

November 13, 2023

Senator Melissa Wiklund, Chair  
Senate Health & Human Services Finance & Policy  
2107 Minnesota Senate Bldg.  
St. Paul, MN 55155

Senator John A Hoffman, Chair  
Senate Human Services Reform Finance & Policy  
2111 Minnesota Senate Bldg.  
St. Paul, MN 55155

Senator Jim Abeler, Ranking Minority Member  
Senate Human Services Reform Finance & Policy  
2207 Minnesota Senate Building  
St. Paul, MN 55155-1206

Senator Paul Utke, Ranking Minority Member  
Senate Health & Human Services Finance & Policy  
2403 Minnesota Senate Building  
St. Paul, MN 55155

Representative Tina Liebling, Chair  
House Health Finance and Policy  
477 Rev. Dr. Martin Luther King Jr. Blvd.  
St. Paul, MN 55155

Representative Mohamud Noor, Chair  
House Human Services Finance and Policy  
379 State Office Building  
St. Paul, MN 55155

Rep. Joe Schomacker, Ranking Minority Member  
House Health Finance and Policy  
209 State Office Building  
St. Paul, MN 55155

Rep. Anne Neu Brindley, Ranking Minority Member  
House Human Services Finance  
251 State Office Building  
St. Paul, MN 5515

Dear Senators and Representatives:

This letter is to notify you of direct appropriation transfers approved by Minnesota Management & Budget (MMB) in the quarter that ended September 30<sup>th</sup>, 2023. All transfers are general fund, unless otherwise noted.

This letter is notification as required by Laws 2019, First Special Session, chapter 9, article 14, section 12. This notification also complies with the requirement for the Department to report transfers in Minn. Stat. §256.01, Subdivision 41, clause (2).

You can find the legal authority and accounting detail for each transfer itemized in this letter by the corresponding reference item number in the **Summary of Accounting Detail for Approved Direct Appropriation Transfers** attached to this letter. Service level and interagency agreements that were authorized between July and September 2023 are conveyed under a separate required quarterly report to the Legislature.

## FY 2024 Transfers – 1<sup>st</sup> Quarter

1. A transfer from BACT 35 CD Entitlement Grants to the Behavioral Health Account for \$96,738,000.
2. A \$679,000 transfer was made from HealthCare Access Fund to Receipt Center Operations.
3. A series of ten transfers were made to MNIT@DHS:
  - \$89,556,000 from BACT 11GF Operations to Systems Base
  - \$8,831,000 from BACT 11 HCAF Operations to Systems Base
  - \$2,431,000 from BACT 11 GF Operations for additional funding for contract employees
  - \$1,060,000 from BACT 13 GF Operations to Systems for AVS contract
  - \$2,000,000 from BACT 11 GF Operations to Systems for Integrated Services-SSIS Review
  - \$9,000,000 from BACT 65 Operations for Annual SLA from DCT
  - \$126,616,000 from BACT 11 GF Operations to Systems for 2023 Session Actions
  - \$22,458,000 from BACT 11 GF Operations to Systems for Riders
  - -\$2,649,000 from BACT 11 GF Operations to Systems to correct a duplicate FM Benefit Insurance transfer
  - \$9,416,000 from BACT 65 Operations for funding for DCT HER project approved in 2023 Session.
4. A \$32,302,000 transfer from BACT 33 Medical Assistance Grants to BACT 55 Disabilities Grants for consumer support grants.
5. An \$50,000 transfer from BACT 44 Child Support Enforcement Grants to BACT 44 Child Support Recoupment.
6. A \$5,752,000 transfer from BACT 62 Community Based Services to BACT 61 Mental Health SUD Services per legislative intent to change the C.A.R.E program from enterprise to appropriation.
7. A \$64,000 from BACT 12 Quadrennial Reviews CS Rider to BACT 12 Quadrennial Review CS.
8. Two transfers from the Department of Education to BACT 12 GF Operations for \$1,625,000 and BACT 43 CC Development Grants (MDE) for \$1,225,000 for the Quality Rating Improvement System Transfer.
9. A series of nine transfers from Riders to Parent:
  - \$4,517,000 from BACT 33 MA Grants Rider to BACT 33 MA Grants
  - \$5,672,632,000 from BACT 33 MA Grant Rider to BACT 33 MA Grants
  - \$48,042,000 from BACT 34 Alternative Care Grants Rider to BACT 34 Alternative Care Grants
  - \$37,990,053 from BACT 31 MNCare Non-BHP to BACT 31 MNCare BHP
  - \$783,000 from BACT 25 Housing Support Rider to BACT 25 Housing Support
  - \$31,000 from BACT 31 MNCare Rider to BACT 31 MNCare Non-BHP
  - \$96,387,000 from BACT 35 Behavioral Health Fund Rider to BACT 35 CD Entitlement Grants
  - \$6,729,812 from BACT 23 Emergency General Asst Rider to BACT 23 General Assistance Grants
  - \$21,344,000 from BACT 33 MA Temporary Rate Add-on Rider to BACT 33 MA Grants
10. A total of 58 transfers of unencumbered appropriation balances made between admin accounts to set up budgets, administrations within DHS supporting each other, SLAs, rider to parent transfers, transfers to distribute operating adjustments, and transfers associated with FTEs and other administrative costs:
  - \$507,000 from parent to rider BACT 13 GF Operations to BACT 13 HCBS Study – MA/BH Rates
  - \$1,188,000 from parent to rider BACT 14 GF Operations to BACT 14 HCBS Lead Agency Process MA
  - \$92,000 from parent to rider BACT 15 Operations to BACT 15 HCBS Study – MA/BH Rates
  - \$1,426,000 from BACT 11 Admin Standard MA Rider to 11 GF Operations parent

