

# One Minnesota Budget



## FY 2024-25 Revised Budget Recommendations

Senate Health & Human Services Committee  
March 23, 2023

# A Package Centered Around People Served and Improving the Health & Human Services System



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



# DHS Budget Package Pillars



**Make Minnesota the best place for all children – including Black, Brown, and Indigenous children - to grow up.**

**Remaining one of the top 5 states in the nation for older adults and people with disabilities to live in.**

**Transform the health and human services system so that it simply works better for people.**

**Take a stand for Racial Justice, Gender Justice, Housing Justice, and Health Justice.**

**Increase our operational effectiveness and facilitate the co-creation of solutions with partners.**

# Summary of Total DHS Budget Package

Proposal Category	FY23	FY24/25	FY26/27	Total	Proposals
Children & Families		718,887	1,016,677	1,735,564	20
Long-Term Care & Workforce		566,138	965,661	1,531,799	20
Behavioral Health		187,004	199,346	386,350	10
Access to Healthcare		180,723	175,619	356,342	27
Housing & Homelessness		98,023	189,923	287,946	5
Direct Care & Treatment	4,829	107,510	124,344	236,683	5
Service Delivery Transformation		130,140	68,557	198,697	6
Agency Effectiveness		61,520	76,933	138,453	12
Other		18,722	18,158	36,880	9
<b>Grand Total</b>	<b>4,829</b>	<b>2,068,667</b>	<b>2,835,218</b>	<b>4,908,714</b>	<b>114</b>

*Costs in thousands*

# DHS Budget Package: Health & Human Services Jurisdiction

Proposal Category	FY24/25	FY26/27	Total	Proposals
Children & Families	718,887	1,016,677	1,735,564	20
Access to Healthcare	165,309	170,481	335,790	25
Housing & Homelessness	98,023	189,923	287,946	5
Behavioral Health	118,933	142,308	261,241	4
Service Delivery Transformation	104,219	46,317	150,536	5
Agency Effectiveness	61,441	76,907	138,348	11
Other	5,958	2,752	8,710	4
<b>Grand Total</b>	<b>1,272,770</b>	<b>1,645,365</b>	<b>2,918,135</b>	<b>74</b>

*Costs in thousands*



# New & Revised Proposals

# MFIP Sanction Reform & Housing Assistance



## MFIP Housing Assistance

- The Minnesota Family Investment Program (MFIP) includes a housing assistance grant of \$110 per month to assist families with children with the cost of housing
- This has not increased since 2015, however the fair market rent in that time period has increased by 42%
- This proposal increases this benefit each year based on inflation starting in October 2024

## Investments

FY 2024-25 - \$7M

FY 2026-27 - \$21M

# MFIP Sanction Reform & Housing Assistance



## Investments

FY 2024-25 - \$7M

FY 2026-27 - \$21M

## MFIP Sanction Reform

- The Minnesota Family Investment Program (MFIP) sanction policy is extremely complicated. Sanctions are intended to encourage compliance but the complexity of the policy makes the sanctions unpredictable
- This proposal balances participant accountability, program predictability, and administrative ease for county and tribal workers
- Reforming the sanction policy would increase client engagement, lessen county and tribal workloads, increase program consistency and integrity, and be more easily automated

# Hospice Respite & End-Of-Life Care for Children on MA



- Establishes state funded Medical Assistance coverage for hospice respite and end-of-life care for recipients under 21 at 100% of the Medicare rate for continuous home care hospice services
- This proposal will allow children enrolled in Medical Assistance, and their families, the option to choose between in-home care or care in a facility that is dedicated to the needs of the child and their family

## Investments

FY 2024-25 - \$159,000

FY 2026-27 - \$190,000

# Additions to Current Proposals

## Increasing Health Care Access for Minnesotans

- Online consumer and Assister Portal and eliminate paper-driven processes.
- Enable people to self-report changes in circumstances between annual renewals online and provide documents online.
- Allow people to elect to receive notices via text and email

## Compliance and Continuous Improvement

- Central Grants Office at DHS
- External-facing system and processes to allow grantees to upload information electronically
- Improvements to the Contract Integration System



# Thank You!