

Illinois Department on Aging



**Fiscal Year 2008
Budget Briefing
March 7, 2007**

Rod R. Blagojevich, Governor
Charles D. Johnson, Director

Budget Highlights

- The Governor's Fiscal Year 2008 budget request totals \$562.9 million. It represents an overall increase of \$53.5 million or 10.5% over the FY07 current appropriations.
- The budget will fund:
 - Anticipated growth in the Community Care Program;
 - Continuation of long term care reform efforts, including Comprehensive Care Coordination, Flexible Senior Services, and Enhanced Transition Services;
 - Support for Home Delivered Meals;
 - Additional growth in Elder Abuse and Neglect; and
 - Expansion of state Ombudsman services

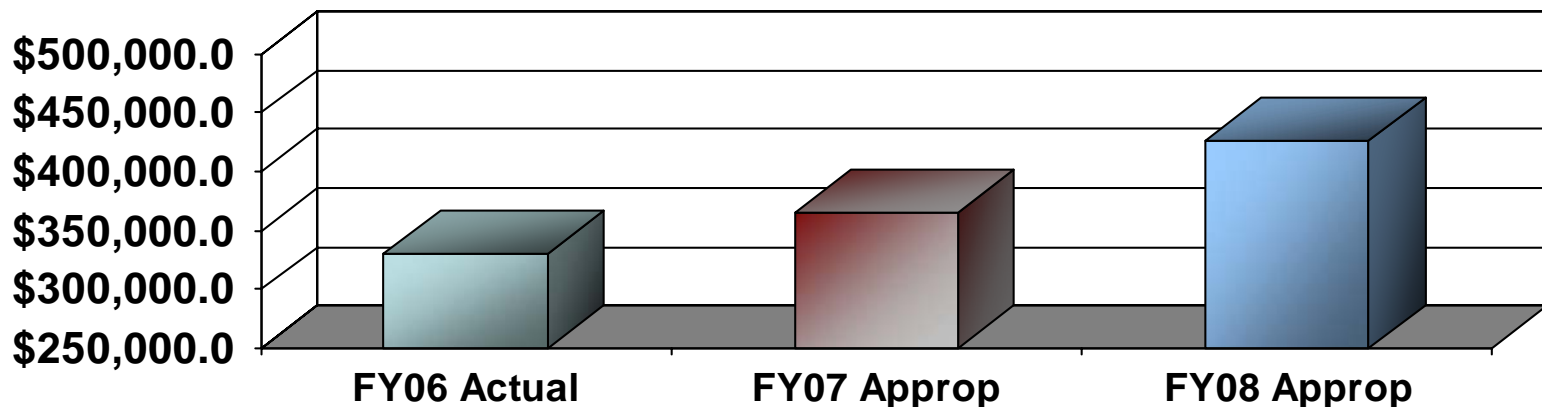
Budget Highlights

- Approximately \$481.7 million, or 86% of the total FY08 budget is funded by General Revenue.
- Direct Federal funds comprise \$73 million, or 13% of the FY08 Introduced Budget.
- The state also receives approximately \$103 million Federal Financial Participation (FFP) on behalf of CCP clients who are enrolled in Medicaid.
- The budget includes funding to support 177 staff positions.

FY08 Introduced Budget

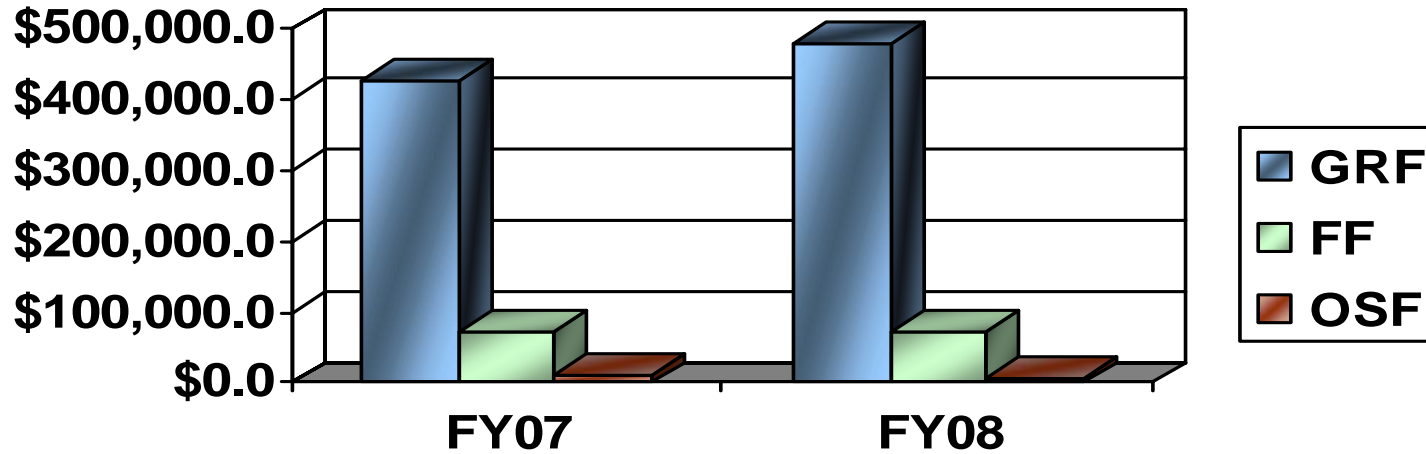
General Revenue Funds (in thousands)

