legislatively approved total of 530.43 for each year of the 2009-11 biennium and a net decrease of 2.5 positions in FY 2013.

RADIOLOGICAL HEALTH

Radiological Health inspects and licenses radioactive materials users and x-ray machines statewide, certifies mammography operators and inspects mammography machines, performs oversight at the closed low-level waste site near Beatty, conducts statewide radiological emergency response, and coordinates radon training and awareness activities.

During FY 2010 the Radiological Health program withdrew from the Agreement in Principle (AIP) between the United States Department of Energy, National Nuclear Security Administration Nevada Site Office and the State of Nevada, Health Division, Radiological Health program. Included in the agreement for the Health Division was oversight of the Nevada Site Office low-level radioactive waste operations, participation in Radiological Emergency Response Planning and Training program, Public Health Engineering Oversight, and General Public/Worker Health Oversight. The Radiological Health program also withdrew from future funding (a federal grant totaling \$229,000 each year) associated with the AIP to support the oversight activities. The AIP also included the Nevada Agency for Nuclear Projects, the Nevada Division of Environmental Protection and the Division of Emergency Management. The AIP continues with the other state agencies identified above.

As a result of pulling out of the AIP and the associated grant award, The Executive Budget eliminates a vacant Radiation Control Specialist, along with the monitoring activities. Indirect costs and the statewide cost allocation were reallocated to other funding sources within the budget account.

CONSUMER HEALTH PROTECTION PROGRAM

The Consumer Health Protection program staff issues permits and inspects food establishments and a wide variety of other facilities and businesses to ensure safe, sanitary standards to protect public health across the State, excluding Clark and Washoe Counties and Carson City, which have their own health districts. This section is also responsible for investigating incidents of vector transmission of disease such as the plague and hanta virus.

The Governor recommends billing the counties for each facility and business inspected and permitted by Consumer Health Protection. Based upon the fee schedule currently approved and the numbers of facilities in each of the rural counties, The Executive Budget recommends a biennial General Fund savings of approximately \$1.2 million. This recommendation would require a statutory change.

EARLY INTERVENTION SERVICES

Early Intervention Services (EIS) works to identify infants and toddlers who have, or are at risk for, developmental delays. Early Intervention Services provides services to and support for families with children who have developmental delays and helps facilitate the children's learning and individualized development.

The Executive Budget recommends the addition of \$1.0 million for FY 2012 and \$2.8 million for FY 2013 in General Fund support to address caseload growth. Caseload is projected to increase by 235 new children in FY 2012, and by 224 additional children in FY 2013. In addition, a \$1.4 million General Fund appropriation for each year of the biennium is recommended to fund intervention services that were eliminated in the base budget as a result of the expiration of the American Recovery and Reinvestment Act (ARRA) funding through the Individuals with Disabilities Education Act. The ARRA funding expires June 2011. The recommended funding would allow the Division to contract with private and nonprofit providers to provide more children intervention therapies (e.g., occupational therapists, physical therapists, audiologists, interpreters, mobility and hearing specialists) in a natural environment, such as the home or a day-care facility.

IMMUNIZATION PROGRAM

The purpose of the Immunization program is to prevent the occurrence of vaccine-preventable diseases in Nevada by promoting immunizations and providing vaccines to prevent the transmission of diseases. State-supplied vaccines are provided free of charge to all physicians, hospitals, and clinics that agree to meet the requirements of the program.

The Executive Budget recommends that transfers of federal Title XXI funds from the Nevada Check Up program increase from \$1.24 million actually transferred in FY 2010 to \$1.57 million in both FY 2012 and FY 2013. The transfers of federal Title XXI funds

provide for the purchase of vaccines for children who are enrolled in the Nevada Check Up program. Most of the General Fund appropriation included in the Immunization budget is used as state match for the Title XXI funds. The Executive Budget recommends \$717,382 in state appropriations in FY 2012 and \$695,748 in FY 2013.

The Governor recommends federal Immunization funds of \$129,182 over the 2011-13 biennium to fund one new Health Resource Analyst position for the Perinatal Hepatitis B Prevention program and to audit the vaccine utilization of providers throughout Nevada. The Division indicates that the current staff workload does not allow these grant tasks to be performed.

COMMUNICABLE DISEASES

The major objective of the programs within the Communicable Diseases budget is to work with local health authorities to prevent and control communicable and sexually transmitted diseases, including HIV/AIDS, chlamydia, gonorrhea, and hepatitis. As part of the Governor's proposed creation of the Biostatistics and Epidemiology budget, the Sexually Transmitted Disease Control program, the Hepatitis program, and the HIV Surveillance program are recommended to transfer to the new budget. If these recommendations were to be approved by the Legislature, the programs remaining in this budget would be the HIV Prevention program, the Ryan White CARE Act program, the AIDS Drug Assistance Program (ADAP), and the Housing Opportunities for People with AIDS (HOPWA) grant program.

The General Fund appropriation in this budget is primarily used for HIV/AIDS medications provided through the ADAP. The Governor recommends \$1.87 million in each fiscal year in HIV/AIDS medication funding. This is a 2.75 percent increase over FY 2010 expenditures of \$1.82 million.

HEALTH FACILITIES HOSPITAL LICENSING

The mission of the Health Facilities Hospital Licensing budget is to protect the health and welfare of the public through licensure, regulation, enforcement and education of the State's various types of health facilities. The Division also has an agreement with the Centers for Medicare and Medicaid Services to inspect facilities that receive Medicare and/or Medicaid reimbursements, as well as laboratories that must conform to the Clinical Laboratory Improvement Amendments.

The total recommended funding for this budget is \$11.3 million in FY 2012 and \$11.8 million in FY 2013. These totals include reserve amounts of \$1.5 million in FY 2012 and \$1.9 million in FY 2013. In contrast, the FY 2011 work programmed amount of revenue is \$10.9 million, with a \$1.0 million reserve. A more typical reserve amount is approximately \$3.0 million per fiscal year. For example, \$2.9 million was the legislatively approved reserve for FY 2011. Due to not having a revised fee schedule approved until late in the 2009-11 biennium, the Division was forced to rely on its

reserved fees more than usual. However, The Executive Budget is predicated on the revised fee schedule that was approved in January 2011. The revised fee schedule more closely reflects the time and effort of the Health Facility Surveyors, and the reserve is expected to rebuild slowly over the 2011-13 biennium.

PUBLIC HEALTH PREPAREDNESS PROGRAMS

This budget includes several programs that: (1) work to prepare for and respond to public health emergencies caused by natural or man-made disasters; (2) work to increase primary health care provider recruitment and retention in underserved areas; and (3) develop health care planning strategies. There is no General Fund in this budget, and the majority of the funding comes from federal preparedness grants provided by the Centers for Disease Control.

The Governor recommends funding the State's poison control hotline services with the federal Public Health Emergency Preparedness grant (also known as the Bioterrorism grant). Currently, the cost of basic poison control is paid with state appropriations out of the Health Administration budget. This recommendation would move the majority of the cost to this budget account, and save \$300,000 in State General Fund in each fiscal year of the upcoming biennium. The balance of the cost of the poison control hotline (\$63,921) would continue to be paid with State General Funds from the Health Administration budget.

BIostatISTICS AND EPIDEMIOLOGY (RECOMMENDED NEW BUDGET)

The Governor recommends the creation of a new Biostatistics and Epidemiology budget account to house personnel and programs from the Office of Epidemiology, which is currently managed within the Chronic Disease budget, and the Office of Health Statistics and Surveillance, which is currently managed by Health Planning and Statistics. The Governor's recommendation would centralize all disease surveillance efforts and public health statistical analysis efforts in one fiscal unit. The creation of this budget represents a continuation of the Health Division bureau reorganization, which was approved by the 2009 Legislature. That reorganization attempted to group all "like" duties together, and did so programmatically, but not necessarily fiscally. With the creation of the new budget account, all the public health data positions and surveillance positions would be located in the same budget, thereby simplifying the funding transfers to support personnel costs. In some cases, the funding stream to support position costs is recommended to relocate from the former budget account, but in other decision units, there continues to be a transfer of revenue from another budget. If the Governor's recommendations are approved, 19 positions would transfer from seven different Health budget accounts to Biostatistics and Epidemiology.

There are also budget reductions recommended in the new budget. The Governor recommends elimination of state spending for the Tuberculosis Treatment program and the Sexually Transmitted Disease program for a General Fund savings of \$625,184 per fiscal year. In all, the new budget is recommended for total funding of \$3.8 million in each year of the 2011-13 biennium, of which General Fund is approximately \$384,000 per fiscal year.

MATERNAL AND CHILD HEALTH PROGRAM

The Maternal and Child Health program works to improve the health of women of childbearing age, infants, children and adolescents, including children with special health care needs, by promoting and providing health education, prevention activities, and access to health care services.

Total funding recommended for Maternal and Child Health is \$7.2 million in FY 2012 and \$7.1 million in FY 2013, compared to FY 2010 actual funding of \$5.2 million. The change in funding is due to the addition of a new federal grant (the Home Visiting program) as well as increasing the amount of the Maternal Child Health block grant allocated to this budget. The Maternal Child Health block grant funds are also expended out of the Early Intervention, Community Health Services, and Public Health Preparedness budget accounts

OFFICE OF HEALTH ADMINISTRATION

The Office of Health Administration provides support functions for the entire Health Division, including the State Board of Health. Programs include administration, accounting and fiscal management, information technology, and personnel.

The Governor recommends eliminating \$300,000 in General Fund support for the State's poison control hotline in each fiscal year, and replacing that with federal Public Health Emergency Preparedness grant funds. Therefore, poison control services would be paid for out of the Public Health Preparedness budget account, with the exception of \$63,921 in General Fund in each year, paid out of this account.

In addition, the Governor recommends eliminating \$50,000 per year in General Fund support of the Mammovan, thereby reducing the overall funding for the program to \$125,000. In FY 2011, \$75,000 in United Health funding is budgeted, as is \$100,000 in General Fund, so that there is \$175,000 in total Mammovan funding. The Executive Budget would continue the \$75,000 in United Health Settlement funds, but reduce the state appropriations from \$100,000 to \$50,000 per fiscal year, with the effect of decreasing the overall Mammovan funding to \$125,000 in each year of the upcoming biennium.

Finally, The Executive Budget recommends the addition of three new positions, funded by intra-agency indirect cost revenue. Specifically, one Budget Analyst, one Management Analyst, and one Administrative Assistant are recommended, at a total cost of \$301,070 over the 2011-13 biennium.

EMERGENCY MEDICAL SERVICES PROGRAM

The Emergency Medical Services (EMS) program establishes and enforces standards for the provision of quality pre-hospital emergency medical care, the operation of ambulance services, certification of EMS personnel, licensure of attendants and the

delivery of trauma care. The program also supports the emergency medical services system in all counties, except Clark County, by providing technical assistance, consultation and training to EMS managers and personnel. A registry of all persons certified in Nevada is maintained as part of the program activities. In addition, this program is responsible for implementation, monitoring and maintaining a database for out-of-hospital emergency care and a statewide EMS radio network. The EMS budget is funded by licensure fees and State General Funds.

The Executive Budget replaces \$1.5 million in General Fund with contributions from the counties for EMS licensure and training duties. This proposal would affect all counties except Clark, which has its own licensure and training programs for EMS personnel. It appears that the Governor recommends proportional billing to the counties based upon the number of EMS personnel who either work in EMS in a given county, or reside within the county.

MARIJUANA HEALTH REGISTRY PROGRAM

The Marijuana Registry program administers the provisions of the medical marijuana statutes (*Nevada Revised Statutes* 453A), which authorize patients with chronic or debilitating medical conditions, or their caregivers, to possess or cultivate marijuana for medical use. The Health Division administers the application and eligibility process, as well as renewals of eligibility. This program was transferred to the Health Division from the Department of Agriculture by the 2009 Legislature. There is no General Fund in this budget, and the entire recommended budget (\$1.8 million in FY 2012 and \$1.7 million in FY 2013) is supported by application and eligibility fees, as well as Treasurer's Interest distributions.

The Executive Budget recommends three new positions for this budget, due to increasing workload. Specifically, two Program Officers and one Administrative Assistant are recommended, at a total cost of \$361,951 over the 2011-13 biennium. The positions are recommended to process a growing number of applications as well as perform auditing of physicians who prescribe medical marijuana and develop additional policies and procedures for the program.

Furthermore, the Governor recommends utilizing \$700,000 in each fiscal year in reserved fees to transfer to the Substance Abuse Prevention and Treatment budget within the Division of Mental Health and Developmental Services. The transfer would provide drug treatment services for parents of children in the child welfare system.

OFFICE OF MINORITY HEALTH

The Office of Minority Health was established by the 2005 Legislature with passage of Assembly Bill 580. The mission of the Office is to improve the quality of health care services for members of minority groups, to increase access to health care services for minorities, and to disseminate information and educate the public on health care issues of interest to minorities.

The Executive Budget recommends the merger of the Office of Minority Health budget account with the Office of Consumer Health Assistance account to provide a single point of contact for consumers, including members of minority groups and injured workers, regarding health care issues. The combined budget is recommended to be housed in the Department of Health and Human Services Director's Office, rather than the Health Division. The budget would be renamed Consumer Health Assistance. The programs recommended to be housed in the consolidated budget besides the Minority Health program are described in more detail in the Department of Health and Human Services Director's Office and Governor's Office sections. However, it should be noted that the Governor recommends the elimination of one part-time position funded by the federal Minority Health grant in order to redirect those funds to direct services.

DIVISION OF WELFARE AND SUPPORTIVE SERVICES

The Division of Welfare and Supportive Services (DWSS) is responsible for administering the delivery of cash grants and food stamps, enforcing child support, administering employment and training programs for welfare recipients, distributing child care funding, and determining eligibility for Nevada's Medicaid program.

Overall funding for the Division is recommended by the Governor at approximately \$562.8 million (\$146.7 million in General Fund) for the 2011-13 biennium, a decrease of approximately 1.2 percent when compared to the total funding approved by the 2009 Legislature for the 2009-11 biennium. The General Fund portion is recommended to decrease by \$457,571, a decrease of approximately 0.3 percent. The Executive Budget recommends General Fund support of \$74.5 million in FY 2012, representing a decrease of \$848,909 over the FY 2011 level. General Funds of \$72.2 million are recommended in FY 2013, representing a decrease of \$2.3 million from FY 2012.

WELFARE AND SUPPORTIVE SERVICES ADMINISTRATION

The Welfare and Supportive Services Administration budget supports the administrative staff that provides oversight to various programs administered by the Division and includes support resources utilized by and provided to the Division field staff for the operation of the various programs under the Division's jurisdiction.

