

# Governor's FY24-25 Supplemental Budget Recommendations

House Health Finance Committee  
April 9, 2024



# Our mission



The Minnesota Department of Human Services, working with many others, helps people meet their basic needs so they can live in dignity and achieve their highest potential.

# Impact of DHS Programs



620,000+ children  
48% of children in MN



930,000+ adults and parents  
27% of adults in MN



150,000+ older adults  
17% of older adults in MN



230,000+ people with disabilities  
37% of people with disabilities in MN



# Transformative Investments from 2023 Legislative Session

- Made substantial progress in 2023 to improve human services programs that serve more than 1.5 million Minnesota residents
- Took important steps to strengthen the childcare industry, support the well-being of all Minnesota children, stabilize working families, address the workforce crisis in home and community-based services, and address deep poverty and homelessness.
- Improved equitable access to behavioral health care services and health insurance coverage, particularly for children
- Authorized the Department of Children, Youth, and Families and the Department of Direct Care and Treatment to make it easier to access comprehensive services and bolster patient care

# Public Option Implementation Plan



FY 2024-25: \$587k

Page 40

Continues development of a public option for Minnesotans who are unable to access affordable health insurance. Building on initial planning efforts approved in the 2023 legislative session, this proposal funds:

- Community engagement activities to identify eligibility and enrollment processes and systems that will result in meaningful and equitable access to coverage;
- Development of informational technology solutions at DHS and MNsure to effectuate a public option program;
- Additional actuarial work and support for regulatory consultation needed to prepare for the submission of a 1332 waiver;
- Analysis to inform new pathways for populations that aren't currently served by Qualified Health Plans (QHPs); and
- Development of equitable marketing so that people in all communities across the state are aware and can access the program when it is implemented

# Implementation of Federally Funded Health Care for DACA Recipients



FY 2024-25: (\$1.9M)

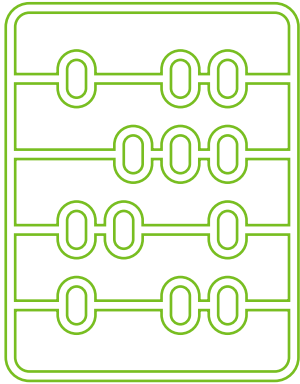
FY 2026-27: (\$4.5M)

Page 51

Brings Minnesota in line with proposed federal law changes that make federally funded Medical Assistance and MinnesotaCare available to Deferred Action for Childhood Arrival (DACA) recipients

- Currently in Minnesota, DACA recipients may be eligible for state-funded MinnesotaCare, CHIP-funded Medical Assistance for pregnant people, and Emergency Medical Assistance.
- This proposal makes conforming changes to align with proposed new federal changes that make MA and MinnesotaCare available to DACA recipients, resulting in more projected federal funding
- This will ensure that DACA recipients can access Medical Assistance on an ongoing basis, which is crucial to improving health care outcomes and reducing access barriers

# Technical Proposals



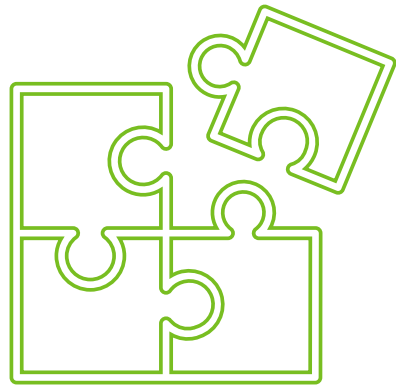
## 2023 Budget Bill Technical Cleanup (page 72)

- Makes technical changes to ensure DHS can carry out policy changes approved by the 2023 legislature
- Fixes critical errors, carry forward amounts, effective dates, and other technical changes
- Budget neutral

## Keeping Nurses at the Bedside Contingent Appropriation ([MMB Page 12](#))

- Reduces a contingent appropriation from the 2023 legislative session pending the passage of the Keeping Nurses at the Bedside Act which did not pass
- Fiscal Impact: (\$6.1M) in FY24/25 and (\$15.1M) in FY26/27

# Other Key Proposals Across the DHS Budget



DHS Total Package  
FY 2024-25: \$47.4M  
FY 2026-27: \$20.7M

## Expanding Access to DCT Care (page 3)

- Increases the number of mental health beds in the system

## Acute Care Transitions for People with Disabilities and Complex Health Conditions (page 7)

- Strategies to assist people in moving from hospital settings to the community

## Reducing Recidivism and Preventing Opioid Overdoses (page 15)

- Implements an 1115 waiver to provide MA substance use, mental health, and physical health services to people exiting correctional facilities

## Operational Funding for the Department of Children, Youth, & Families (page 64)

- Provides resources for agency operations to support high-quality services at the new Department of Children, Youth, and Families (DCYF) and addresses key gaps in central functions at the Department of Human Services (DHS) and Department of Education (MDE) resulting from transferring resources to the new agency



- [DHS 2024 Supplemental Budget](#)
- [DHS 2024 Legislative Session Fact Sheets](#)
- [DHS Legislative Information](#)
- [Governor's Supplemental Budget \(MMB\)](#)

Thank you!