- \$1,827,000 from BACT 11 Systems Standard MA Rider to BACT 11 GF Operations parent
- \$390,000 from BACT 12 Indian Child Wel Compliance to BACT 12 GF Operations parent
- \$778,000 from BACT 12 Wage Scale/Comp Analysis Rider to BACT 12 GF Operations parent
- \$100,000 from BACT 12 Early Learning Progs Rider to BACT 12 GF Operations parent
- \$2,000,000 from BACT 12 Integrated Services -CF Rider to BACT 12 GF Operations parent
- \$20,527,000 from BACT 13 Admin-Standard MA Rider to BACT 13 GF Operations parent
- \$2,198,000 from BACT 13 GF Operations Rider to BACT 13 GF Operations parent
- \$270,000 from BACT 13 InitialPACEImplement Rider to BACT 13 GF Operations parent
- \$4,000,000 from BACT 13 MA/MNCareAccessibility Rider to BACT 13 GF Operations parent
- \$155,000 from BACT 13 TransformingSrvsDeliv Rider to BACT 13 GF Operations parent
- \$1,604,000 from BACT 13 MNEligTechSysFunction Rider to BACT 13 GF Operations parent
- \$10,418,000 from BACT 14 GF Operations Rider to BACT 14 GF Operations parent
- \$50,000 from BACT 14 EmploySuppAlignStudy Rider to BACT 14 GF Operations parent
- \$377,000 from BACT 14 CaseMgmtTrngCurriculum Rider to BACT 14 GF Operations parent
- \$875,000 from BACT 14 Ombudsperson for LTC Rider to BACT 14 GF Operations parent
- \$500,000 from BACT 14 DirectCare-CorpsPilot Rider to BACT 14 GF Operations parent
- \$441,000 from BACT 14 NativeAmericanElderCoor Rider to BACT 14 GF Operations parent
- \$2,708,000 from BACT 15 GF Operations Rider to BACT 15 GF Operations
- \$141,000 from BACT 15 GF Ops-Cannibus Rider to BACT 15 GF Operations parent
- \$250,000 from BACT 15 Homeless Mgmt Sys Rider to BACT 215 GF Operations parent
- \$959,000 from BACT 15 OnlineBHProgLocator Rider to BACT 15 GF Operations parent
- \$43,000 from BACT 15 IntegratedSrvs-CF Rider to BACT 15 GF Operations parent
- \$150,000 from BACT 15 Tmg-Substance Use Rider to BACT 15 GF Operations parent
- \$23,253,000 from BACT 11 GF Operations Rider to BACT 11 GF Operations parent
- \$1,365,000 from BACT 11 GF Ops-Cannibus Rider to BACT 11 GF Operations parent
- \$41,048,000 from BACT 11 Svc Deliv Transform Rider to BACT 11 GF Operations parent
- \$16,328,000 from BACT 11 Integrated Srvs CF Rider to BACT 11 GF Operations parent
- \$10,606,000 from BACT 11 MA Sys Modernization Rider to BACT 11 GF Operations parent
- \$6,063,000 from BACT 11 License/Report HUB Rider to BACT 11 GF Operations parent
- \$28,460,000 from BACT 11 MN Eligi Sysfunction Rider to BACT 11 GF Operations parent
- \$2,500,000 from BACT 13 Actuarial Economic Rider to BACT 13 HCAF Operations parent
- \$391,000 from BACT 12 GF Operations to BACT 11 GF Operations for overhead carve-off
- \$2,846,000 from BACT 13 GF Operations to BACT 11 GF Operations for overhead carve-off
- \$818,000 from BACT 14 GF Operations to BACT 11 GF Operations for overhead carve-off
- \$744,000 from BACT 15 GF Operations to BACT 11 GF Operations for overhead carve-off
- \$995,000 from BACT 11 GF Operations to BACT 12 GF Operations for FY24 operating adjustment
- \$1,374,000 from BACT 11 GF Operations to BACT 13 GF Operations for FY24 operating adjustment
- \$1,876,000 from BACT 11 GF Operations to BACT 14 GF Operations for FY24 operating adjustment
- \$1,038,000 from BACT 11 GF Operations to BACT 15 GF Operations for FY24 operating adjustment
- A correction of -\$2,000,000 from BACT 12 Integrated Srvs-CF Rider to BACT 12 GF Operations to keep funds in the rider per CFS