- **FY06 Actual Expenditures** **\$352,142.9**
- **FY07 Appropriations** **\$426,465.3**
- **FY08 Introduced Budget** **\$481,691.7**



Agency Appropriations Summary

(Amounts shown in thousands of dollars)



| | FY07 | FY08 |
|-----------------------------|--------------------|--------------------|
| All Funds | \$509,392.4 | \$562,864.0 |
| General Revenue | 426,465.3 | 481,691.8 |
| Direct Federal Funds | 72,891.2 | 73,036.3 |
| Other State Funds | 10,035.9 | 8,135.9 |

Illinois Department on Aging



**Fiscal Year 2008
Highlights by
Programmatic Areas**

Community Care Program (CCP)

- The FY08 budget request includes \$399.1 million to administer the Community Care Program.
- The request includes funds to maintain and expand recent enhancements including, Comprehensive Care Coordination, and Alternative Senior Services.
- The program is projected to serve an average monthly caseload of 46,681 seniors in FY08, an increase of 1,360 clients, or 3% over FY07.

CCP: Comprehensive Care Coordination

- The Department initiated Comprehensive Care Coordination in FY07 to identify the holistic care needs of seniors.
- Under Comprehensive Care Coordination, they will be assessed using a comprehensive assessment instrument to help them access supportive services regardless of the funding source.
- The Fiscal Year 2008 budget includes \$43.4 million to support the first full year of Comprehensive Care Coordination.

CCP: Alternative Senior Services

- The FY08 budget includes \$16.3 million for Alternative Senior Services.
- Case managers working with Area Agencies on Aging can identify services necessary to fulfill the plan of care, which include:

Emergency Home Response, Respite, Assistive Technologies, and other services that allow more seniors to remain independent and living at home.

CCP: Alternative Senior Services

The innovative partnership with the Illinois Housing Development Authority will continue in FY08.

- The Department will receive \$2.0 million from the Affordable Housing Trust Fund to use for Enhanced Transition and Home Modifications.
- Ramps, grab bars, bathroom modifications and other home improvements will complement existing Community Care Program services as another step toward preventing unnecessary nursing home utilization.

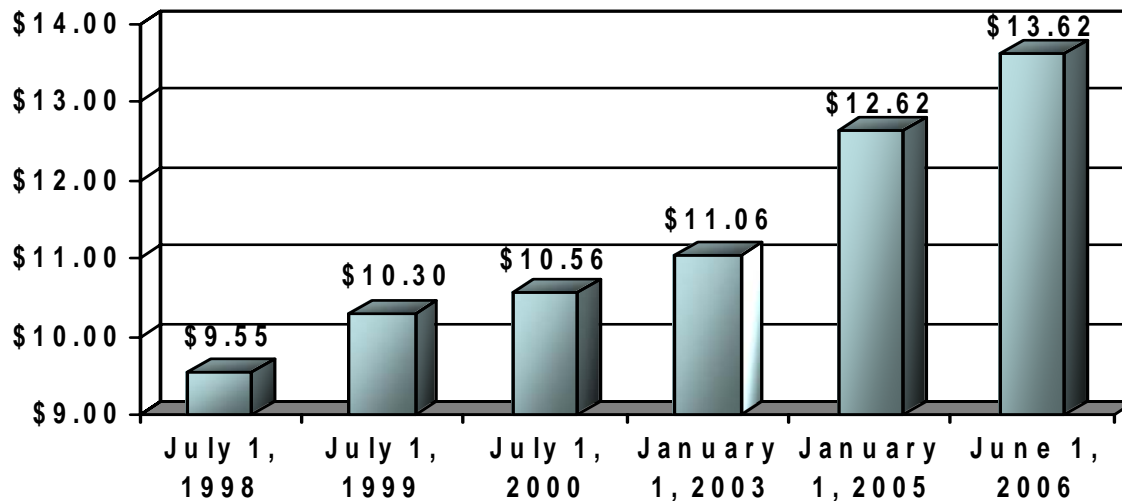
CCP Budget Changes

(\$ in 000s)