The Executive Budget recommends total funding of \$1.0 million in FY 2012 and \$13.9 million in FY 2013 for the development and implementation of an eligibility system that will determine individual eligibility for publicly subsidized health care programs. Included in this recommended technology improvement are five positions in FY 2012 (two Business Process Analysts, two Information Technology Professionals, and one Social Services Program Specialist), and an additional eight positions in FY 2013 (seven Information Technology Professionals and one Business Process Analyst). The Executive Budget recommends the entire FY 2012 costs of \$1.0 million be funded with federal Health Exchange funds, with the \$13.9 million in FY 2013 funded with \$9.0 million in federal Health Exchange funds, \$4.5 million in federal Medicaid funds, and General Fund appropriations of \$494,838.

To address the impact of caseload increases on administrative expenses related to the Supplemental Nutritional Assistance Program (SNAP) and the Temporary Assistance for Needy Families program, The Executive Budget recommends overall funding of \$257,065 in FY 2012 and \$285,612 in FY 2013, including General Funds of \$44,983 in FY 2012 and \$53,701 in FY 2013.

Through organizational restructuring, The Executive Budget recommends the elimination of four positions in the Division's Central office in Carson City (one Administrative Assistant, one Accounting Assistant, one Management Analyst, and one Training Officer).

TEMPORARY ASSISTANCE FOR NEEDY FAMILIES

The Temporary Assistance for Needy Families (TANF) budget provides funding for cash assistance for eligible recipients, which is time limited; supports the employment and training programs and services administered by the Division designed to help clients prepare for and find work; and provides a wide variety of support services for families and individuals to support and maintain self-sufficiency.

The Personal Responsibility Work Opportunity Act (PRWORA) of 1996 replaced the Aid to Families with Dependent Children (AFDC) program, an open-ended federal entitlement, with the TANF program. The federal funding to support the TANF program is now allocated to states in the form of a block grant that is capped and covers cash assistance, welfare employment and training, and the administrative costs associated with providing those services. The 1997 Legislature, with passage of Assembly Bill 401 and Senate Bill 356, enacted legislation to conform state laws to the PRWORA requirements and authorized a number of welfare reform initiatives unique to Nevada.

The Executive Budget recommends total funding (state and federal) to support the TANF budget in the amount of \$55.3 million (\$29.4 million General Fund) in FY 2012 and \$49.6 million (\$26.0 million General Fund) in FY 2013. The amount of General Funds recommended for the 2011-13 biennium is \$6.2 million more than the amount of General Funds appropriated for the 2009-11 biennium.

The federal block grant that is allocated to Nevada is projected at approximately \$44 million in each year of the 2011-13 biennium. The TANF block grant is allocated among the Welfare Division's TANF, Welfare Administration and Welfare Field Services budgets. The TANF block grant funds are also allocated to other divisions within the Department of Health and Human Services to support TANF-eligible programs. Due to Nevada's population growth, The Executive Budget recommends the receipt of the annual supplemental grant of \$3.7 million in FY 2012 and \$2.8 million in FY 2013. The supplemental grant was anticipated to be phased out beginning October 1, 2008, pursuant to the Deficit Reduction Act; however, the grant has continued to be reauthorized by Congress, and in Federal Fiscal Year 2010 it was funded through American Recovery and Reinvestment Act (ARRA) funds.

The PRWORA legislation requires states to continue contributing state funds equal to 80 percent of the amount spent in Federal Fiscal Year 1994 on welfare programs consolidated into TANF. The maintenance of effort (MOE) provisions require Nevada to continue to spend a minimum of approximately \$27.2 million in state funds each fiscal year on welfare-related programs. However, The Executive Budget recommends deferring \$6.2 million of the State's FY 2012 General Fund MOE payment until FY 2013, and \$7.1 million of the State's FY 2013 General Fund MOE payment until FY 2014, thereby providing General Fund savings of these same amounts in their respective fiscal years. The 80 percent of MOE can be reduced to 75 percent if work participation rates are met.

The Executive Budget recommends a number of changes to the TANF budget that reduce the level of federal TANF grant funding used to support certain programs. The recommended changes include:

- Reduce the rate for kinship care payments from \$893.64 to the non-needy caretaker rate of \$427.47, resulting in TANF grant savings of \$1.7 million in FY 2012 and \$1.8 million in FY 2013.
- Eliminate the TANF Loan program, resulting in TANF grant savings of \$2.0 million in FY 2012 and \$2.3 million in FY 2013.
- Reduce funding available for social services subcontractors by 50 percent, resulting in TANF grant savings of 694,544 in each year of the 2011-13 biennium.
- Eliminate annual transfers to Clark and Washoe Counties for county emergency assistance, providing TANF grant savings of \$817,498 in each year of the 2011-13 biennium (\$378,412 annually for Clark County and \$439,086 for Washoe County).
- Eliminate annual transfers to the Division of Child and Family Services for child welfare, providing TANF grant savings of \$3.3 million in each year of the 2011-13 biennium.
- Eliminate annual transfers to the Division of Mental Health and Developmental Disabilities for rural clinics, providing TANF grant savings of \$1.7 million in each year of the 2011-13 biennium.
- Eliminate annual transfers to the Division of Mental Health and Developmental Disabilities for autism, providing TANF grant savings of \$1.1 million in each year of the 2011-13 biennium.
- Eliminate annual transfers to the Department of Health and Human Services Director's Office for use as Title XX funds in the Grants Management Unit, providing TANF grant savings of \$754,063 in each year of the 2011-13 biennium.
- Eliminate annual transfers to the Health Division for rural counties, providing TANF grant savings of \$307,849 in each year of the 2011-13 biennium.

The Executive Budget recommends General Fund appropriations of \$6.0 million in FY 2012 and \$4.0 million in FY 2013 to hire a contractor to implement a plan to increase employment outcomes for the State's TANF client population. This recommendation would be a collaborative effort between the Department of Employment, Training and Rehabilitation and the Department of Health and Human Services/DWSS.

The Division ended the 2007-09 biennium with a balance of unspent TANF funding totaling \$14.3 million. The Division projects the balance of unspent TANF funding to decrease to \$8.3 million by the end of the 2009-11 biennium. TANF-related expenditures recommended in The Executive Budget for cash assistance, eligibility and administration exceed available resources each year, which will deplete the reserve of unspent TANF funds by the end of the 2009-11 biennium.

TANF Caseloads

As shown in the table below, The Executive Budget projects a total of 31,822 average monthly recipients in FY 2012, for an increase of 2,738 recipients compared to FY 2010. A total of 30,679 average monthly recipients is projected in FY 2013, resulting in a decrease of 1,143 recipients compared to FY 2012.

Caseload Type	FY 2010	FY 2011	%	FY 2012	%	FY 2013	%
	Actual	Projected	Change	Projected	Change	Projected	Change
TANF Cash Assistance (cases)	29,084	31,720	9.1%	31,822	0.3%	30,679	-3.6%

Cash Grants

The Executive Budget recommends retaining cash assistance grants at their existing levels for the 2009-11 biennium. The monthly cash assistance grant for a three-person household is currently \$383 for a TANF recipient without a public housing allowance, and \$535 for non-needy caretakers. The cash assistance grants for recipients in the Kinship Care program are \$534 for a single child age 12 and under and \$616 for a child over the age of 12.

ASSISTANCE TO AGED AND BLIND

Assistance to the Aged and Blind is an option to the Supplemental Security Income (SSI) program established by Public Law 92-603. The federal SSI program replaced the state-run assistance programs for the aged, blind and disabled and established uniform payment amounts. The Social Security Administration (SSA) administers the program. Nevada has paid a state supplement to the aged and blind who live at home or in an adult group care facility since January 1, 1974. Nevada has never elected the option to supplement payments to the disabled. The purpose of the program is to provide supplemental income to low-income aged and blind individuals and provide adult group care facilities with supplements that enable individuals to avoid or defray institutionalization.

The Executive Budget recommends additional General Funds of \$290,674 in FY 2012 and \$592,875 in FY 2013 to fund projected caseload increases in the Assistance to Aged and Blind account. The Executive Budget projects caseloads to increase over the FY 2010 level by 8.3 percent in FY 2012 and 12.8 percent in FY 2013. The Executive Budget does not recommend a state-funded increase in the amount of the supplement paid to eligible aged and blind individuals or a rate increase for group care operators.

FIELD SERVICES

The Field Services budget provides for the salaries, operating expenses, and support costs for staff that determine eligibility for the TANF, Food Stamp and Medicaid programs, as well as the staff that supports the employment and training programs administered by the Division.

Although caseload projections for the Division suggest an increase in the composite caseload for the biennium relative to FY 2010 levels, the Governor is not recommending an increase in the number of FTE positions for caseload growth in the 2011-13 biennium. Instead, the Governor's recommendation relies on increased caseload processing efficiencies generated through the recently implemented information technology system approved by the 2009 Legislature.

The Executive Budget recommends eliminating the SNAP Employment and Training (E&T) 50/50 program, which is funded with 50 percent General Funds and 50 percent federal funds. This recommendation provides General Fund savings of \$33,474 in each year of the 2011-13 biennium. The Executive Budget also recommends closing the Northern Professional Development Center and relocating associated staff and related functions to other agency facilities. This recommendation reduces total funding in the Field Services account by \$264,449 over the 2011-13 biennium, including General Fund reductions of \$90,422.

CHILD SUPPORT ENFORCEMENT PROGRAM

The Child Support Enforcement program provides five basic services: locating absent parents, establishing parentage, establishing child support orders, collecting support payments, and enforcing private medical insurance. In Nevada, the Child Support Enforcement program is administered by the DWSS and jointly operated by the Division and county district attorneys. The Child Support Enforcement budget is funded with a portion of the child support collections the State is allowed to retain, which are used to match Title IV-D funds. The State's share of collections supports all non-federal expenditures, and there are no State General Funds in the Child Support Enforcement budget.

The Executive Budget recommends total funding in support of the Child Support Enforcement program of \$30.1 million for the 2011-13 biennium, which is an increase of \$682,023 compared to total funding of \$29.4 million approved by the Legislature for the 2009-11 biennium. The Governor's recommendation includes annual transfers of \$1.0 million in State Share of Collections revenue from the Child Support Enforcement account to the Division's Administration account to cover a portion of the Child Support allocation of administrative costs. In the Administration account, the Governor recommends reducing General Funds used as a portion of the state match for federal child support enforcement program expenses by the same \$1.0 million, effectively replacing General Funds with Child Support funds. The Executive Budget also recommends eliminating 17 positions from the Child Support Enforcement program,

which would decrease federal child support revenues by \$1.5 million and increase reserves by \$787,509 over the biennium. This recommendation eliminates the Employment Assistance Program (EAP) statewide, including four positions, as well as the ten positions that are co-located with Clark County Child Support staff in the Child Support Center of Southern Nevada, and three positions due to the consolidation of the State Collections and Disbursement Unit (SCaDU) into one location.

CHILD ASSISTANCE AND DEVELOPMENT

The Child Assistance and Development budget provides for all child care related expenditures for TANF recipients, former TANF recipients, non-TANF-eligible clients who are at risk of losing employment due to a lack of assistance with child care, and low-income non-TANF-eligible clients.

The Executive Budget recommends total funding in support of Child Assistance and Development of \$77.3 million for the 2011-13 biennium, which is a decrease of \$22.8 million compared to total funding of \$100.1 million approved by the Legislature for the 2009-11 biennium. General Funds are recommended to decrease by 69.2 percent, from the 2009-11 legislatively approved level of \$16.9 million to \$5.2 million in the 2011-13 biennium. General Funds in this account have historically been used to match federal grants and provide funding for a portion of the TANF block grant MOE requirement (\$2.6 million annually). The Governor's recommendation reduces the General Fund appropriation to the minimum MOE amount only, and relies on certified matching funds from outside entities to be used in lieu of a hard-dollar cash match for other federal grants.

ENERGY ASSISTANCE PROGRAM

The Energy Assistance program provides payments for eligible households, which can be applied to either the heating provider, the cooling provider or split between the two. Funding is provided through a combination of Low Income Home Energy Assistance (LIHEA) block grant funds and Universal Energy Charges established by the 2001 Legislature and collected from certain electric and gas utilities.

The Executive Budget recommends decreases in funding from federal LIHEA grant funds of \$11.2 million in each year of the 2011-13 biennium, reflecting Nevada's anticipated share of the nationwide decrease in available federal LIHEA program funds. In addition, The Executive Budget recommends decreases in funding from Universal Energy Charges of \$239,712 in FY 2012 and \$265,387 in FY 2013, based on projected decreases in revenue by the Public Utilities Commission. In FY 2010, 27,479 eligible applicants, representing 100 percent of the eligible applications received, were served at an average payment of \$915. The loss of program revenue as reflected in The Executive Budget will decrease the average payment for the 2011-13 biennium to approximately \$732.

DIVISION OF MENTAL HEALTH AND DEVELOPMENTAL SERVICES

The Division of Mental Health and Developmental Services (MHDS) is responsible for the development, administration, coordination and evaluation of state treatment and training programs for mentally ill and mentally retarded citizens, as well as substance abuse education, prevention and treatment programs.

The Governor recommends a total budget for MHDS in the 2011-13 biennium of \$617.4 million, a 12.5 percent decrease from the 2009-11 legislatively approved total of \$705.4 million. Recommended General Fund appropriations in the 2011-13 biennium total \$401.2 million, a decrease of 13.9 percent when compared to the 2009-11 legislatively approved appropriations of \$465.7 million. No supplemental or one-shot appropriations are recommended.

The Executive Budget recommends reducing the total number of positions from 1,717.23 to 1,541.99, a decrease of 175.24 existing positions, or 10.2 percent. As no new positions are recommended, the decrease noted is the result of recommended budget reductions discussed in the following sections. Funding in The Executive Budget also supports medication costs in the amount of \$17.2 million in each year of the 2011-13 biennium, a decrease from FY 2010-11 legislatively approved level of \$19.8 million. The funding reductions are achieved by continued efforts to pursue pharmacy scholarships as well as divert Medicaid and Medicare eligibles to private pharmacies.

The Governor recommends increased General Funds of \$22.6 million to offset reductions in Medicaid reimbursements to the Division resulting from the expiration of enhanced Federal Medical Assistance Percentage (FMAP) rates authorized in the American Recovery and Reinvestment Act. In an effort to reduce General Funds to the Division by \$17.5 million over the upcoming biennium, the Governor recommends assessing the counties for the costs of staff, housing and medications for the Mental Health Court, as well as the costs of providing service coordination for children with developmental disabilities.