- \$495,000 from BACT 13 GF Operations to BACT 15 GF Operations for HCBS Telehealth/USS Funding from HCA
  - \$103,000 from BACT 11 GF Operations to BACT 12 GF Operations for CFS positions data compliance
  - \$250,000 from BACT 11 GF Operations to BACT 15 GF Operations for BHDH Positions (opioid AC position and Exec Aid support)
  - A correction of \$18,505,000 from BACT 13 Admin-Standard MA Rider to BACT 13 GF Operations
  - \$20,000,000 from BACT 11 GF Operations to BACT 12 GF Operations to update a session tracking error; early childhood technology rider tracked in BACT 11 but passed in BACT 12
  - \$2,431,000 from BACT 12 GF Operations to BACT 11 GF Operations for transfer to Systems account for additional funding for contracted employees
  - \$2,000,000 from BACT 12 Integrated Srvs-CF Rider to BACT 12 GF Operations parent
  - \$2,000,000 from BACT 12 GF Operations to BACT 11 GF Operations to transfer to Systems account for Integrated services-SSIS review
  - \$1,674,000 from BACT 11 HCAF Operations to BACT 13 HCAF Operations for operating adjustment
  - \$2,131,200 from BACT 65 Operations to BACT 11 GF Operations for SOS/CO operations SLA
  - \$2,041,000 from BACT 12 IntegrSrvsforCF27 Rider to BACT 12 GF Operations for Systems account
  - \$174,000 from BACT 12 GF Operations to BACT 13 GF Operations for Systems account
  - \$20,000,000 from BACT 12 IT Sys improve CF Rider to BACT 14 GF Operations for Systems account
  - \$243,000 from BACT 15 Integratedsrvs-CF Rider to BACT 15 GF Operations for Systems account
11. A transfer of \$600,000 from BACT 12 GF Operations to BACT 12 Priv Adopt/Foster Care Recr for privatized adoptions and foster care recruitment and liability.
  12. Three transfers totaling \$1,606,000 million to a special revenue fund for the nonfederal share of activities specified in 256.01, Subdivision 34:
    - \$1,250,000 from BACT 13 GF Operations to BACT 13 Prof Review Org Contrt CDMI
    - \$181,000 from BACT 13 GF Operations to BACT 13 Long Term Care Options Proj MnSHO
    - \$175,000 from BACT 15 GF Operations to BACT 15 SUD 1115 Medical Review CDMI
  13. A \$3,331,000 transfer was made from BACT 45 Children Services Grants to BACT 45 Priv Adopt/Foster Care Recr for privatized adoptions and foster care recruitment grants.
  14. A \$4,633,000 transfer from BACT 12 GF Operations to BACT 45 Childrens Trust Fund for child welfare training.
  15. Two transfers for ICWA:
    - \$1,482,000 from BACT 45 Children Services Grants to BACT 45 Indian Child Welfare Act for admin
    - \$390,000 from BACT 12 GF Operations to ACT 12 Indian Welfare Act for grants
  16. A transfer of \$420,000 from BACT 13 GF Operations to BACT 13 Customer Survey/HRQ.

Please contact me with any questions on the transfers reported in this letter.

Sincerely,

A handwritten signature in black ink, appearing to read 'Elyse Bailey', with a stylized flourish at the end.

