

Report on Governor Steve Beshear's
2012-2014 Budget Proposal
As It Relates to Programs of Interest to the Kentucky Council
on Developmental Disabilities

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The following table presents information taken from Governor Steve Beshear's FY 2013 -- FY 2014 budget proposal. It focuses on agencies and programs of interest to the developmental disabilities community.

Probably the most useful way to look at the information about the budget is to focus on FY 2012 revised (that's the current budget) and FY 2013 recommended (that is next year's budget). Agency requests for the coming biennium reflect the agency administrators' assessments of needs and wish lists. They are almost uniformly higher than the current budget and no one expects those requests to be met given the state's current fiscal situation.

In the last biennium, federal stimulus funds had helped Kentucky deal with severe revenue shortfalls. Since those funds have run out, the Commonwealth must depend on its own revenue generating ability, which is still hampered by the economic downturn, and slow recovery.

The General Assembly and its members therefore face two broad choices: cut spending dramatically or increase revenues. As there has been no broad push for raising taxes, nor has there been enough support for potential gaming revenues, cuts are the path that has been chosen. In fact, the 2013-2014 budget proposal would cut 8.4% from current spending levels. The executive summary of the Budget proposal in brief lists six factors that are forcing a spending reduction:

The forces that shape the fiscal outlook for the 2012-14 biennium include: 1) the replacement of one-time resources used to finance current spending, 2) increasing costs to honor obligations or maintain critical services, 3) the cumulative impact of five consecutive years of budget cuts, 4) the expiration of federal stimulus funds that averted severe budget cuts in education and Medicaid, 5) modest growth in revenue receipts, and 6) and a set of future obligations and priorities that must be addressed.

Even with an anticipated average revenue increase of 2.7% over the next two years, spending decisions are difficult. In spite of this, there are a few areas that the Governor has made a priority for spending *increases*. Such proposed increases that would be of most interest to the Developmental Disabilities Council include:

1. additional spending of \$3,300,000 in fiscal year 2013 and \$10,200,000 in fiscal year 2014 to continue the roll-out of the Supports for Community Living program. There will be 450 slots added in fiscal year 2013 and an additional 350 slots added in fiscal year 2014 for a total of 800 new slots added over the biennium.
2. \$1.2 million in fiscal year 2013 and \$1 million in fiscal year 2014 for the development and operation of an Adult Abuse Registry.
3. Funding to bring the new Eastern State hospital on-line
4. An increase in Medicaid spending in the second year of the biennium.

Also of note are some decreases in the budget.

1. Commonwealth Council on Developmental Disabilities: - 7.3%
2. Behavioral health, Developmental, and Intellectual Disabilities: -3% in the first year
3. Medicaid Benefits: -4.7% in first year, but up 2.1% over FY2012 in second year.
4. Aging and Independent Living; -7.2%

2012 - 2014 Budget Recommendations					
	FY 2012 Revised	FY 2013 Requested	FY 2014 Requested	Recommended FY 2013	Recommended FY 2014
General Government					
Commission on Human Rights	\$1,727,500	\$2,619,100	\$2,656,200	\$1,616,100	\$1,648,700
Occupational & Professional Boards & Commissions	\$37,868,300	\$38,992,100	\$37,037,200	\$37,567,400	\$34,834,300
Department of Education					
Learning and Results Services	\$1,471,934,000	\$1,557,192,200	\$1,610,716,100	\$1,390,373,000	\$1,397,629,400
Early Childhood Development	\$71,961,200	\$101,296,300	\$101,313,800	\$71,932,100	\$86,932,100
Kentucky Educational Collaborative for State Agency Children	\$10,108,300	\$18,318,800	\$18,318,800	\$9,653,400	\$9,653,400
Support Education Excellence in Kentucky	\$2,899,498,000	\$3,507,377,700	\$3,718,201,200	\$2,899,498,000	\$2,899,498,000