MENTAL HEALTH AND DEVELOPMENTAL SERVICES ADMINISTRATION

The Division of Mental Health and Developmental Services Administration is responsible for overseeing the State's mental health, developmental services, and substance abuse policies and regulations; coordinating program development and operations statewide; establishing service and funding priorities; and maintaining fiscal responsibility. The Executive Budget recommends continued funding for the psychiatric residency program, as adjusted by the Interim Finance Committee during the 2009-11 biennium, of \$294,165 per year in Northern Nevada and \$550,201 per year in Southern Nevada. The Governor recommends the elimination of five positions for General Fund savings of \$428,034 in FY 2011-12 and \$433,455 in FY 2012-13: 1) a Clinical Program Manager responsible for oversight of the Division's planning and performance unit functions; 2) a Management Analyst position primarily responsible as

the Division's HIPAA Privacy Officer; 3) an Accounting Assistant position responsible for reconciling electronic billing payments; 4) a Quality Assurance Specialist position responsible for program oversight of the residential services and the review of serious incidents and corrective actions; and 5) an IT Professional position in the Mental Health Information System budget primarily responsible for maintaining the Division's website and core measure data reporting management.

Budget Reductions – Mental Health Services

The Governor recommends General Fund reductions totaling \$4.2 million by eliminating: 1) the State's one-third support for the community triage centers in Clark and Washoe Counties; 2) the Senior Mental Health Outreach program statewide currently funded primarily with Tobacco Settlement Funds, including six positions; and 3) Psychosocial Rehabilitation Services statewide, which provides education, social, daily living and employment skills to recovering consumers, including 12.51 positions. The Executive Budget further reduces Outpatient Counseling Services statewide, including 12.51 positions, and eliminates 272 supported living arrangements statewide, for combined additional General Fund savings of \$4.5 million each year.

Outsource Medical / Psychiatrist Services

The Governor recommends eliminating two Senior Physicians and three Senior Psychiatrists at Southern Nevada Adult Mental Health Services (SNAMHS), and utilizes the savings of \$2.0 million over the 2011-13 biennium to increase contract medical/psychiatric services at SNAMHS by \$1.6 million, and \$400,000 at Northern Nevada Adult Mental Health Services (NNAMHS). In addition, the Governor recommends eliminating additional Senior Psychiatrists positions – three at SNAMHS and four at NNAMHS – resulting in General Fund savings of \$2.8 million over the 2011-13 biennium. A total of \$1.1 million of the savings is recommended to increase funding for contract psychiatric services, while \$1.6 million of the savings is absorbed in the base budgets for both agencies resulting from contractual increases in the psychiatric residency program approved by the Interim Finance Committee at its April 29, 2010, meeting.

RURAL CLINICS PROGRAM

The Rural Clinics program provides mental health services to all age groups through 19 community clinics in Nevada's 15 rural counties and portions of Clark County. The Governor recommends transferring the funding, managerial and operating responsibilities for five of the Rural Clinic's offices currently operating in Southern Nevada (Caliente, Laughlin, Mesquite, Moapa and Pahrump), including 25.77 positions, from Rural Clinics to SNAMHS in order to allow for better efficiencies of the Division's services in the southern region of the State. The Executive Budget also eliminates three Administrative Assistant positions responsible for reception, pre-authorization, insurance billing and fee collection duties at the mental health centers. An additional four Psychiatric Caseworker positions, responsible for assisting individuals in obtaining benefits and coordinating available services in the community and offering support to keep individuals engaged in treatment and recovery, are eliminated. In total, 19.02 positions are recommended for elimination at Rural Clinics.

NORTHERN NEVADA ADULT MENTAL HEALTH SERVICES

Northern Nevada Adult Mental Health Services (NNAMHS) provides psychiatric and psychological services to the seriously and chronic mentally ill population in Northern Nevada. The NNAMHS is staffed for 40 inpatient beds, plus 10 emergency beds in the psychiatric emergency services (PES) unit in the Dini-Townsend Hospital. In addition to previously-mentioned budget reductions, The Executive Budget recommends additional General Fund reductions totaling \$279,428 by eliminating the Mobile Outreach Safety Team, including two Mental Health Counselors, that was approved by the 2007 Legislature to assist emergency first responders who come in contact with mentally ill individuals in the community. A total of 15.51 positions are recommended for elimination at NNAMHS.

SOUTHERN NEVADA ADULT MENTAL HEALTH SERVICES

Southern Nevada Adult Mental Health Services (SNAMHS) operates out of four sites in Clark County to provide psychiatric and psychological services to the seriously and chronic mentally ill; the main campus is located on West Charleston Boulevard. The 2009 Legislature approved funding to staff a total of 234 inpatient beds: 160 acute inpatient hospital beds and a 30-bed psychiatric observation unit (POU) located in the Rawson-Neal Hospital that opened in FY 2007; 22 beds in the old hospital; and 22 low-acuity beds located in the hospital annex building (3A).

In addition to budget reductions previously mentioned, The Executive Budget recommends net General Fund reductions totaling \$8.1 million, including elimination of 101.45 total positions, as follows:

- Continue the closure of the 22-bed inpatient annex in building 3, including the elimination of 23.31 positions, as well as the closure of the 22-bed unit in building 3A that eliminates an additional 27 positions. An additional 11.31 positions are eliminated due to an evaluation of staffing patterns relating to reductions in inpatient and outpatient services. The Governor recommends using \$3.0 million of the savings associated with the closure of the 22-bed unit in building 3A to contract for the non-emergency transport of clients from local area hospital emergency rooms to SNAMHS inpatient facilities.
- Reduce the Program for Assertive Community Treatment (PACT) program, including 8.51 positions, which provides intensive support and treatment to 75 individuals who have a repetitive history of using local hospitals and/or law enforcement contact.
- A series of other position eliminations, including two positions supporting the Consumer Assistance Program; three Grounds Maintenance Workers recommended to be replaced with a maintenance contractor; three part-time positions to establish a new full-time Psychiatric Caseworker position; a Licensed Psychologist transferred from the Pahrump Clinic; and an Accountant position to allow for the reclassification of four positions transferred from Rural Clinics.

FACILITY FOR THE MENTAL OFFENDER – LAKE’S CROSSING CENTER

The Lake’s Crossing Center is located in Washoe County and is Nevada’s only program for mentally disordered offenders. The agency provides services to individuals who have been evaluated as not guilty by reason of insanity, incompetent to stand trial, or who require mental health services in a secure setting. The agency operates with a maximum capacity of 70 beds and provides its services statewide.

The Governor recommends reducing the capacity from 70 beds to 66 beds, which eliminates 9.49 positions, including 4 Forensic Specialists, a Correctional Sergeant, an Activities Therapist, a Custodial Worker, 2 Administrative Assistants, and a part-time Senior Physician. An additional 12 positions (8 Forensic Specialists, a Psychiatric Nurse, a Senior Corrections office, a Quality Assurance Specialist, and an Administrative Assistant) held vacant during the 2009-11 biennium to achieve budget reduction targets are also recommended for elimination. These recommendations reduce General Fund costs by \$2.7 million in the 2011-13 biennium.

SUBSTANCE ABUSE PREVENTION AND TREATMENT AGENCY

The Substance Abuse Prevention and Treatment Agency (SAPTA) is the designated single state agency for purposes of applying for and expanding the federal Substance Abuse Prevention and Treatment (SAPT) block grant, issued through the Substance Abuse and Mental Health Services Administration. The Agency plans and coordinates statewide substance abuse services delivery and provides technical assistance to programs and other state agencies, but does not provide direct substance abuse prevention or treatment services.

The Governor recommends General Fund reductions totaling \$2.7 million each year by reducing state grant funding to providers and coalitions for prevention programs (\$112,000), substance abuse treatment (\$1.6 million), and the Co-occurring Disorders program (\$1.0 million). General Funds are further reduced by \$376,873 in FY 2012 and \$383,515 in FY 2013 as a result of eliminating 6.51 positions, including 2.0 Health Program Specialists, 2.51 Administrative Assistants, and an Accountant Technician in order to meet targeted budget reductions. The recommendation also eliminates an Administrative Services Officer that was funded from the SAPT block grant that will be reallocated to a Health Program Specialist currently supported with General Fund. The Governor also recommends transferring fees of \$700,000 each year collected in the Marijuana Health Registry account to SAPTA. The fees will allow priority access for assessment and treatment to families referred by child welfare agencies.

The reduced level of state-supported expenditures recommended in The Executive Budget will likely jeopardize the State’s continuing maintenance of effort (MOE) requirements associated with federal SAPT grant in State Fiscal Year 2011 as well as the 2011-13 biennium. The Agency received a waiver from the MOE requirement in State Fiscal Year 2010.

DEVELOPMENTAL SERVICES

The Division provides an array of services to people with developmental disabilities and related conditions through three regional centers: Sierra Regional Center (SRC) in the Reno-Sparks area; Desert Regional Center (DRC) in the greater Las Vegas area; and the Rural Regional Center (RRC) for the remainder of the State. The Governor recommends funding for developmental services (including the Family Preservation Program) during the 2011-13 biennium of \$277.1 million, a 9.6 percent decrease over the 2009-11 legislatively approved total of \$306.4 million. The Governor recommends General Fund support of \$149.5 million for the 2011-13 biennium, a decrease of \$17.0 million, or 10.2 percent, when compared to the General Fund support approved for the 2009-11 biennium.

The Executive Budget recommends several budget reductions, which reduce General Fund appropriations by \$6.3 million in the 2011-13 biennium. These reductions include:

- Eliminating funding of \$452,772 (\$264,530 General Fund) in FY 2012 and \$459,834 (\$258,688 General Fund) in FY 2013 from the Behavioral Health/Crisis Intervention programs, including 4.51 positions (1.51 at DRC, 2.0 at SRC, 1.0 at RRC). These psychosocial programs assist individuals in living safely in their community through positive behavior training.
- Eliminating the Self-Directed Autism program that affects 61 families (20 at DRC, 21 at SRC, 20 at RRC) who are provided financial assistance to obtain intensive behavioral therapies with General Fund appropriations of \$828,573 each year. An additional 113 families (87 at DRC, 17 at SRC, 9 at RRC) would also be affected because they currently receive financial assistance through Temporary Assistance for Needy Families (TANF) funding of \$1.4 million each year transferred from the Division of Welfare and Supportive Services (DWSS).
- Eliminating the Self-Directed Family Supports program, which reduces General Funds by \$550,875 each year. The program provides funds to 95 low-income families (63 at DRC, 18 at SRC, 14 at RRC) to purchase services that assist children in learning adaptive skills. An additional 135 families (65 at DRC, 46 at SRC, 24 at RRC) would also be affected because they currently receive financial assistance through TANF funding of \$751,402 each year transferred from the DWSS.
- A total of 54 residential supported living arrangements are recommended to be eliminated at DRC, with corresponding funding reductions of \$2.5 million each year, including General Fund reductions of \$1.4 million in FY 2012 and \$1.3 million in FY 2013.
- Eliminating 1.75 Developmental Specialist positions at RRC who are responsible for planning, case management and coordination of services for clients in the Gardnerville and Elko clinics. Funding is reduced by \$108,495 (\$60,737 General Fund) in FY 2012 and \$110,361 (\$59,478 General Fund) in FY 2013.

FAMILY PRESERVATION PROGRAM

The Family Preservation Program (FPP) provides assistance to low-income families caring for individuals with developmental disabilities in their homes. General Fund appropriations of \$268,906 in FY 2012 and \$386,342 in FY 2013 are recommended to phase in an additional 98 low-income families statewide with monthly assistance payments of \$374. The Governor also recommends replacing General Fund appropriations of \$1.2 million in FY 2013 with transfers of Tobacco Settlement funds from the Healthy Nevada Fund.

CAPITAL IMPROVEMENT PROJECTS

A total of \$2.3 million in state funds are recommended to renovate the HVAC systems at Lake's Crossing Center (\$427,129), NNAMHS buildings 1, 2 and 5 (\$752,638), and DRC buildings 1300 and 1391 (\$1.1 million).

DIVISION OF CHILD AND FAMILY SERVICES

The Division of Child and Family Services (DCFS) provides a wide array of services to children and adolescents and is organized into three major program areas: Child Welfare Services, Children's Mental/Behavioral Health Services, and Juvenile Justice Services. The Executive Budget recommends total funds of \$436.4 million for the 2011-13 biennium, a reduction of \$27.2 million, or 5.9 percent, when compared to the total funding approved by the 2009 Legislature for the 2009-11 biennium. The General Fund portion of the budget for DCFS is recommended to decrease by \$46.5 million from the 2009-11 biennium, a reduction of 18.3 percent when compared to the approved amounts for the 2009-11 biennium.

CHILD AND FAMILY SERVICES ADMINISTRATION

This account is the central administrative account of the Division and contains the unclassified Administrator, the Division's four unclassified Deputy Administrators, and central fiscal, accounting, and personnel staff. General Fund support in the account is recommended to be reduced by \$4.8 million or 47.4 percent in FY 2012 from the FY 2011 approved amount. An increase of \$82,689 or 1.5 percent is recommended in FY 2013. The Governor recommends General Fund reductions of approximately \$2.8 million in each year of the 2011-13 biennium and eliminates General Fund increases that would have been required to address caseload increases totaling approximately \$1.0 million in FY 2012 and \$1.4 million in FY 2013 related to the elimination of mental health room and board for children not in the Division's custody. The Division prepared a bill draft request to amend Section 62E.520 of *Nevada Revised Statutes* to limit the Division's responsibility for funding mental health room and board expenses to children that are in the Division's custody and eliminate funding for this purpose for children not in the Division's custody. The Division asserts that its responsibility should be limited to the provision of correctional care of delinquent youth in state facilities.

The Executive Budget establishes a Children's Behavioral Health Policy and Accountability Board to support the Commission on Mental Health and Developmental Services and the three regional children's mental health consortia in the State. Funding of \$90,752 in each year (\$45,376 of General Funds per year) is recommended for board member travel, financial assistance for the regional consortia and contract psychiatrist consulting services. Six positions from the Northern and Southern Nevada Child and Adolescent Services budgets are recommended to transfer to the Children, Youth and Families Administration budget to support the priorities developed by the Commission.

The addition of two Social Services Program Specialist positions is recommended to assist in providing oversight of the child welfare services programs in the counties and the Division's own program, which serves the rural counties. Three positions held vacant due to the budget reductions approved during the 26th Special Session (2010) are recommended for elimination. Two positions are recommended to transfer into the account from the Juvenile Correctional Facility account related to the continued closure of the Summit View Youth Correctional Center and one position is recommended to transfer out to the Northern Nevada Child and Adolescent Services budget to allow the Division to more appropriately recover federal funding related to the position's duties.

UNITY/SACWIS

The UNITY/SACWIS budget represents the Division's compliance with a federal mandate to automate foster care and adoption information systems. The Statewide Adoption and Child Welfare Information System (SACWIS) project, now referred to as Unified Nevada Information Technology for Youth (UNITY) began in FY 1995 with business process re-engineering (BPR) and became fully operational statewide in September 2003.