| Program | FY07 Appropriation | FY08 Introduced Budget | From FY08 Approved Over FY07 Appropriation | |
|--------------------------------|-----------------------|------------------------------|---|------------|
| | | | \$ | % |
| CCU | \$40,477.8 | \$43,428.6 | \$ 2,950.8 | 7% |
| Homemaker | 274,749.8 | 316,113.9 | 41,364.1 | 15% |
| ADS | 17,276.1 | 23,252.4 | 5,976.3 | 35% |
| Alternative Senior Services | 6,800.0 | 16,296.0 | 9,496.0 | 140% |
| Total | \$339,303.7 | \$399,090.9 | \$59,787.2 | 18% |

- The budget is predicated on no rate increases for ADS and homemaker services.
- Alternative Senior Services includes Emergency Home Response and other essential services.
- The Budget Book reflects a planned re-alignment to merge the funding line items for homemaker, ADS and Alternative Senior Services into one single line item to accommodate flexible spending within CCP.

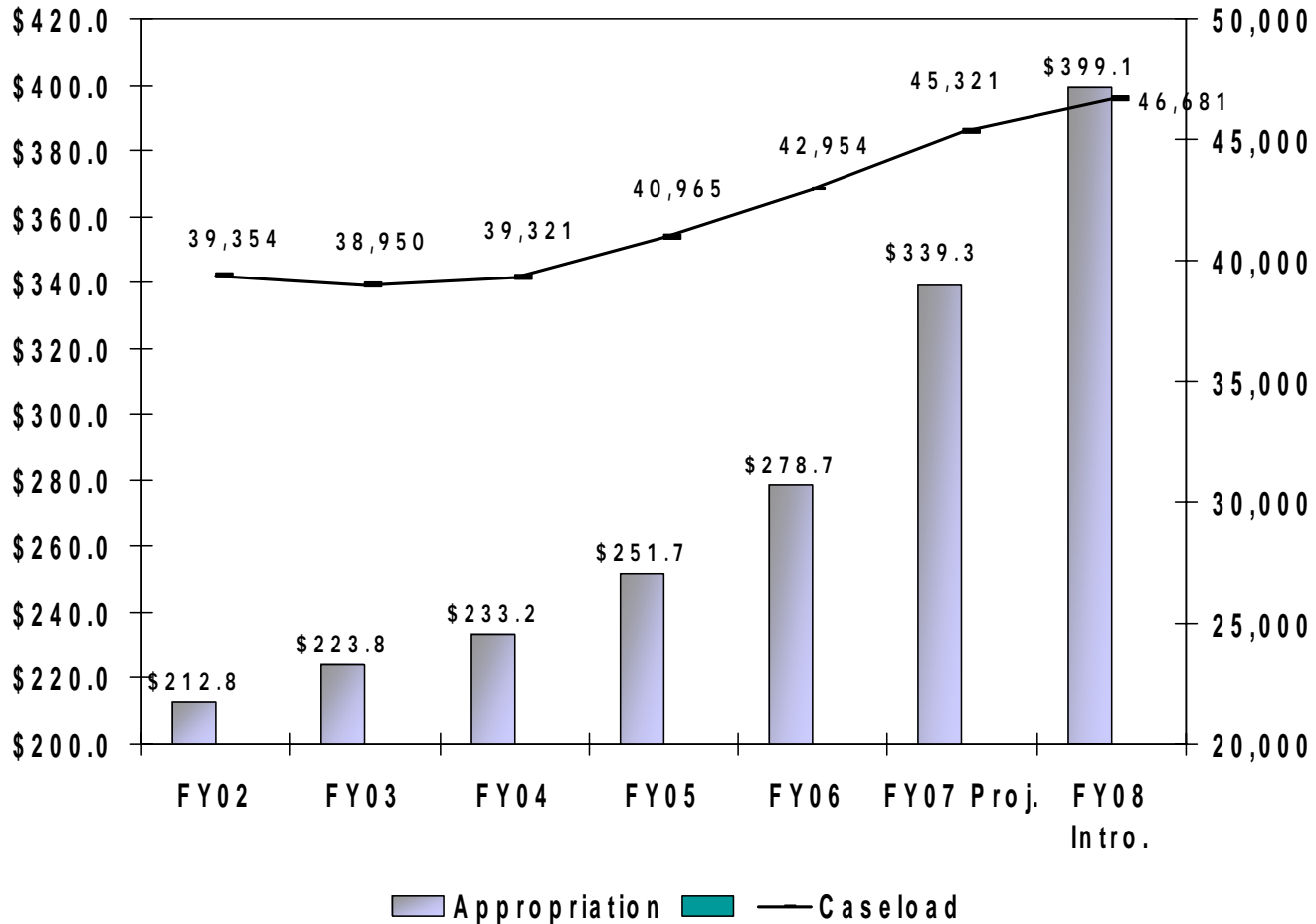
CCP: Homemaker Rate History



| Effective Date | Hourly Rate | % Increase |