Education and Workforce Development					
	FY 2012 Revised	FY 2013 Requested	FY 2014 Requested	Recommended FY 2013	Recommended FY 2014
General Administration and Program Support	\$9,880,800	\$15,148,800	\$15,414,900	\$11,155,100	\$11,922,300
Deaf and Hard of Hearing	\$1,525,700	\$1,968,300	\$1,973,400	\$1,700,900	\$1,847,900
Office for the Blind	\$12,205,800	\$14,388,200	\$13,166,300	\$12,568,000	\$12,955,200
Vocational Rehabilitation	\$56,100,300	\$64,878,300	\$64,965,200	\$56,526,000	\$56,811,000
Health and Family Services					
General Administration and Program Support	\$81,371,500	\$101,000,100	\$103,081,000	\$84,335,400	\$83,665,500
Office of Inspector General	\$19,195,100	\$24,293,700	\$24,423,900	\$22,592,500	\$22,181,100
Commission for Children with Special Health Care Needs	\$16,507,800	\$17,666,500	\$17,888,300	\$16,408,600	\$16,298,500
Medicaid Services					
Medicaid Benefits	\$5,914,552,000	\$5,861,425,100	\$7,039,603,800	\$5,630,968,700	\$6,036,664,800
KCHIP Benefits	\$165,754,900	\$172,166,800	\$179,154,300	\$172,166,800	\$179,154,300

	FY 2012 Revised	FY 2013 Requested	FY 2014 Requested	Recommended FY 2013	Recommended FY 2014
Behavioral Health, Developmental and Intellectual Disabilities	\$459,090,600	\$493,395,400	\$518,450,600	\$445,123,900	\$459,811,800
Community Behavioral Health	\$123,362,400	\$129,362,900	\$129,500,700	\$120,707,600	\$120,767,200
Community Mental Health Services	\$86,975,800	\$92,001,100	\$92,140,000	\$86,304,400	\$86,333,900
Community Developmental and Intellectual Disabilities	\$27,576,300	\$27,903,100	\$27,996,300	\$27,589,800	\$27,683,900
Local Developmental and Intellectual Disabilities	\$26,052,300	\$26,362,900	\$26,434,200	\$26,177,800	\$26,271,900
KY Developmental Disability Council	\$1,524,000	\$1,540,200	\$1,562,100	\$1,412,000	\$1,412,000
Residential Services	\$275,430,500	\$283,736,100	\$308,444,500	\$263,138,200	\$276,984,400
Public Health	\$436,020,400	\$434,293,400	\$417,658,000	\$399,516,800	\$380,023,100
Prevention and Quality Improvement Program	\$10,186,500	\$11,193,800	\$11,715,100	\$9,712,500	\$9,572,600
Maternal and Child Health Program	\$267,895,000	\$247,968,100	\$232,803,000	\$243,019,500	\$227,735,500
Laboratory Services	\$6,258,200	\$8,852,100	\$8,914,000	\$5,978,200	\$6,015,100

	FY 2012 Revised	FY 2013 Requested	FY 2014 Requested	Recommended FY 2013	Recommended FY 2014
Office of Health Policy	\$9,196,600	\$4,771,100	\$2,866,400	\$1,636,700	\$1,214,800
Family Resource Centers and Volunteer Services	\$3,879,100	\$3,983,100	\$4,015,600	\$3,601,000	\$3,601,800
Family Resource and Youth Services	\$381,200	\$399,200	\$399,200	\$383,000	\$383,000
Income Support	\$106,963,800	\$111,394,400	\$116,532,400	\$109,856,900	\$110,225,400
Disability Determinations	\$49,153,000	\$52,319,600	\$53,098,500	\$52,319,600	\$53,098,500
Community Based Services	\$981,122,700	\$1,063,908,900	\$1,074,435,800	\$935,361,900	\$931,652,300
Family and Community Services	\$452,454,600	\$496,332,800	\$511,305,500	\$437,831,900	\$437,629,400
Family-Based Services	\$102,792,000	\$130,432,700	\$134,430,900	\$109,572,500	\$107,919,600
Adult Services	\$34,796,000	\$37,345,200	\$37,593,500	\$33,668,400	\$36,426,100
Alternatives for Children	\$314,866,600	\$328,554,900	\$339,281,100	\$294,591,000	\$293,283,700
Aging and Independent Living	\$63,403,600	\$75,474,100	\$77,855,500	\$58,941,900	\$58,529,300

	FY 2012 Revised	FY 2013 Requested	FY 2014 Requested	Recommended FY 2013	Recommended FY 2014
Aging and Independent Living	\$58,710,400	\$69,771,700	\$71,951,300	\$54,383,100	\$53,910,900
Guardianship	\$4,693,200	\$5,702,400	\$5,904,200	\$4,558,800	\$4,618,400
Transportation					
Public Transportation Division	\$54,453,900	\$38,974,900	\$39,152,000	\$37,126,000	\$37,303,700
Human Services Delivery Program	\$406,900	\$440,000	\$440,000	\$440,000	\$440,000