The recommended General Fund portion of the budget in FY 2012 is \$3.1 million, an increase of 7.9 percent compared to FY 2011. In FY 2013 the recommended General Fund totals \$4.2 million, a 35.1 percent increase from FY 2012. The Governor recommends a technology investment request to enhance the management tools of the UNITY system, at a cost of approximately \$3.9 million over the 2011-13 biennium. The recommended project is expected to make the system more user-friendly, streamlined and capable of producing adequate management reports. The cost of the project is recommended to be split evenly between federal Title IV-E funding and General Funds. The Governor also recommends the elimination of two Information Technology Professional positions that were held vacant as a result of the budget reductions approved by the 26th Special Session.

CHILD WELFARE INTEGRATION

Clark County Integration

This budget was established during the 2001-03 biennium to segregate costs related to the integration of child welfare services and was renamed Clark County Integration in the 2005 Legislative Session. The budget funds the continuation of child welfare

integration for Clark County. The recommended General Fund portion of the budget in each year of the 2011-13 biennium is \$42.8 million. The appropriation for FY 2012 represents a reduction of 6.6 percent compared to FY 2011.

The Executive Budget recommends an additional \$6.4 million in FY 2012 and \$9.1 million in FY 2013 in General Funds and federal funds for projected caseload growth in foster care and specialized care placements as well as adoption subsidies in Clark County. General Funds are recommended in the amounts of \$1.0 million in FY 2012 and \$315,977 in FY 2013 to offset the projected reduction in federal Title IV-E reimbursements due to reductions in Federal Medical Assistance Percentage (FMAP) rates related to the expiration of American Recovery and Reinvestment Act (ARRA) provisions. General Funds of \$1.5 million in each year of the 2011-13 biennium are recommended to offset reductions in Temporary Assistance for Needy Families (TANF) funding related to a department-wide decision to not transfer TANF to other divisions outside the Division of Welfare and Supportive Services. General Funds of \$303,335 in each year of the biennium are recommended to be replaced with federal Medicaid funding related to the county's recent efforts to maximize reimbursement for targeted case management services.

In addition to the adjustments listed above, the Governor recommends providing the State's portion of funding in the Clark and Washoe County Child Welfare Integration budgets to those counties in the form of capped annual block grants, rather than basing them on the historic model of line-item budgets for specific expenses. The new funding method would include a performance improvement plan with annual performance targets to improve the safety, permanency and well-being outcomes for abused and neglected children. A fiscal incentive program would also be incorporated to stimulate and support improvement in defined areas. General Fund appropriations to the counties would be reduced by approximately \$1.7 million in FY 2012 and \$2.6 million in FY 2013 based on a proposed funding formula to maintain costs for services at the level of the 2009-11 biennium. The Division has prepared a bill draft request to amend Chapter 353 of *Nevada Revised Statutes* to implement the plan and provide flexibility for the counties to utilize the granted funds.

Washoe County Integration

This account was created in 2005 as part of the Division's budget realignment process to isolate the costs of child welfare integration for Washoe County into a separate budget account. Total General Fund support is recommended at \$14.3 million in FY 2012 and FY 2013, a 7.0 percent reduction from the amount approved for FY 2011. General Funds and federal funding are recommended in the amounts of \$2.1 million in FY 2012 and \$2.6 million in FY 2013 to fund projected caseload increases in foster and specialized care placements and adoption subsidies. Similar to the Clark County Integration budget, the Governor recommends General Funds of \$349,953 in FY 2012 and \$108,956 in FY 2013 to offset reductions in Title IV-E revenues related to the expiration of ARRA FMAP provisions. The Governor also recommends one new Account Clerk position for Washoe County to support the financial management functions of the county.

General Fund appropriations totaling \$708,772 in each year of the 2011-13 biennium are recommended to be replaced with Title XX funding, but additional General Funds in the amount of \$430,000 in each year are recommended to be added to replace TANF funding in the budget, both due to department decisions regarding the allocation of federal funds. As noted above, the state portion of funding for the Washoe County Integration budget is recommended to be provided to the county in the form of a capped block grant and incentive program.

CHILD CARE SERVICES

The Child Care Services Bureau is responsible for licensing and monitoring child care facilities caring for five or more children not licensed by local entities. Facilities include child care centers, pre-schools, group care homes, institutions and outdoor youth programs. The Bureau is also responsible for licensing, monitoring and providing technical assistance to family foster and group foster care homes to reduce the risk of harm to children placed in care.

The Executive Budget recommends the transfer of the Child Care Services Bureau in its entirety to the Health Division with no significant changes in program activities. The Division has indicated previously that the program's main functions of licensing child care facilities and monitoring licensees are distinct from the other programs in DCFS and more closely resemble regulatory functions of programs within the Health Division. The recommended budget includes General Funds totaling \$66,529 in the 2011-13 biennium, which is a change from the program being nearly completely funded with federal grant and fee revenues in the 2009-11 biennium. The program's Base budget is recommended to increase due to the return of licensing duties to the State from Clark County in September 2010, but the program is also recommended to pay cost allocation expenses to the Health Division related to the transfer that were not paid previously when the program was administered by DCFS.

RURAL CHILD WELFARE

Historically, this budget has contained funding for the placement costs of children in the Division's care because of abuse, neglect or behavioral/emotional problems. Adoption subsidies for the rural region are also paid from this account to adoptive parents of special needs children. The recommended budget reflects foster care placement costs and subsidized adoption costs for the Rural Region. The General Fund appropriation for FY 2012 of \$5.5 million represents a 38.0 percent reduction from General Fund support approved for FY 2011. For FY 2013, the recommended General Fund amount of \$5.7 million represents a 3.9 percent increase when compared to the FY 2012 amount.

General Funds and federal funding are recommended in The Executive Budget in the amounts of \$899,258 in FY 2012 and \$1.3 million in FY 2013 to fund caseload increases in adoption subsidies, foster and specialized care placements, and

non-Medicaid eligible medical expenses. General Funds totaling \$110,237 in FY 2012 and \$34,322 in FY 2013 are recommended to offset reductions in Title IV-E revenues related to the expiration of ARRA FMAP provisions. Two positions are recommended for elimination to allow the Division to meet the Governor's budget reduction requirements. Eight Family Support Worker positions, approved by the 2009 Legislature to be funded with increased Social Security revenues the Division projected to generate, are now recommended to be eliminated after the projected revenues were not realized. TANF funding totaling approximately \$1.3 million in each year of the 2011-13 biennium is recommended to be eliminated and replaced with General Funds due to the department-wide decision to not transfer TANF funding to other divisions outside the Division of Welfare and Supportive Services.

The State's cost for the provision of child protective services (CPS) in the rural counties of the State is recommended to be allocated to the counties receiving the services. General Fund appropriations are recommended to be reduced by approximately \$2.4 million in each year of the 2011-13 biennium and the same amount is recommended to be allocated instead to the rural counties based on a random moment sampling analysis of the agency's activities. The allocation of the cost of CPS to the counties was recommended by the Legislative Committee for the Fundamental Review of Base Budgets of State Agencies for consideration by the Legislature. Clark and Washoe Counties have historically funded the costs and provided CPS in their jurisdictions.

CHILD DEATHS REVIEW

This budget account was created as a result of the passage of Assembly Bill 381 of the 2003 Legislative Session. The budget is funded with fees collected on the sale of certified copies of certificates of death. The legislation revised provisions governing multi-disciplinary teams, which review selected cases of death of children under 18 years of age and make recommendations for improvements to policies, practices and laws that support the safety of children and prevent future deaths of children. The Governor recommends collecting \$140,191 in FY 2012 and \$142,648 in FY 2013 and expending \$120,564 in each year of the 2011-13 biennium for multi-disciplinary team and executive committee activities.

COMMUNITY JUVENILE JUSTICE PROGRAMS

This budget serves primarily as a pass-through account for federal Office of Juvenile Justice and Delinquency Prevention funds that are allocated to judicial districts for community-based delinquency prevention programs. The budget also contains the Community Corrections block grant program, which provides funding to judicial districts to implement community-based programs that reduce or limit juvenile commitments to the State The Executive Budget recommends the elimination of the Community Corrections block grants of \$1.4 million in General Funds each year.

YOUTH ALTERNATIVE PLACEMENT

This budget provides support for the China Spring and Aurora Pines youth camps in Douglas County and the Spring Mountain youth camp in Clark County. County participation revenue is also included in this budget and represents assessments collected from all counties, except Clark, for the operation of the China Spring and Aurora Pines youth camps. The Executive Budget recommends the elimination of General Funds of approximately \$1.4 million each year of the 2011-13 biennium, but continues county participation funding of approximately \$2.0 million in each year of the 2011-13 biennium for the operation of the China Spring Youth Camp and Aurora Pines Girls Facility.

JUVENILE CORRECTIONAL FACILITY

Summit View Youth Correctional Center was a maximum-security youth correctional facility located near the Las Vegas urban center. Action taken during the 26th Special Session closed the facility and youth were transferred to the Nevada Youth Training Center in Elko, paroled to the Youth Parole Bureau, or transferred to local jurisdictions. The Executive Budget recommends maintaining the closure of Summit View and retaining \$1.5 million in General Funds each year to support a part-time Facility Supervisor, utilities, debt service, and operational/maintenance expenses until the property is sold or leased. The Executive Budget recommends the transfer of two full-time positions to the Division of Child and Family Services Administration account, where they will continue to perform duties related to all of the Division's juvenile justice programs and facilities.

CALIENTE YOUTH CENTER

The Caliente Youth Center is a co-educational juvenile residential correctional facility that serves youth between the ages of 12 and 18 and has a capacity of 140 youth. General Fund support in FY 2011-13 totals \$15.6 million, which is a 3.3 percent increase over the \$15.1 million legislatively approved for FY 2009-11. The increase of approximately \$500,000 over the biennium is primarily due the addition of ten new positions approved during the 26th Special Session as a result of the Summit View Youth Correctional Center closure.

NEVADA YOUTH TRAINING CENTER

The Nevada Youth Training Center is a residential juvenile correctional facility for male youth between 12 and 18 years of age, located in Elko. Due to the continued reduction in commitments for correctional care, The Executive Budget recommends reducing the facility capacity from 160 beds to 110 beds by closing three 20-bed living units and increasing one 20-bed unit to 30-beds, and changing the staffing patterns of the unit to accommodate an intensive supervision unit. The Governor also recommends reducing the teaching staff ratio to 1:10, and eliminating 18 positions in conjunction with the reduction in living units, resulting in an estimated \$1.0 million in General Fund savings each year of the 2011-13 biennium.

YOUTH PAROLE SERVICES

The Nevada Youth Parole Bureau is charged with supervising post-incarcerated youth within their respective communities, and facilitating reintegration processes to assist the youth in adjusting to and prospering within their communities. The Executive Budget recommends shifting the funding in this account from General Fund to the county judicial districts.

During the current biennium, the supervision of post-incarcerated youth was supported through approximately \$6.0 million in General Fund each year. Under the Governor's proposal, General Fund is eliminated and county judicial districts are recommended to be assessed \$5.4 million each year of the biennium.

WRAPAROUND IN NEVADA PROGRAM

The Wraparound in Nevada (WIN) program was approved by the Legislature during the 17th Special Session (2001) as part of Assembly Bill 1 and was designed to serve an estimated 327 children in the foster care system with Severe Emotional Disturbance (SED). Children and youth are provided with intensive clinical case management in efforts to achieve permanent homes. The Governor recommends \$4.0 million (\$1.9 million in General Funds) in FY 2012 and \$4.1 million (\$1.8 million in General Funds) in FY 2013 to support the WIN program for the upcoming biennium. The program is recommended; however, to be divided among the Northern Nevada Child and Adolescent Services and Southern Nevada Child and Adolescent Services budget accounts, and its own budget account eliminated. Additional General Funds totaling \$350,624 in FY 2012 and \$255,187 in FY 2013 are recommended to offset reductions in Medicaid revenues received by the program related to the expiration of ARRA FMAP provisions.

NORTHERN NEVADA CHILD AND ADOLESCENT SERVICES

This budget provides a continuum of mental health services to emotionally disturbed children, adolescents and their families. General Fund support is recommended to increase in FY 2012 by \$20,849 (0.7 percent) from the amount of \$3.1 million approved for FY 2011. In FY 2013, the General Fund support is recommended to increase by an additional \$11,197 (0.4 percent).

The Executive Budget recommends the elimination of an outpatient counseling satellite office in Reno to produce General Fund savings of \$41,294 in FY 2012 and \$40,725 in FY 2013. Additional General Funds totaling \$223,536 in FY 2012 and \$160,069 in FY 2013 are recommended to offset reductions in Medicaid revenues received by the program related to the expiration of ARRA FMAP provisions. General Funds totaling \$35,000 in FY 2012 and \$100,000 in FY 2013 are recommended for deferred maintenance projects at the program's facilities. General Fund savings of \$117,370 in FY 2012 and \$120,105 in FY 2013 are projected related to the transfer of the WIN program into this account.

SOUTHERN NEVADA CHILD AND ADOLESCENT SERVICES

This budget provides a comprehensive continuum of behavioral health care services for emotionally disturbed children and adolescents from birth through 18 years of age. General Fund support is recommended to increase from \$9.8 million in FY 2011 to \$10.9 million in FY 2012, an approximate 12.1 percent increase. For FY 2013, \$10.6 million is recommended, a 2.9 percent reduction from FY 2012.

The Executive Budget recommends the elimination of the Western Day Treatment program in Las Vegas, including the elimination of one Child Care Worker position, to produce General Fund savings of \$59,118 in FY 2012 and \$58,470 in FY 2013. Additional General Funds totaling \$1.3 million in FY 2012 and \$962,027 in FY 2013 are recommended to offset reductions in Medicaid revenues received by the program related to the expiration of ARRA FMAP provisions. Additional General Funds totaling \$64,892 in each year of the 2011-13 biennium are recommended to increase funding for non-Medicaid eligible mental health placements to the amount approved during the 26th Special Session. General Funds totaling \$109,978 in FY 2012 and \$74,241 in FY 2013 are recommended for deferred maintenance projects at the program's facilities.

One part-time position is recommended to be increased to full-time and transferred to the Children, Youth and Families Administration budget to support the Division's recommended Children's Behavioral Health Policy and Accountability Board. TANF funds totaling \$69,871 are recommended to be replaced with General Funds due to the department-wide decision to not transfer TANF funds to other divisions outside the Division of Welfare and Supportive Services. Funding of \$47,849 in each year of the 2011-13 biennium is recommended to transfer to the Northern Nevada Child and Adolescent Services budget to align a statewide contract with the proposed division of the WIN program between the two budgets.