|-----------------|-------------|------------|
| June 1, 2006 | \$13.62 | 7.9% |
| January 1, 2005 | \$12.62 | 14.1% |
| January 1, 2003 | \$11.06 | 4.7% |
| July 1, 2000 | \$10.56 | 2.5% |
| July 1, 1999 | \$10.30 | 7.9% |
| July 1, 1998 | \$9.55 | |

CCP Appropriation & Caseload History

(\$s in Millions)



Illinois Department on Aging



**Fiscal Year 2008
Community Support
Services**

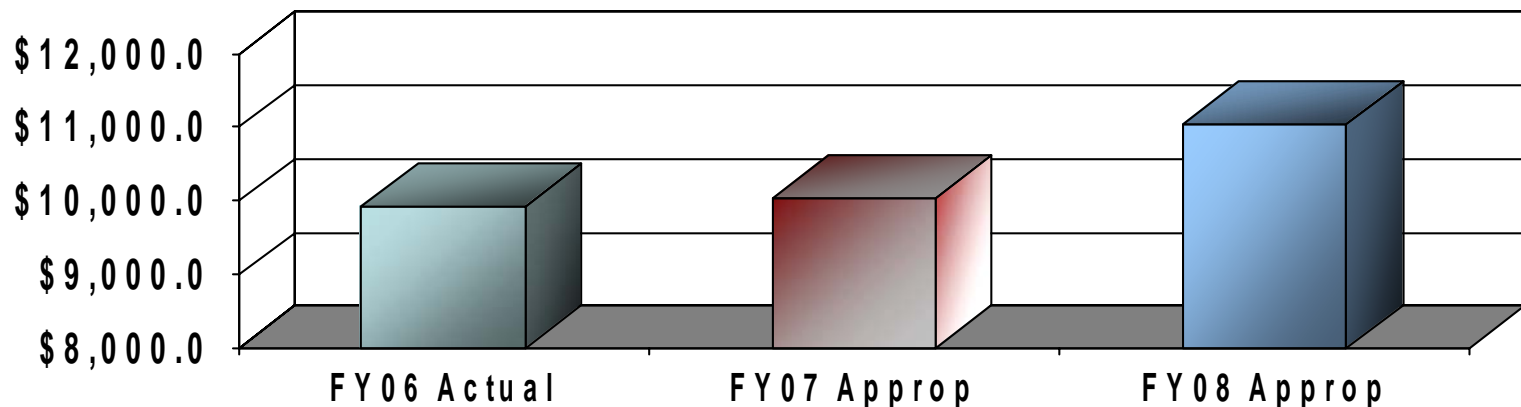
FY08 Community Support Services

- The budget includes approximately \$1.5 million to maintain existing operations in the Senior HelpLine, which includes 10 new staff who were retained in 2006. It also includes funds to add six intermittent staff who will be employed for six months during the Medicare open enrollment and Circuit Breaker and Illinois Cares Rx application periods.
- The funding addresses the increased volume of calls related to prescription drug benefits from Illinois Cares Rx and Medicare Part D. Callers continue to require additional time for counseling on the new drug programs.

