



# **Budget Update October, 2009**

**Pennsylvania Transformation: State of the State  
Office of Mental Health & Substance Abuse  
Services**



# OMHSAS: FY 2009-10 Budget

## ■ **Community Mental Health Services**

□ \$728,730


- Includes a 2% cut to MH Base ( \$3.055M)
- Annualizes the 1% COLA (Cost of Living Adjustment)
- FY 2008-09 CHIPPs are annualized at \$3.95M, which includes 30 CHIPPs at Norristown and 10 CHIPPs at Torrance
- Increase of \$1.5 M to support post-closure programs related to Mayview State Hospital as well as annualizes the dollars to support all discharges
- Transfers \$335,000 to ODP for three individuals from the state hospitals to the waiver program
- Restores the mid- year FY 2008-09 budget reductions
- Includes additional cuts to hospital personnel and operations



## OMHSAS: FY 2009-10 Budget

- **Mental Health Services** (continued)

- 2% across the board reduction, or \$3.055 M, to county allocations
  - Cut will not be applied to CHIPP/SIPP funds
  - Counties may determine how to manage the funding reduction
- Budget does not include a COLA
- \$500,000 for EPPI



# OMHSAS: FY 2009-10 Budget Unified System Strategy – What the Governor proposed

## ■ **Drug and Alcohol Services**

- BHSI Funding for MH and D&A - \$55,331 M
- Total cut equals \$1.94M ( includes Governor's proposed 2% with additional cut)
- Distribution of all money 56% D&A; 44% MH
- Act 152 funding is maintained at \$16,227,107 for FY 2009-10

## ■ **Sexual Responsibility and Treatment Program (Act 21)**

- Implemented in April 2004 on the grounds of Torrance State Hospital
- 24 men are now being served
- SRTP program operation was transferred to the Commonwealth and operated by Torrance State Hospital (July 1, 2006)

## ■ **Special Pharmaceutical Benefit Package (SPBP)**

- Decrease in funding to \$2.389M



# Medicaid

## ■ General

- Smart Pharmacy is not going forward
- GRT ( Gross Receipts Tax) in lieu of Managed Care Assessment at 5.9%

## ■ Behavioral Health Capitation

- Cost Containment- \$35M ( state funds)
- \$8 M ( state funds) Act 62 assumption
- \$4M return of funds ( Risk Corridor- prev yr)