DEPARTMENT OF EMPLOYMENT, TRAINING AND REHABILITATION

The mission of the Department of Employment, Training and Rehabilitation (DETR) is to connect Nevada's businesses with a qualified workforce and encourage equal employment opportunities. The Department is the lead state agency responsible for the administration of the Workforce Investment Act in Nevada, including serving as staff to the Governor's Workforce Investment Board, which oversees the State's workforce investment system, Nevada JobConnect. The Department consists of the Director's Office and centralized administrative services, the Employment Security Division, the Rehabilitation Division, the Research and Analysis Bureau, Information Development and Processing, and the Nevada Equal Rights Commission.

Funding for the Department includes, but is not limited to, federal funds from the United States Departments of Labor and Education, the Social Security Administration, a surcharge of 0.05 percent on wages paid by Nevada employers, and interest on, and forfeitures of, employer contributions. General Funds are provided to the

Equal Rights Commission to supplement contract payments from the federal Equal Employment Opportunity Commission. General Funds are also provided to the Vocational Rehabilitation program and to the Bureau of Services to the Blind and Visually Impaired primarily to match federal Section 110 funding.

The Governor proposes to reduce General Fund appropriations for the upcoming biennium by \$2.92 million or 29.7 percent as compared to the amounts appropriated by the Legislature for the 2009-11 biennium.

Unemployment Rates, Trust Fund Borrowing and Interest Payments

Nevada's unemployment rate reached 14.5 percent in December 2010. Prolonged periods of high unemployment depleted Nevada's Unemployment Insurance (UI) Trust Fund resulting in a deficit and the need to borrow from the federal government to pay UI benefits. As of December 2010, UI Trust Fund borrowing totaled \$620.6 million.

To begin to address the insolvency of the UI Trust Fund, the Department proposed regulatory changes to increase the average State Unemployment Insurance tax rate from 1.33 percent to 2.00 percent. The Legislative Commission approved the regulatory changes necessary to implement the increases on December 16, 2010, and the rate changes became effective on January 1, 2011. The Department anticipates the increases will generate an additional \$136 million in Calendar Year 2011.

Interest on UI Trust Fund loans was waived by the American Recovery and Reinvestment Act through December 31, 2010. However, interest began accruing at the beginning of 2011 with the first interest payment due September 30, 2011. The Governor recommends a one-time General Fund appropriation of \$66.4 million to pay interest charges during the 2011-13 biennium. The funds would be appropriated to the Interim Finance Committee and made available for both years of the biennium.

DETR ADMINISTRATIVE SERVICES

The Governor recommends one new Personnel Technician position to assist in meeting the Department's growing workforce. To respond to the high volume of unemployment claims, since July 2008, DETR reports the Department has hired 485 new employees. The Executive Budget also proposes to add one new Accountant Technician position in the Division's Finance Management section to provide ongoing cash management support to ESD and its unemployment compensation programs.

The Governor recommends reclassifying an existing vacant Employment Security Officer as an unclassified Assistant to the Director. The position would serve in a leadership role within the Director's office providing oversight and management of several administrative functions. The position would allow the Director and Deputy Director to focus on critical strategic leadership activities.

INFORMATION DEVELOPMENT AND PROCESSING

The Governor recommends cost allocation reimbursements totaling \$562,500 in each year of the biennium to fund master service agreement (MSA) programmers knowledgeable on the legacy systems to maintain and support existing applications. The MSA programmers are needed during the transition to the new UI system. The request would fund three MSA programmers for 1,500 billable hours per year. The Department indicates retirements, staff departures and federal mandates have affected the current number of staff available to support the existing system.

EQUAL RIGHTS COMMISSION

There are currently 18 positions authorized in the Nevada Equal Rights Commission. The Governor recommends eliminating 5 positions or roughly 28 percent of the Commission's workforce. Eliminated positions include the Deputy Administrator, 3 Compliance Investigators, and 1 Administrative Assistant.

REHABILITATION DIVISION

The Rehabilitation Division includes the Bureau of Vocational Rehabilitation, which provides vocational rehabilitation services leading to employment for persons with disabilities; the Bureau of Services to the Blind and Visually Impaired (BSBVI), which provides vocational rehabilitation services leading to employment and independent living services to eligible individuals with blindness and visual impairments; and the Bureau of Disability Adjudication, which makes medical determinations of eligibility for Social Security Administration disability benefit payment programs.

General Fund support in the Bureau of Vocational Rehabilitation and the BSBVI assists in providing the 21.3 percent match required to receive federal Section 110 funds. For the 2011-13 biennium, the Governor proposes General Fund reductions totaling \$2.03 million for the two Bureaus combined. Because the bulk of the state funding in the reduction proposal is used as match, the reductions would trigger losses of federal Section 110 funding totaling \$6.1 million for the biennium. The funding decreases would result in the elimination of three positions, reductions to client services obtained through vendors, and the elimination of the state-funded portion of the Life Skills program in the BSBVI. The proposed reductions are described more fully below. These budget reduction amounts are in addition to any savings that would be realized from global salary, merit and longevity reductions.

The Governor's reduction proposals would result in the elimination of one Vocational Evaluator position in the Bureau of Vocational Rehabilitation and two positions from BSBVI (Rehabilitation Counselor and Rehabilitation Instructor). With decreased staff, DETR states that caseloads could climb and eventually lead to waiting lists for services.

The combined total of recommended Client Service expenditure reductions for the two Bureaus totals \$3.74 million in FY 2012 and \$3.86 million in FY 2013. According to

information supplied by the Department, DETR staff provides services such as eligibility, counseling, guidance and assessment. Contract vendors generally provide services such as job development, job coaching, small business development, interviewing skills, resume writing, transition skills, and labor market surveys. Education, training, transportation, assistive technology, and medical care, are also obtained through contracted vendors. Supporting documentation provided with The Executive Budget notes that none of these services will be eliminated, but quantities will be reduced. Consequently, the Department notes that fewer clients will receive the types of services and training that are likely to result in employment outcomes, and waiting lists for eligible clients to receive services may be established.

The Governor's proposed reductions would eliminate the state funded portion of the Life Skills program, which currently serves approximately 70 individuals per year. The Life Skills program offers individualized training in home management, daily living skills, mobility, and communication skills.

In the Bureau of Disability Adjudication, the Governor proposes to increase authority for operating, provider payments and other related costs associated with the addition of 23 new permanent positions approved by the Interim Finance Committee on June 24, 2010. The federally-funded costs would total \$1.53 million in FY 2012 and \$1.55 million in FY 2013. The bulk of the increase is in the Client Medical Payment category where the bureau reflects the purchase of outside medical or psychological examinations, claimant travel to examinations and expenses directly related to conducting disability determinations.

EMPLOYMENT SECURITY DIVISION

The Employment Security Division (ESD) is responsible for programs that pay UI benefits, collect UI premiums, and match jobseekers with employers. The Division also provides training through the Career Enhancement program.

The Governor proposes to merge the Career Enhancement Program account into the ESD's main operating account. DETR asserts that combining the accounts will create a fiscal structure that supports an integrated service delivery goal and provide accounting and budgeting efficiencies, program administration efficiencies, and program service delivery improvements. With the combination of the two accounts, DETR anticipates that all available programs and funding would be leveraged and maximized to provide needed supports, return Nevada residents to work sooner, and reduce the burden to the UI Trust Fund.

To address the unemployment claims workload, the Governor recommends federal administrative cost allowance revenues of \$7.5 million per year to fund 160 FTE intermittent positions. The Division spent \$10.21 million for this purpose in FY 2010. The Executive Budget recommends the elimination of 5 existing vacant Workforce Services Representative positions in the Career Enhancement Program. However, the Governor also recommends \$580,000 per year of American Recovery and

Reinvestment Act Unemployment Insurance Special Administrative revenues for 12 intermittent Workforce Services Representatives to accommodate the Re-Employment Services workload.

The Governor proposes to transfer the Apprenticeship program from the Other State Education Program account, to the ESD and to change the program funding source from General Fund to federal Workforce Investment Act revenues. Proposed funding transfers total \$459,449 in each year of the biennium. The Executive Budget indicates the ESD is more closely aligned with the goals and population of the program.

The Governor recommends General Fund appropriations of \$6.0 million in FY 2012 and \$4.0 million in FY 2013 in the Department of Welfare and Supportive Services' (DWSS) TANF budget, to establish the Silver State Works program. The Executive Budget notes that DWSS will collaborate with DETR to increase employment for TANF clients with the objective of enhancing Nevada's economy, expanding the total number of jobs in the State, and increasing the working population through the use of employment incentives, on-the-job training, and targeted training. DETR indicates the Department will redirect \$4.6 million of existing client services funding in each year of the biennium and will administer the program with existing staff resources.

UNEMPLOYMENT INSURANCE MODERNIZATION PROJECT

The Governor recommends federal Reed Act funds of \$6.69 million in FY 2012 and \$2.90 million in FY 2013 to continue work on replacing the 30-year-old UI tax and benefit system used to process wage, contribution, and benefit information. As explained by ESD during the 2009 Legislative Session, UI systems are in need of modernization to better satisfy federal and state processing mandates, upgrade aging software architectures, and offset and avoid costly future maintenance costs.

Nevada Legislative Counsel Bureau
 Source of Funds Summary
 2011-13 Fiscal Report

	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
HUMAN SERVICES						
HEALTH AND HUMAN SERVICES - DIRECTOR'S OFFICE						
HHS-DO - ADMINISTRATION	2,372,335	5,955,857	5,132,822	-13.82	3,800,175	-25.96
GENERAL FUND	1,392,722	1,514,392	1,306,701	-13.71	1,290,434	-1.24
BALANCE FORWARD	-164,708	186,239				
FEDERAL FUND	518,565	3,797,847	3,265,150	-14.03	1,936,225	-40.70
INTER-AGENCY TRANSFER	246,637	256,484	258,325	.72	270,795	4.83
INTERIM FINANCE	234,574					
OTHER FUND	228,334	200,895	302,646	50.65	302,721	.02
REVERSIONS	-83,789					
HHS-DO - GRANTS MANAGEMENT UNIT	35,322,928	34,365,532	24,773,939	-27.91	25,793,553	4.12
GENERAL FUND	2,446,538	3,501,523	2,941,261	-16.00	337,033	-88.54
FEDERAL FUND	24,286,995	24,419,336	18,535,484	-24.10	18,554,803	.10
INTER-AGENCY TRANSFER	8,376,371	6,274,673	3,297,194	-47.45	6,901,717	109.32
OTHER FUND	340,988	170,000				
REVERSIONS	-127,964					
HHS-DO - PROBLEM GAMBLING	1,478,600	2,126,362	766,297	-63.96	776,651	1.35
BALANCE FORWARD	-60,586	484,280				
OTHER FUND	1,539,186	1,642,082	766,297	-53.33	776,651	1.35
HHS-DO - CHILDREN'S TRUST ACCOUNT	776,521	886,908	618,860	-30.22	653,552	5.61
BALANCE FORWARD	135,443	194,600	40,770	-79.05	100,000	145.28
OTHER FUND	641,078	692,308	578,090	-16.50	553,552	-4.24
HHS-DO - INDIGENT SUPPLEMENTAL ACCOUNT	26,954,924	23,403,820	19,677,508	-15.92	19,839,105	.82
BALANCE FORWARD	52,317	100,000	40,000	-60.00		
OTHER FUND	26,902,607	23,303,820	19,637,508	-15.73	19,839,105	1.03
HHS-DO - HEALTHY NEVADA FUND	6,678,307	7,061,244	2,740,019	-61.20	10,145,641	270.28
OTHER FUND	6,678,307	7,061,244	2,740,019	-61.20	10,145,641	270.28
HHS-DO - PUBLIC DEFENDER	2,866,282	2,844,873	2,707,319	-4.84	2,743,632	1.34
GENERAL FUND	1,202,728	1,213,209	1,152,360	-5.02	1,160,348	.69
BALANCE FORWARD	87					
FEDERAL FUND		100,000				
OTHER FUND	1,683,919	1,531,664	1,554,959	1.52	1,583,284	1.82
REVERSIONS	-20,452					
HHS-DO - INDIAN AFFAIRS COMMISSION	191,886	311,102	136,643	-56.08	136,838	.14
GENERAL FUND	161,687	161,602	136,643	-15.44	136,838	.14
INTER-AGENCY TRANSFER	20,002	134,500				
OTHER FUND	15,000	15,000				
REVERSIONS	-4,803					

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
TOTAL HEALTH AND HUMAN SERVICES - DIRECTOR'S OFFICE	76,641,783	76,955,698	56,553,407	-26.51	63,889,147	12.97
GENERAL FUND	5,203,675	6,390,726	5,536,965	-13.36	2,924,653	-47.18
BALANCE FORWARD	-37,447	965,119	80,770	-91.63	100,000	23.81
FEDERAL FUND	24,805,560	28,317,183	21,800,634	-23.01	20,491,028	-6.01
INTER-AGENCY TRANSFER	8,643,010	6,665,657	3,555,519	-46.66	7,172,512	101.73
INTERIM FINANCE	234,574					
OTHER FUND	38,029,419	34,617,013	25,579,519	-26.11	33,200,954	29.80
REVERSIONS	-237,008					
AGING AND DISABILITY SERVICES						
HHS-ADSD - SENIOR CITIZENS' PROP TAX ASSISTANCE	5,674,701	4,761,398				
GENERAL FUND	5,722,856	4,761,398				
REVERSIONS	-48,155					
HHS-ADSD - TOBACCO SETTLEMENT PROGRAM	5,579,589	6,458,857	3,826,382	-40.76	5,435,811	42.06
INTER-AGENCY TRANSFER	5,579,589	6,458,857	3,826,382	-40.76	5,435,811	42.06
HHS-ADSD - HOME & COMMUNITY BASED PROGRAMS	6,272,302	8,258,336				
GENERAL FUND	3,061,351	3,157,232				
BALANCE FORWARD	-261,035	265,730				
INTER-AGENCY TRANSFER	3,719,265	4,835,374				
REVERSIONS	-247,279					
HHS-ADSD - FEDERAL PROGRAMS AND ADMINISTRATION	17,503,639	17,274,360	18,269,086	5.76	17,969,832	-1.64
GENERAL FUND	3,323,987	3,454,986	4,001,039	15.80	4,045,701	1.12
BALANCE FORWARD	-35,101	82,480				
FEDERAL FUND	12,275,860	11,622,608	11,258,212	-3.14	11,002,875	-2.27
INTER-AGENCY TRANSFER	1,518,184	1,681,492	2,606,182	54.99	2,517,603	-3.40
OTHER FUND	438,888	432,794	403,653	-6.73	403,653	
REVERSIONS	-18,179					
HHS-DO - DEVELOPMENTAL DISABILITIES	697,164	761,303	649,519	-14.68	649,515	-0.00
GENERAL FUND	156,565	156,565	161,536	3.18	161,534	-0.00
BALANCE FORWARD	366	4,615				
FEDERAL FUND	404,251	469,694	487,983	3.89	487,981	-0.00
INTER-AGENCY TRANSFER	157,675	130,429				
REVERSIONS	-21,693					
HHS-ADSD - SENIOR RX AND DISABILITY RX	4,596,521	6,424,496	4,854,894	-24.43	6,926,184	42.66
GENERAL FUND	103,137	103,284	43,602	-57.78	43,395	-0.47
INTER-AGENCY TRANSFER	546,688	792,844	546,689	-31.05	546,689	
OTHER FUND	4,039,078	5,528,368	4,264,603	-22.86	6,336,100	48.57
REVERSIONS	-92,382					
HHS-ADSD - EPS/HOMEMAKER PROGRAMS	2,367,030	3,623,222				
GENERAL FUND		135,282				
INTER-AGENCY TRANSFER	2,367,030	3,487,940				