FY08 Elder Abuse & Neglect Program

General Revenue Funds (in thousands)

- **FY06 Actual Expenditures** **\$9,935.0**
- **FY07 Appropriations** **\$10,041.4**
- **FY08 Introduced Budget** **\$11,041.4**



FY08 Elder Abuse & Neglect Program

- The Elder Abuse and Neglect Program responds to and investigates reports of abuse, neglect and financial exploitation of persons age 60+ who live in the community.
- It is administered through the Area Agencies on Aging, that have designated 43 local agencies to provide services statewide.

FY08 Elder Abuse & Neglect Program

- Starting in January 2008, the Department will accept reports concerning seniors who are suspected to be placing themselves or others at risk of harm.
- A steering committee has already been formed to recommend rules for administering this new mandate pursuant to Public Act 94-1064, which in some states accounts for up to 40% of all ANE cases.
- The request of \$11 million for the ANE program includes an increase of \$1 million to implement the new Act and to respond to 11,100 reports of elder abuse, neglect and financial exploitation.

FY08 Community Support Services

The Department distributes OAA funds to 13 Area Agencies on Aging, which in turn contract with 265 service providers to provide senior services at the local level.

The Older Americans Act Funds serve 570,000 or 30% of Illinois' 1.9 million seniors age 60 and over.

- The FY08 Home Delivered Meals Program, which currently serves 42,800 seniors, increases its funding to almost \$10 million, which includes an additional \$2.0 million.

The additional funding will address:

- New nutritional requirements by the federal government, and
- Increased food and meal preparation costs.

FY08 Community Support Services

The FY08 request includes funding for the following ongoing administered programs:

| | |
|--|--------------|
| Circuit Breaker/Illinois Cares Rx | \$50,686.900 |
| Supportive Services | 27,164,000 |
| Nutrition Services | 24,475,800 |
| NSIP (Nutrition Service Incentive Program) | 6,500,000 |
| USDA Adult Day Care | 1,500,000 |
| Employment (Title V) | 3,397,000 |

FY08 Community Support Services

| | |
|---|-------------|
| AAA Planning and Service Grants | \$2,241,700 |
| Community-Based Services | 3,062,300 |
| CBS – AAA Equal Distribution | 1,955,000 |
| Senior Health Assistance Programs (TSRF) * | 1,600,000 |

- * Reflects an increase of \$500,000 to maintain support for SHAP sites in the Aging Network. SHAP staff counsel and assist thousands of eligible Circuit Breaker and Illinois Cares Rx claimants to complete their applications annually.

| | |
|--|---------|
| Ombudsman | 841,000 |
| Employment (SESP) | 264,300 |
| Retired and Senior Volunteer Program | 782,000 |
| Foster Grandparent Program | 342,100 |
| “Red Tape” Cutters | 855,300 |
| Grandparents Raising Grandchildren and other Intergenerational Programs | 397,400 |

* Includes \$450,000 in new funds for improvements to the Long Term Care Ombudsman Program

Illinois Department on Aging



**Fiscal Year 2008
Other Programmatic and
Operational Planned
Developments**

New CCP Procurement Process

- The Department will implement an All Willing and Qualified (AWAQ) solicitation process for obtaining Community Care Program homemaker, adult day service, and continue the process for emergency home response service providers.
- The AWAQ process will benefit CCP clients by offering enhanced consumer choice of qualified providers.
- This is an open enrollment process that will allow agencies interested in providing these services to apply at designated times throughout the year.

AWAQ Continued...

- Currently, the Department opens areas for competitive procurement at specific times over an 8 year time period. Qualified agencies often had to wait for their areas to be opened, limiting potential options for seniors.
- To maintain our continued commitment to quality, providers will have to meet increased standards and service requirements that will be established by rule to qualify for a CCP service contract, including evening and weekend coverage for homemakers.

Office Consolidations

- The Department is working with CMS and GOMB to assess opportunities to consolidate the Department's Springfield operations that are currently located in 3 locations.
- These efforts would enable the Department to maximize existing resources, streamline operations, meet its programmatic expansions head on, and provide improved accommodations for staff and walk-in clients.

Shared Services

- The Department is one of many state agencies that has been added to the Governor's Shared Services initiative, Phase II process.
- The purpose of this initiative is to acquire a state-of-the art uniform accounting and personnel integrated system, and to consolidate such functions and resources across agencies in five core areas: public safety, across Administration/Regulatory, Social Services, healthcare and Environmental and Economic Development.

Thank You!

For more information on the Department or for assistance accessing services visit
IDoA's Website at: www.state.il.us/aging
or call the Senior HelpLine at:
1-800-252-8966
1-888-206-1327 (TTY)