

MINNESOTA'S



COVID-19 RECOVERY BUDGET

FY 2022-23 Supplemental Budget Release Rollout and Hearings



Commissioner remarks

3/18/2021

Minnesota Department of Human Services | mn.gov/dhs

Repayment of MAT Overpayments/Reimburse County IMD

Investment
FY 2021:
\$37.2 million

Federal law
considers behavioral
health residential
treatment programs
with more than 16
beds institutions of
mental disease
(IMDs)

0 FTEs

- FY 2014 - FY 2019, DHS paid the Leech Lake Band of Ojibwe and the White Earth Band of Chippewa an incorrect rate for clients taking medication at home instead of a in facility
- January 2014 - May 2019, DHS incorrectly claimed federal funding for some substance use disorder programs.
- Proposal holds counties harmless for their share of overpayments due to DHS errors
- Proposal holds Leech Lake and White Earth tribal nations harmless for MAT overpayments due to DHS overpayment

Back to better: Returning from COVID emergency measures

Investment
FY 2022-23:
\$10.7 million

DHS waived or modified more than 115 program requirements to adjust to the pandemic.

34 FTEs
temporary

Background studies

- Challenges in returning to standard background studies
 - Over 135,000 modified or “emergency” studies
 - Number grows as peacetime emergency remains
 - After emergency, all study subjects require fingerprint background study
 - 60-day transition timeframe in current statute is insufficient
- Proposal addresses transition time and costs
 - Extends transition time to 365 days
 - Adds temporary FTE’s to handle increased volume of studies
 - Provides a credit for a previous emergency study and covers resubmission costs for interagency agreements

Back to better: Returning from COVID emergency measures

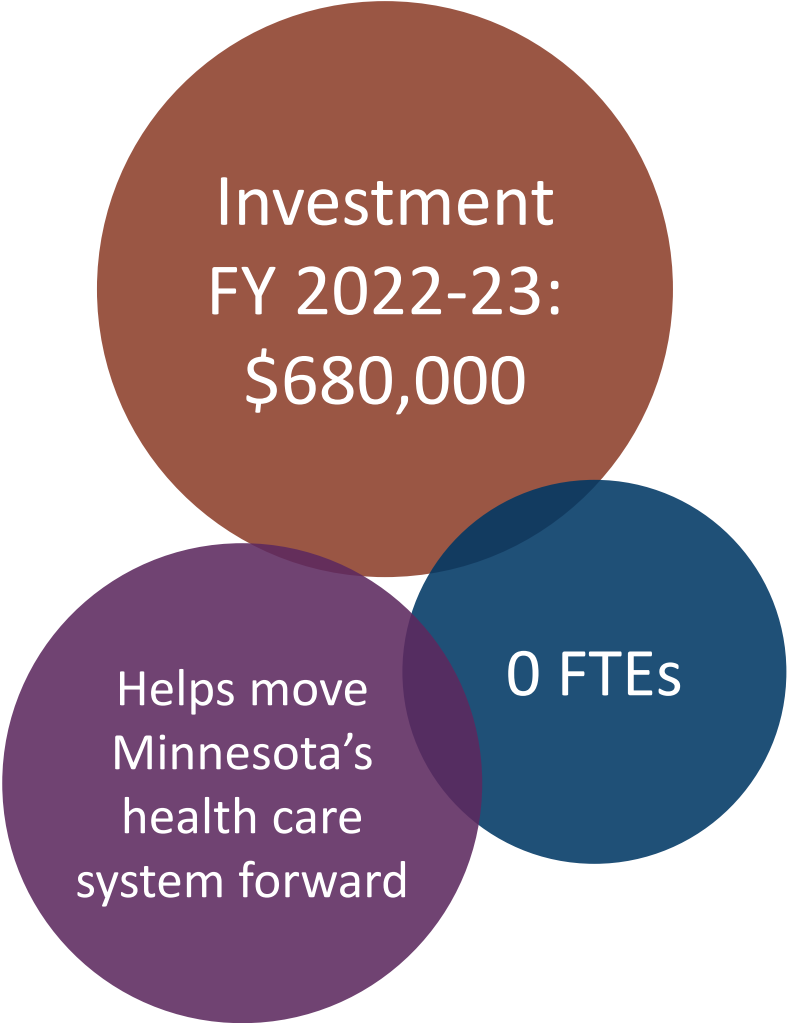


continued

Medical Assistance (MA) and MinnesotaCare

- To ensure a smooth transition for enrollees, DHS recommends:
 - Temporary suspension of periodic data matching
 - Waiving unpaid premiums
 - Ensuring sound rebasing methodology
 - Electronic income verification

Public option and rate study



Investment
FY 2022-23:
\$680,000

Helps move
Minnesota's
health care
system forward

0 FTEs

- Studies expanding health care through a public option
- Examines current outpatient rates and alternative rate methodologies

Changes to savings items

DME

- Retains state only funding for pediatric ventilators

Behavioral Health Grants

- Funding for Adult Mental Health Initiative grants is restored.
- Mental Health First Aid Training and CD Peer Specialists grants are refinanced with federal funds and maintained at their current levels.

Disability Grants

- Reduces or eliminates certain disability grants
- Reductions to Family Support and SILS grants are now one-time only.
- Funding for Disabilities Services Innovation grants is restored.
- Savings from the reduction to State Quality Council grants is reinvested in Regional Quality Council grants.

Thank You!