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
HHS-ADSD - COMMUNITY BASED SERVICES	10,180,558	12,540,776	20,183,603	60.94	20,135,821	-.24
GENERAL FUND	7,966,642	9,072,758	10,224,540	12.69	7,598,187	-25.69
BALANCE FORWARD	287,437	1,324,492	850,523	-35.78	539,298	-36.59
FEDERAL FUND	395,381	577,022	496,224	-14.00	427,400	-13.87
INTER-AGENCY TRANSFER	732,460	342,127	6,422,618	1,777.26	9,134,790	42.23
OTHER FUND	1,412,929	1,224,377	2,189,698	78.84	2,436,146	11.25
REVERSIONS	-614,291					
HHS-ADSD - IDEA PART C COMPLIANCE	5,083,914	5,867,201	3,932,175	-32.98	3,932,175	.00
BALANCE FORWARD	-325	5,495				
FEDERAL FUND	5,084,239	5,860,206	3,930,675	-32.93	3,930,675	
INTER-AGENCY TRANSFER		1,500	1,500		1,500	
TOTAL AGING AND DISABILITY SERVICES	57,955,418	65,969,949	51,715,659	-21.61	55,049,338	6.45
GENERAL FUND	20,334,538	20,841,505	14,430,717	-30.76	11,848,817	-17.89
BALANCE FORWARD	-8,658	1,682,812	850,523	-49.46	539,298	-36.59
FEDERAL FUND	18,159,731	18,529,530	16,173,094	-12.72	15,848,931	-2.00
INTER-AGENCY TRANSFER	14,620,891	17,730,563	13,403,371	-24.41	17,636,393	31.58
OTHER FUND	5,890,895	7,185,539	6,857,954	-4.56	9,175,899	33.80
REVERSIONS	-1,041,979					
HEALTH CARE FINANCING & POLICY						
HHS-HCF&P - HIFA HOLDING ACCOUNT	536,255	665,686	192,492	-71.08		
GENERAL FUND	275,617	332,843	96,246	-71.08		
INTER-AGENCY TRANSFER	268,127	332,843	96,246	-71.08		
REVERSIONS	-7,489					
HHS-HCF&P - INTERGOVERNMENTAL TRANSFER PROGRAM	62,212,378	111,036,372	111,821,583	.71	101,583,688	-9.16
BALANCE FORWARD	-18,607,913	19,175,148	9,911,774	-48.31	1,513,553	-84.73
OTHER FUND	80,820,291	91,861,224	101,909,809	10.94	100,070,135	-1.81
HHS-HCF&P - ADMINISTRATION	74,522,942	92,583,749	128,889,283	39.21	145,164,062	12.63
GENERAL FUND	17,282,845	21,464,961	19,271,526	-10.22	20,078,805	4.19
BALANCE FORWARD	476,996	2,001,678	1,640,621	-18.04	1,162,829	-29.12
FEDERAL FUND	54,453,592	66,137,738	104,996,611	58.75	121,065,798	15.30
INTER-AGENCY TRANSFER	279,609	454,445	344,071	-24.29	354,224	2.95
INTERIM FINANCE	33,448	245,671				
OTHER FUND	2,069,729	2,279,256	2,636,454	15.67	2,502,406	-5.08
REVERSIONS	-73,277					
HHS-HCF&P - INCREASED QUALITY OF NURSING CARE	27,190,358	23,148,932	30,079,617	29.94	31,360,392	4.26
BALANCE FORWARD	-18,558	918,558	900,000	-2.02	900,000	
OTHER FUND	27,208,916	22,230,374	29,179,617	31.26	30,460,392	4.39
HHS-HCF&P - NEVADA CHECK-UP PROGRAM	33,639,250	36,409,032	33,297,427	-8.55	35,059,245	5.29
GENERAL FUND	10,613,413	10,833,631	9,472,543	-12.56	9,415,126	-.61
FEDERAL FUND	21,255,807	22,974,012	22,048,663	-4.03	23,912,344	8.45
INTER-AGENCY TRANSFER	83,221	713,968	154,720	-78.33	78,096	-49.52
OTHER FUND	1,686,809	1,887,421	1,621,501	-14.09	1,653,679	1.98

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
HHS-HCF&P - NEVADA MEDICAID, TITLE XIX	1,454,530,657	1,401,300,149	1,603,023,997	14.40	1,669,131,493	4.12
GENERAL FUND	403,086,174	431,670,698	506,201,587	17.27	500,836,117	-1.06
FEDERAL FUND	944,491,166	831,950,998	921,126,254	10.72	1,001,153,392	8.69
INTER-AGENCY TRANSFER	86,293,766	110,945,235	135,801,869	22.40	126,711,534	-6.69
OTHER FUND	20,659,551	26,733,218	39,894,287	49.23	40,430,450	1.34
HHS-HCF&P - HIFA MEDICAL	1,480,864	1,906,582	595,179	-68.78		
FEDERAL FUND	963,263	1,258,915	407,935	-67.60		
INTER-AGENCY TRANSFER	517,601	647,667	187,244	-71.09		
TOTAL HEALTH CARE FINANCING & POLICY	1,654,112,704	1,667,050,502	1,907,899,578	14.45	1,982,298,880	3.90
GENERAL FUND	431,258,049	464,302,133	535,041,902	15.24	530,330,048	-.88
BALANCE FORWARD	-18,149,475	22,095,384	12,452,395	-43.64	3,576,382	-71.28
FEDERAL FUND	1,021,163,828	922,321,663	1,048,579,463	13.69	1,146,131,534	9.30
INTER-AGENCY TRANSFER	87,442,324	113,094,158	136,584,150	20.77	127,143,854	-6.91
INTERIM FINANCE	33,448	245,671				
OTHER FUND	132,445,296	144,991,493	175,241,668	20.86	175,117,062	-.07
REVERSIONS	-80,766					
HEALTH DIVISION						
HHS-HD - RADIOLOGICAL HEALTH	2,452,094	5,535,641	5,406,167	-2.34	5,630,615	4.15
BALANCE FORWARD	-498,840	1,843,765	2,546,923	38.14	2,772,033	8.84
FEDERAL FUND	430,629	555,460	320,518	-42.30	319,856	-.21
INTER-AGENCY TRANSFER	115,679	460,896	133,896	-70.95	133,896	
OTHER FUND	2,404,626	2,675,520	2,404,830	-10.12	2,404,830	
HHS-HD - HEALTH RADIOACTIVE & HAZARDOUS WASTE	9,085,245	882,756	606,804	-31.26	620,743	2.30
BALANCE FORWARD	8,877,048	539,216	463,248	-14.09	477,187	3.01
OTHER FUND	208,197	343,540	143,556	-58.21	143,556	
HHS-HD - CANCER CONTROL REGISTRY	696,038	1,159,468	1,392,546	20.10	1,380,521	-.86
BALANCE FORWARD	-65,371	414,057	456,154	10.17	521,560	14.34
FEDERAL FUND	618,057	610,861	788,023	29.00	770,592	-2.21
OTHER FUND	143,352	134,550	148,369	10.27	88,369	-40.44
HHS-HD - HEALTH STATISTICS AND PLANNING	1,481,693	1,645,403	1,061,039	-35.51	1,068,204	.68
GENERAL FUND	826,270	810,630	663,592	-18.14	670,031	.97
FEDERAL FUND	577,545	579,969	261,066	-54.99	262,745	.64
INTER-AGENCY TRANSFER	200,533	245,365	127,233	-48.15	126,280	-.75
OTHER FUND	8,882	9,439	9,148	-3.08	9,148	
REVERSIONS	-131,537					
HHS-HD - CONSUMER HEALTH PROTECTION	1,883,460	2,531,109	1,853,233	-26.78	1,844,967	-.45
GENERAL FUND	574,864	487,674				
INTER-AGENCY TRANSFER	196,355	735,094				
OTHER FUND	1,175,159	1,308,341	1,853,233	41.65	1,844,967	-.45
REVERSIONS	-62,918					

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
HHS-DO - CONSUMER HEALTH ASSISTANCE	180,093	146,869	1,194,888	713.57	1,197,484	.22
GENERAL FUND	81,897		304,771		309,687	1.61
BALANCE FORWARD			2,603		2,603	
FEDERAL FUND	102,796	146,869	370,000	151.93	370,000	
INTER-AGENCY TRANSFER			64,508		64,508	
OTHER FUND			453,006		450,686	-.51
REVERSIONS	-4,600					
HHS-HD - EARLY INTERVENTION SERVICES	21,988,774	25,832,860	22,832,845	-11.61	24,451,564	7.09
GENERAL FUND	16,568,321	19,305,065	18,366,869	-4.86	19,985,658	8.81
BALANCE FORWARD	-952	952				
FEDERAL FUND	619,097	644,949	155,415	-75.90	155,346	-.04
INTER-AGENCY TRANSFER	5,170,589	5,723,977	4,251,929	-25.72	4,251,928	-.00
OTHER FUND	65,259	157,917	58,632	-62.87	58,632	
REVERSIONS	-433,540					
HHS-HD - IMMUNIZATION PROGRAM	4,661,254	5,996,459	5,537,165	-7.66	5,195,582	-6.17
GENERAL FUND	967,590	969,931	717,382	-26.04	695,748	-3.02
BALANCE FORWARD	-32,107	32,107	32,107		32,107	
FEDERAL FUND	2,623,460	3,422,878	3,216,522	-6.03	2,896,573	-9.95
INTER-AGENCY TRANSFER	1,259,723	1,571,543	1,571,154	-.02	1,571,154	
REVERSIONS	-157,412					
HHS-HD - WIC FOOD SUPPLEMENT	57,108,321	63,592,626	63,200,823	-.62	64,086,162	1.40
BALANCE FORWARD	-4,604	4,604				
FEDERAL FUND	42,096,372	48,307,485	47,714,712	-1.23	47,703,410	-.02
OTHER FUND	15,016,553	15,280,537	15,486,111	1.35	16,382,752	5.79
HHS-HD - COMMUNICABLE DISEASES	15,148,701	14,729,228	14,564,251	-1.12	14,556,657	-.05
GENERAL FUND	2,110,391	2,092,653	2,081,067	-.55	2,079,975	-.05
BALANCE FORWARD		70				
FEDERAL FUND	12,094,331	12,136,137	11,221,483	-7.54	11,214,981	-.06
OTHER FUND	1,118,716	500,368	1,261,701	152.15	1,261,701	
REVERSIONS	-174,737					
HHS-HD - HEALTH FACILITIES HOSPITAL LICENSING	8,007,676	10,856,101	11,310,018	4.18	11,763,218	4.01
BALANCE FORWARD	1,492,567	1,591,936	1,031,591	-35.20	1,491,166	44.55
FEDERAL FUND	1,807,715	3,116,991	2,102,947	-32.53	2,046,364	-2.69
INTER-AGENCY TRANSFER	759,446	1,197,343	1,206,883	.80	1,207,770	.07
OTHER FUND	3,947,948	4,949,831	6,968,597	40.78	7,017,918	.71
HHS-HD - PUBLIC HEALTH PREPAREDNESS PROGRAM	22,370,571	18,866,126	14,243,250	-24.50	14,204,872	-.27
BALANCE FORWARD	808					
FEDERAL FUND	22,365,843	18,785,601	14,219,228	-24.31	14,184,621	-.24
INTER-AGENCY TRANSFER	3,920	80,525	24,022	-70.17	20,251	-15.70
HHS-HD - BIOSTATISTICS AND EPIDEMIOLOGY			3,805,334		3,804,169	-.03
GENERAL FUND			384,528		383,754	-.20
FEDERAL FUND			2,905,814		2,900,879	-.17
INTER-AGENCY TRANSFER			514,992		519,536	.88

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
HHS-HD - CHRONIC DISEASE	5,905,553	7,528,071	5,367,947	-28.69	4,985,114	-7.13
GENERAL FUND	785,435	785,827				
BALANCE FORWARD	-12,830	12,830				
FEDERAL FUND	5,114,547	6,702,215	5,354,319	-20.11	4,985,114	-6.90
INTER-AGENCY TRANSFER		10,509	13,628	29.68		
OTHER FUND	33,300	16,690				
REVERSIONS	-14,899					
HHS-HD - MATERNAL CHILD HEALTH SERVICES	5,179,526	7,950,977	7,219,143	-9.20	7,082,636	-1.89
GENERAL FUND	982,912	988,649	978,842	-.99	974,880	-.40
BALANCE FORWARD	26,270	550				
FEDERAL FUND	1,954,768	3,606,833	3,780,766	4.82	3,766,481	-.38
INTER-AGENCY TRANSFER	110,730	44,190	154,562	249.77	156,398	1.19
OTHER FUND	2,498,524	3,310,755	2,304,973	-30.38	2,184,877	-5.21
REVERSIONS	-393,678					
HHS-HD - OFFICE OF HEALTH ADMINISTRATION	4,685,053	5,869,716	7,611,570	29.68	9,251,892	21.55
GENERAL FUND	1,063,986	1,067,517	664,948	-37.71	778,369	17.06
BALANCE FORWARD	-1,104,068	1,104,068	1,115,168	1.01	2,675,554	139.92
INTER-AGENCY TRANSFER	4,700,135	3,698,131	5,756,454	55.66	5,722,969	-.58
OTHER FUND	25,000		75,000		75,000	
HHS-HD - COMMUNITY HEALTH SERVICES	3,411,861	4,180,329	3,952,259	-5.46	3,959,922	.19
GENERAL FUND	745,965	776,409	906,852	16.80	912,268	.60
BALANCE FORWARD	-101,842	101,842				
FEDERAL FUND	1,144,564	1,173,936	645,000	-45.06	645,000	
INTER-AGENCY TRANSFER	783,269	1,014,528	1,201,719	18.45	1,205,588	.32
OTHER FUND	1,102,944	1,113,614	1,198,688	7.64	1,197,066	-.14
REVERSIONS	-263,039					
HHS-HD - EMERGENCY MEDICAL SERVICES	1,065,909	1,034,544	1,281,012	23.82	959,446	-25.10
GENERAL FUND	797,636	791,854				
BALANCE FORWARD	816	39,957	39,957		9,521	-76.17
FEDERAL FUND	218,645	162,805	130,000	-20.15	130,000	
INTER-AGENCY TRANSFER	12,283					
OTHER FUND	42,195	39,928	1,111,055	2,682.65	819,925	-26.20
REVERSIONS	-5,666					
HHS-HD - MARIJUANA HEALTH REGISTRY	400,855	970,136	1,779,367	83.41	1,717,481	-3.48
BALANCE FORWARD	-206,116	362,992	620,099	70.83	558,213	-9.98
OTHER FUND	606,971	607,144	1,159,268	90.94	1,159,268	
TOTAL HEALTH DIVISION	165,712,677	179,308,419	174,219,661	-2.84	177,761,249	2.03
GENERAL FUND	25,505,267	28,076,209	25,068,851	-10.71	26,790,370	6.87
BALANCE FORWARD	8,370,779	6,048,946	6,307,850	4.28	8,539,944	35.39
FEDERAL FUND	91,768,369	99,952,989	93,185,813	-6.77	92,351,962	-.89
INTER-AGENCY TRANSFER	13,312,662	14,782,101	15,020,980	1.62	14,980,278	-.27
OTHER FUND	28,397,626	30,448,174	34,636,167	13.75	35,098,695	1.34
REVERSIONS	-1,642,026					

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
WELFARE AND SUPPORTIVE SERVICES						
HHS-WELFARE - ADMINISTRATION	27,679,832	29,362,063	29,604,268	.82	42,564,996	43.78
GENERAL FUND	6,367,167	4,221,547	8,089,201	91.62	8,597,107	6.28
BALANCE FORWARD	171,836	129,120				
FEDERAL FUND	18,002,542	20,259,396	17,740,780	-12.43	17,800,661	.34
INTER-AGENCY TRANSFER	2,971,597	4,307,096	3,600,900	-16.40	15,993,841	344.16
OTHER FUND	173,387	444,904	173,387	-61.03	173,387	
REVERSIONS	-6,697					
HHS-WELFARE - TANF	56,171,051	54,248,806	53,188,229	-1.96	49,564,604	-6.81
GENERAL FUND	24,565,852	24,565,852	29,353,373	19.49	26,019,425	-11.36
BALANCE FORWARD	16,996					
FEDERAL FUND	31,588,203	29,682,954	23,834,856	-19.70	23,545,179	-1.22
HHS-WELFARE - ASSISTANCE TO AGED AND BLIND	7,358,000	7,949,442	7,887,442	-.78	8,189,643	3.83
GENERAL FUND	7,536,983	7,949,442	7,887,442	-.78	8,189,643	3.83
INTER-AGENCY TRANSFER	-150,000					
REVERSIONS	-28,983					
HHS-WELFARE - FIELD SERVICES	66,617,012	76,700,142	76,568,436	-.17	77,153,516	.76
GENERAL FUND	22,708,913	25,408,117	26,590,036	4.65	26,791,153	.76
BALANCE FORWARD	389,350	468,721				
FEDERAL FUND	31,500,758	37,655,007	36,980,881	-1.79	37,266,358	.77
INTER-AGENCY TRANSFER	11,986,385	13,143,897	12,947,851	-1.49	13,045,900	.76
OTHER FUND	47,296	24,400	49,668	103.56	50,105	.88
REVERSIONS	-15,690					
HHS-WELFARE - CHILD SUPPORT ENFORCEMENT PROGRAM	11,676,508	19,095,188	15,134,617	-20.74	14,971,709	-1.08
BALANCE FORWARD	-988,018	4,635,954	2,293,703	-50.52	1,846,825	-19.48
FEDERAL FUND	7,312,437	8,709,204	7,517,093	-13.69	7,835,173	4.23
OTHER FUND	5,352,089	5,750,030	5,323,821	-7.41	5,289,711	-.64
HHS-WELFARE - CHILD SUPPORT FEDERAL REIMBURSEMENT	28,625,298	35,085,474	35,237,108	.43	38,536,485	9.36
BALANCE FORWARD	532,803	130,658	69,418	-46.87		
FEDERAL FUND	28,064,454	34,947,622	35,139,649	.55	38,508,444	9.59
OTHER FUND	28,041	7,194	28,041	289.78	28,041	
HHS-WELFARE - CHILD ASSISTANCE AND DEVELOPMENT	42,977,574	47,627,937	38,025,996	-20.16	39,302,167	3.36
GENERAL FUND	8,453,594	7,723,200	2,580,421	-66.59	2,580,421	
BALANCE FORWARD	-1,086,143	1,409,235	893,755	-36.58		
FEDERAL FUND	35,610,123	38,495,502	34,551,820	-10.24	36,721,746	6.28
HHS-WELFARE - ENERGY ASSISTANCE PROGRAM	29,196,806	22,796,265	18,441,374	-19.10	18,417,288	-.13
BALANCE FORWARD	74,783				300,000	
FEDERAL FUND	20,260,219	12,197,155	9,789,346	-19.74	9,486,067	-3.10
OTHER FUND	8,861,804	10,599,110	8,652,028	-18.37	8,631,221	-.24

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
TOTAL WELFARE AND SUPPORTIVE SERVICES	270,302,081	292,865,317	274,087,470	-6.41	288,700,408	5.33
GENERAL FUND	69,632,509	69,868,158	74,500,473	6.63	72,177,749	-3.12
BALANCE FORWARD	-888,393	6,773,688	3,256,876	-51.92	2,146,825	-34.08
FEDERAL FUND	172,338,736	181,946,840	165,554,425	-9.01	171,163,628	3.39
INTER-AGENCY TRANSFER	14,807,982	17,450,993	16,548,751	-5.17	29,039,741	75.48
OTHER FUND	14,462,617	16,825,638	14,226,945	-15.44	14,172,465	-3.8
REVERSIONS	-51,370					
MENTAL HEALTH AND DEVELOPMENTAL SERVICES						
HHS-MHDS - SO NV ADULT MENTAL HEALTH SERVICES	88,997,970	94,351,499	84,678,076	-10.25	85,827,525	1.36
GENERAL FUND	77,676,178	79,182,312	71,337,901	-9.91	72,485,115	1.61
FEDERAL FUND	6,884,237	7,514,845	6,227,822	-17.13	6,225,890	-.03
INTER-AGENCY TRANSFER	4,369,042	7,317,420	5,149,293	-29.63	5,150,209	.02
OTHER FUND	309,713	336,922	1,963,060	482.65	1,966,311	.17
REVERSIONS	-241,200					
HHS-MHDS - NO NV ADULT MENTAL HEALTH SVCS	31,683,270	33,857,154	30,678,701	-9.39	30,830,330	.49
GENERAL FUND	28,374,386	28,504,759	24,383,057	-14.46	24,519,496	.56
BALANCE FORWARD	-137,273	137,273				
FEDERAL FUND	2,056,633	1,501,424	2,004,793	33.53	2,014,391	.48
INTER-AGENCY TRANSFER	2,655,093	3,396,605	2,699,216	-20.53	2,693,535	-.21
OTHER FUND	796,709	317,093	1,591,635	401.95	1,602,908	.71
REVERSIONS	-2,062,278					
HHS-MHDS - MENTAL HEALTH INFORMATION SYSTEM	1,680,760	1,941,107	1,665,350	-14.21	1,694,642	1.76
GENERAL FUND	1,426,611	1,541,099	1,293,860	-16.04	1,320,126	2.03
FEDERAL FUND	95,536	142,200	132,871	-6.56	132,833	-.03
INTER-AGENCY TRANSFER	249,873	257,808	238,619	-7.44	241,683	1.28
REVERSIONS	-91,260					
HHS-MHDS - FAMILY PRESERVATION PROGRAM	2,260,604	2,335,268	2,638,570	12.99	2,756,006	4.45
GENERAL FUND	2,260,842	2,335,268	2,638,570	12.99	1,596,310	-39.50
INTER-AGENCY TRANSFER					1,159,696	
REVERSIONS	-238					
HHS-MHDS - RURAL REGIONAL CENTER	14,933,178	16,071,357	14,663,030	-8.76	14,692,561	.20
GENERAL FUND	8,450,286	9,276,340	8,034,929	-13.38	7,850,720	-2.29
FEDERAL FUND	91,081					
INTER-AGENCY TRANSFER	6,593,840	6,795,017	5,738,499	-15.55	5,977,642	4.17
OTHER FUND			889,602		864,199	-2.86
REVERSIONS	-202,029					
HHS-MHDS - ADMINISTRATION	7,547,650	7,569,059	7,686,725	1.55	7,720,841	.44
GENERAL FUND	2,574,619	2,577,400	1,950,640	-24.32	1,976,623	1.33
FEDERAL FUND	4,048,718	4,169,574	4,169,861	.01	4,168,188	-.04
INTER-AGENCY TRANSFER	1,080,186	807,086	1,566,224	94.06	1,576,030	.63
OTHER FUND		14,999				
REVERSIONS	-155,873					

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
HHS-MHDS - SUBSTANCE ABUSE PREV & TREATMENT AGCY	25,954,253	29,512,767	22,588,166	-23.46	22,581,462	-.03
GENERAL FUND	10,197,034	10,367,541	7,410,410	-28.52	7,432,967	.30
BALANCE FORWARD	-271,438	458,198				
FEDERAL FUND	15,829,760	17,626,318	13,700,185	-22.27	13,711,821	.08
INTER-AGENCY TRANSFER	479,337	790,163	1,179,337	49.25	1,179,337	
OTHER FUND	365,843	270,547	298,234	10.23	257,337	-13.71
REVERSIONS	-646,283					
HHS-MHDS - ALCOHOL TAX PROGRAM	799,896	1,326,164	1,233,685	-6.97	1,233,685	.00
BALANCE FORWARD	-155,330	256,823	276,164	7.53	276,164	
OTHER FUND	955,226	1,069,341	957,521	-10.46	957,521	
HHS-MHDS - DESERT REGIONAL CENTER	77,340,671	90,507,916	86,593,578	-4.32	86,841,985	.29
GENERAL FUND	41,187,821	49,980,436	46,399,745	-7.16	45,990,126	-.88
INTER-AGENCY TRANSFER	38,165,279	40,358,038	36,884,923	-8.61	37,397,360	1.39
OTHER FUND	159,265	169,442	3,308,910	1,852.83	3,454,499	4.40
REVERSIONS	-2,171,694					
HHS-MHDS - SIERRA REGIONAL CENTER	32,050,854	34,818,421	34,412,501	-1.17	34,458,018	.13
GENERAL FUND	17,841,655	20,002,478	18,549,183	-7.27	18,445,704	-.56
INTER-AGENCY TRANSFER	16,055,163	14,815,943	14,177,419	-4.31	14,374,812	1.39
OTHER FUND	599,436		1,685,899		1,637,502	-2.87
REVERSIONS	-2,445,400					
HHS-MHDS - FACILITY FOR THE MENTAL OFFENDER	9,247,624	9,396,076	8,590,096	-8.58	8,666,792	.89
GENERAL FUND	8,982,759	9,140,163	8,338,452	-8.77	8,415,148	.92
INTER-AGENCY TRANSFER	350,000					
OTHER FUND	287,350	255,913	251,644	-1.67	251,644	
REVERSIONS	-372,485					
HHS-MHDS - RURAL CLINICS	15,056,358	15,969,321	12,264,870	-23.20	12,383,740	.97
GENERAL FUND	11,767,193	12,668,885	10,359,984	-18.22	10,460,149	.97
FEDERAL FUND	739,585	657,122	335,146	-49.00	333,305	-.55
INTER-AGENCY TRANSFER	2,277,331	2,183,483	1,175,795	-46.15	1,195,621	1.69
OTHER FUND	404,063	459,831	393,945	-14.33	394,665	.18
REVERSIONS	-131,814					
TOTAL MENTAL HEALTH AND DEVELOPMENTAL SERVICES	307,553,088	337,656,109	307,693,348	-8.87	309,687,587	.65
GENERAL FUND	210,739,384	225,576,681	200,696,731	-11.03	200,492,484	-1.10
BALANCE FORWARD	-564,041	852,294	276,164	-67.60	276,164	
FEDERAL FUND	29,745,550	31,611,483	26,570,678	-15.95	26,586,428	.06
INTER-AGENCY TRANSFER	72,275,144	76,721,563	68,809,325	-10.31	70,945,925	3.11
OTHER FUND	3,877,605	2,894,088	11,340,450	291.85	11,386,586	.41
REVERSIONS	-8,520,554					

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
CHILD AND FAMILY SERVICES						
HHS-DCFS - COMMUNITY JUVENILE JUSTICE PROGRAMS	2,784,513	4,657,606	2,128,740	-54.30	2,271,756	6.72
GENERAL FUND	1,165,665	1,165,665				
BALANCE FORWARD	-153,931	353,436	362,928	2.69	505,944	39.41
FEDERAL FUND	1,713,770	3,111,930	1,760,825	-43.42	1,760,825	
INTER-AGENCY TRANSFER	71,990					
OTHER FUND	5,214	26,575	4,987	-81.23	4,987	
REVERSIONS	-18,195					
HHS-DCFS - WASHOE COUNTY INTEGRATION	26,736,142	30,481,491	29,353,212	-3.70	29,939,685	2.00
GENERAL FUND	14,278,544	15,321,327	14,250,000	-6.99	14,250,000	
FEDERAL FUND	12,679,104	12,650,465	13,447,787	6.30	14,034,260	4.36
INTER-AGENCY TRANSFER	676,653	1,783,398	955,425	-46.43	955,425	
INTERIM FINANCE	9,630					
OTHER FUND	23,273	726,301	700,000	-3.62	700,000	
REVERSIONS	-931,062					
HHS-DCFS - CLARK COUNTY INTEGRATION	77,472,333	78,987,025	78,348,217	-.81	80,712,878	3.02
GENERAL FUND	41,313,906	45,767,772	42,750,000	-6.59	42,750,000	
FEDERAL FUND	34,004,382	27,147,888	33,803,462	24.52	36,168,123	7.00
INTER-AGENCY TRANSFER	3,298,147	3,456,846	1,794,755	-48.08	1,794,755	
OTHER FUND		2,614,519				
REVERSIONS	-1,144,102					
HHS-DCFS - UNITY/SACWIS	5,251,147	5,198,761	5,963,410	14.71	8,151,953	36.70
GENERAL FUND	2,775,214	2,720,419	3,107,989	14.25	4,199,709	35.13
BALANCE FORWARD	1,088	156				
FEDERAL FUND	2,212,385	2,373,381	2,606,109	9.81	3,701,386	42.03
INTER-AGENCY TRANSFER	345,045	104,805	249,312	137.88	250,858	.62
REVERSIONS	-82,585					
HHS-DCFS - CHILDREN, YOUTH & FAMILY ADMINISTRATION	20,246,882	20,246,188	17,588,497	-13.13	17,700,607	.64
GENERAL FUND	7,102,995	7,884,971	5,356,769	-32.06	5,439,458	1.54
BALANCE FORWARD	272,428	86,361				
FEDERAL FUND	10,644,606	10,541,756	11,027,296	4.61	11,052,087	.22
INTER-AGENCY TRANSFER	2,576,404	1,553,100	1,139,432	-26.63	1,144,062	.41
OTHER FUND		180,000	65,000	-63.89	65,000	
REVERSIONS	-349,551					
HHS-DCFS - YOUTH ALTERNATIVE PLACEMENT	3,702,597	3,532,099	1,997,618	-43.44	1,997,618	.00
GENERAL FUND	1,704,979	1,534,481				
OTHER FUND	1,997,618	1,997,618	1,997,618		1,997,618	
HHS-DCFS - JUVENILE CORRECTIONAL FACILITY	5,044,400	968,074	1,472,661	52.12	1,472,939	.02
GENERAL FUND	5,553,360	968,074	1,472,661	52.12	1,472,939	.02
INTER-AGENCY TRANSFER	-3,586					
REVERSIONS	-505,374					

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HHS-HD - CHILD CARE SERVICES	1,086,434	1,493,304	1,579,611	5.78	1,600,120	1.30
GENERAL FUND	100	100	15,441	15,341.00	51,088	230.86
BALANCE FORWARD	220	110,682	21,988	-80.13	6,850	-68.85
INTER-AGENCY TRANSFER	1,035,844	1,313,072	1,471,402	12.06	1,471,402	
OTHER FUND	50,370	69,450	70,780	1.92	70,780	
REVERSIONS	-100					
HHS-DCFS - CALIENTE YOUTH CENTER	7,767,389	8,399,270	8,006,198	-4.68	8,104,011	1.22
GENERAL FUND	7,783,735	8,131,449	7,777,466	-4.35	7,856,110	1.01
INTER-AGENCY TRANSFER	318,927	267,821	228,732	-14.60	247,901	8.38
REVERSIONS	-335,273					
HHS-DCFS - VICTIMS OF DOMESTIC VIOLENCE	3,583,903	2,479,980	4,036,547	62.77	4,005,995	-.76
BALANCE FORWARD	-169,534	456,306	320,464	-29.77	289,912	-9.53
INTER-AGENCY TRANSFER	341,187	200,000				
OTHER FUND	3,412,250	1,823,674	3,716,083	103.77	3,716,083	
HHS-DCFS - RURAL CHILD WELFARE	15,840,076	17,714,055	16,105,502	-9.08	16,567,282	2.87
GENERAL FUND	6,914,723	8,894,128	5,506,280	-38.09	5,723,224	3.94
BALANCE FORWARD	-2,158	232,294	232,294		232,294	
FEDERAL FUND	5,510,644	4,687,427	5,702,343	21.65	5,902,351	3.51
INTER-AGENCY TRANSFER	3,071,999	3,815,170	2,050,652	-46.25	2,050,652	
OTHER FUND	344,868	85,036	2,613,933	2,973.91	2,658,761	1.71
HHS-DCFS - CHILD WELFARE TRUST	327,271	739,167	327,271	-55.72	327,271	.00
BALANCE FORWARD	42,584	5,599				
FEDERAL FUND	283,969					
OTHER FUND	718	733,568	327,271	-55.39	327,271	
HHS-DCFS - TRANSITION FROM FOSTER CARE	1,088,828	1,723,929	1,732,602	.50	1,737,420	.28
BALANCE FORWARD	9,846	1,099,177	630,033	-42.68	620,868	-1.45
OTHER FUND	1,078,982	624,752	1,102,569	76.48	1,116,552	1.27
HHS-DCFS - REVIEW OF DEATH OF CHILDREN	103,228	262,849	255,665	-2.73	277,740	8.63
BALANCE FORWARD	-17,218	125,245	115,474	-7.80	135,092	16.99
OTHER FUND	120,446	137,604	140,191	1.88	142,648	1.75
HHS-DCFS - NEVADA YOUTH TRAINING CENTER	9,373,083	10,858,459	9,136,302	-15.86	9,284,926	1.63
GENERAL FUND	9,706,154	10,222,116	8,758,397	-14.32	8,885,654	1.45
BALANCE FORWARD	57,187	4,421				
INTER-AGENCY TRANSFER	376,876	587,927	377,905	-35.72	399,272	5.65
OTHER FUND	25,950	43,995				
REVERSIONS	-793,084					
HHS-DCFS - YOUTH PAROLE SERVICES	5,451,290	6,605,371	5,490,544	-16.88	5,506,153	.28
GENERAL FUND	6,125,411	6,529,355				
OTHER FUND	45,432	76,016	5,490,544	7,122.88	5,506,153	.28
REVERSIONS	-719,553					

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
HHS-DCFS - WRAPAROUND IN NEVADA	3,985,256	4,080,760				
GENERAL FUND	1,867,863	2,096,125				
INTER-AGENCY TRANSFER	2,524,975	1,984,635				
REVERSIONS	-407,582					
HHS-DCFS - NORTHERN NV CHILD & ADOLESCENT SERVICES	6,146,207	6,320,123	7,404,705	17.16	7,556,879	2.06
GENERAL FUND	2,510,448	2,777,183	3,109,465	11.96	3,120,662	.36
BALANCE FORWARD	3,433					
INTER-AGENCY TRANSFER	4,104,341	3,466,906	4,219,206	21.70	4,360,183	3.34
OTHER FUND	53,424	76,034	76,034		76,034	
REVERSIONS	-525,439					
HHS-DCFS - SOUTHERN NV CHILD & ADOLESCENT SERVICES	22,399,269	22,707,404	23,984,754	5.63	24,240,227	1.07
GENERAL FUND	8,602,464	9,564,251	10,940,206	14.39	10,619,703	-2.93
INTER-AGENCY TRANSFER	14,645,221	12,857,152	12,265,285	-4.60	12,826,045	4.57
OTHER FUND	721,966	286,001	779,263	172.47	794,479	1.95
REVERSIONS	-1,570,382					
TOTAL CHILD AND FAMILY SERVICES	218,390,248	227,455,915	214,912,056	-5.51	221,455,460	3.04
GENERAL FUND	117,405,561	123,577,416	103,044,674	-16.62	104,368,547	1.28
BALANCE FORWARD	43,945	2,473,677	1,683,181	-31.96	1,790,960	6.40
FEDERAL FUND	67,048,860	60,512,847	68,347,822	12.95	72,619,032	6.25
INTER-AGENCY TRANSFER	33,384,023	31,390,832	24,752,106	-21.15	25,500,555	3.02
INTERIM FINANCE	9,630					
OTHER FUND	7,880,511	9,501,143	17,084,273	79.81	17,176,366	.54
REVERSIONS	-7,382,282					
EMPLOYMENT, TRAINING AND REHABILITATION						
DETR - ADMINISTRATION	4,538,337	5,032,917	5,463,567	8.56	5,515,821	.96
BALANCE FORWARD	-91,189	351,469	275,077	-21.74	275,077	
INTER-AGENCY TRANSFER	4,629,526	4,681,448	5,188,490	10.83	5,240,744	1.01
DETR - INFORMATION DEVELOPMENT AND PROCESSING	8,001,448	9,632,199	12,252,814	27.21	12,138,033	-.94
BALANCE FORWARD	-588,989	902,021	654,518	-27.44	654,518	
FEDERAL FUND		27,882				
INTER-AGENCY TRANSFER	8,590,437	8,702,296	11,598,296	33.28	11,483,515	-.99
DETR - RESEARCH & ANALYSIS	5,829,895	4,828,103	3,053,569	-36.75	3,094,442	1.34
BALANCE FORWARD	-24,983	228,721	251,805	10.09	251,805	
FEDERAL FUND	4,599,889	3,296,654	1,110,589	-66.31	1,119,192	.77
INTER-AGENCY TRANSFER	1,254,989	1,302,728	1,691,175	29.82	1,723,445	1.91
DETR - EQUAL RIGHTS COMMISSION	1,259,990	1,434,655	1,042,790	-27.31	1,036,186	-.63
GENERAL FUND	938,142	982,752	699,788	-28.79	704,796	.72
FEDERAL FUND	338,200	451,103	341,360	-24.33	329,748	-3.40
OTHER FUND	1,642	800	1,642	105.25	1,642	
REVERSIONS	-17,994					

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
DETR - REHABILITATION ADMINISTRATION	1,230,381	1,522,802	1,427,409	-6.26	1,450,861	1.64
GENERAL FUND	2,786	2,791				
BALANCE FORWARD	-105,000	175,000	191,730	9.56	191,730	
FEDERAL FUND	241,478	205,411	343,580	67.26	347,909	1.26
INTER-AGENCY TRANSFER	1,091,117	1,139,600	892,099	-21.72	911,222	2.14
DETR - DISABILITY ADJUDICATION	15,588,671	16,873,983	18,471,110	9.47	18,865,135	2.13
FEDERAL FUND	15,588,671	16,873,983	18,471,110	9.47	18,865,135	2.13
DETR - VOCATIONAL REHABILITATION	16,274,288	21,379,985	16,805,944	-21.39	16,716,389	-5.3
GENERAL FUND	2,887,156	2,879,554	2,169,532	-24.66	2,153,334	-7.5
BALANCE FORWARD	-546,737	902,574	882,575	-2.22	882,576	.00
FEDERAL FUND	13,781,111	17,448,650	13,744,837	-21.23	13,671,479	-5.3
INTER-AGENCY TRANSFER	152,758	149,207	9,000	-93.97	9,000	
DETR - SERVICES TO THE BLIND & VISUALLY IMPAIRED	4,316,736	5,659,298	4,319,912	-23.67	4,254,359	-1.52
GENERAL FUND	1,012,086	1,010,689	606,534	-39.99	600,144	-1.05
BALANCE FORWARD	-63,795	145,605	133,859	-8.07	133,859	
FEDERAL FUND	3,344,916	4,485,098	3,545,925	-20.94	3,486,233	-1.68
INTER-AGENCY TRANSFER	23,529	17,906	33,594	87.61	34,123	1.57
DETR - BLIND BUSINESS ENTERPRISE PROGRAM	2,189,851	5,703,149	5,478,768	-3.93	5,196,692	-5.15
BALANCE FORWARD	-158,043	3,252,890	3,129,629	-3.79	2,847,553	-9.01
FEDERAL FUND	837,507	830,001	838,752	1.05	838,752	
OTHER FUND	1,510,387	1,620,258	1,510,387	-6.78	1,510,387	
DETR - CLIENT ASSISTANCE PROGRAM	209,782	208,559	198,380	-4.88	202,576	2.12
FEDERAL FUND	209,782	208,559	198,380	-4.88	202,576	2.12
DETR - EMPLOYMENT SECURITY	92,989,570	108,031,561	109,304,257	1.18	110,069,727	.70
BALANCE FORWARD	-980,481	1,801,448	10,226,131	467.66	10,365,070	1.36
FEDERAL FUND	90,042,819	103,894,112	86,356,962	-16.88	86,791,195	.50
INTER-AGENCY TRANSFER	2,720,061	1,820,379	1,785,533	-1.91	1,795,213	.54
OTHER FUND	1,207,171	515,622	10,935,631	2,020.86	11,118,249	1.67
DETR - CAREER ENHANCEMENT PROGRAM	14,218,641	17,917,782				
BALANCE FORWARD	2,120,113	5,452,368				
FEDERAL FUND	2,073,859	1,410,414				
INTER-AGENCY TRANSFER	88,025	15,000				
OTHER FUND	9,936,644	11,040,000				
DETR - EMPLOYMENT SECURITY - SPECIAL FUND	10,413,645	15,244,017	10,744,876	-29.51	7,034,566	-34.53
BALANCE FORWARD	5,595,182	3,108,528	2,571,907	-17.26	2,650,428	3.05
FEDERAL FUND	3,324,509	10,416,900	6,685,719	-35.82	2,896,888	-56.67
OTHER FUND	1,493,954	1,718,589	1,487,250	-13.46	1,487,250	

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	2009-2010 Actual	2010-2011 Work Program	2011-2012 GOVERNOR RECOMMENDS	% Change	2012-2013 GOVERNOR RECOMMENDS	% Change
TOTAL EMPLOYMENT, TRAINING AND REHABILITATION	177,061,235	213,469,010	188,563,396	-11.67	185,574,787	-1.58
GENERAL FUND	4,840,170	4,875,786	3,475,854	-28.71	3,458,274	-.51
BALANCE FORWARD	5,156,078	16,320,624	18,317,231	12.23	18,252,616	-.35
FEDERAL FUND	134,382,741	159,548,767	131,637,214	-17.49	128,549,107	-2.35
INTER-AGENCY TRANSFER	18,550,442	17,828,564	21,198,187	18.90	21,197,262	-.00
OTHER FUND	14,149,798	14,895,269	13,934,910	-6.45	14,117,528	1.31
REVERSIONS	-17,994					
HUMAN SERVICES						
GENERAL FUND	884,919,153	943,508,614	961,796,167	1.94	952,390,942	-.98
BALANCE FORWARD	-6,077,212	57,212,544	43,224,990	-24.45	35,222,189	-18.51
FEDERAL FUND	1,559,413,375	1,502,741,302	1,571,849,143	4.60	1,673,741,650	6.48
INTER-AGENCY TRANSFER	263,036,478	295,664,431	299,872,389	1.42	313,616,520	4.58
INTERIM FINANCE	277,652	245,671				
OTHER FUND	245,133,767	261,358,357	298,901,886	14.36	309,445,555	3.53
REVERSIONS	-18,973,979					
TOTAL FOR HUMAN SERVICES	2,927,729,234	3,060,730,919	3,175,644,575	3.75	3,284,416,856	3.43
Less: INTER-AGENCY TRANSFER	263,036,478	295,664,431	299,872,389	1.42	313,616,520	4.58
NET HUMAN SERVICES	2,664,692,756	2,765,066,488	2,875,772,186	4.00	2,970,800,336	3.30