Elyse Bailey  
Budget Director

CC: Dennis Albrecht, Senate Counsel, Research and Fiscal Analysis  
Kyle Raymond, Senate Counsel, Research and Fiscal Analysis  
Doug Berg, House Fiscal Analysis  
Joe Harney, House Fiscal Analysis



**DEPARTMENT OF  
HUMAN SERVICES**

**Summary of Accounting Detail for Approved Direct Appropriation Transfers  
1st Quarter FY24 July 1 - September 30, 2023**

Ref. / Item #	FROM (Fund and APFD-APID Appropriation)				TO (Fund and APFD-APID Appropriation)				SFY 2024
	Fund #	Fund Name	APFD / APID	Name	Fund #	Fund Name	APFD / APID	Name	
<b>SFY 2024 Q1 Transfers</b>									
1	1000	GF	H551426	35 CD Entitlement Grants	2001	Other Misc Special Revenue	H551853	35 Behavioral Health Account	\$96,738,000
1	<b>Authority = MS 254B.02, Subd. 1</b>								
2	2360	HCAF	H551269	11 HCAF Operations	2001	Other Misc Special Revenue	H551476	11 Receipt Center Operations	\$679,000
2	<b>Authority = MS 256.01, Subd. 37</b>								
3	1000	GF	H551052	11 GF Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$89,556,000.00
3	2360	HCAF	H551269	11 HCAF Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$8,831,000.00
3	1000	GF	H551052	11 GF Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$2,431,000.00
3	1000	GF	H551300	13 GF Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$1,060,000.00
3	1000	GF	H551052	11 GF Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$2,000,000.00
3	1000	GF	H556065	65 Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$9,000,000.00
3	1000	GF	H551052	11 GF Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$126,616,000.00
3	1000	GF	H551052	11 GF Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$22,458,000.00
3	1000	GF	H551052	11 GF Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	-\$2,649,000.00
3	1000	GF	H556065	65 Operations	2001	Other Misc Special Revenue	H551661	16 MN.IT @DHS	\$9,416,000.00
3	<b>Authority = MS 256B.014</b>								
4	1000	GF	H551309	33 MA Grants	1000	GF	H551093	55 Disabilities Grants	\$32,302,000.00
4	<b>Authority = MS 256.476, Subd. 5</b>								
5	1000	GF	H551254	44 Child Support Enforce Grants	2001	Other Misc Special Revenue	H551400	44 Child Support Recoupment	\$50,000
5	<b>Authority = MS 518A.56, Subd. 11</b>								
6	1000	GF	H556064	62 Community Based Services	1000	GF	H556016	61 Mental Hlth SUD Svcs	\$5,752,000
6	<b>Authority = Laws 2023, 1st Special Session, Chapter 61, Article 9, Section 2, Subd. 19(a)</b>								
7	1000	GF	H552321	12 Quadrennial Reviews CS (Rider)	2001	Other Misc Special Revenue	H552504	12 QuadrennialReviewCS	\$64,000
7	<b>Authority = Laws 2023, Chapter 70, Article 20, Section 2, Subd. 4, paragraph b</b>								
8	1000	GF	E37A609	Dept of Education	1000	GF	H551074	12 GF Operations	\$1,625,000
8	1000	GF	E37A610	Dept of Education	1000	GF	H551669	43 CC Development Grants (MDE)	\$1,225,000
8	<b>Authority = Laws 2023, Chapter 54, Section 20, Subd. 13</b>								
9	1000	GF	H552300	33 MA Grants (Rider)	1000	GF	H551309	33 MA Grants	\$4,517,000.00
9	1000	GF	H552360	33 MedicalAssistanceGrt(Rider)	1000	GF	H551309	33 MA Grants	\$5,672,632,000.00
9	1000	GF	H552361	34 AlternativeCareGrts (Rider)	1000	GF	H551291	34 Alternative Care Grants	\$48,042,000.00
9	2360	HCAF	H551288	31 MinnesotaCare/NON-BHP	2360	HCAF	H551618	31 Minnesotacare/BHP	\$37,990,053.00
9	1000	GF	H552359	25 Housing Support (Rider)	1000	GF	H551067	25 Housing Support	\$783,000.00
9	2360	HCAF	H552487	31 MinnesotaCare (Rider)	2360	HCAF	H551288	31 MinnesotaCare/NON-BHP	\$31,000.00
9	1000	GF	H552362	35 BehavioralHealthFund (Rider)	1000	GF	H551426	35 CD Entitlement Grants	\$96,387,000.00
9	1000	GF	H551433	23 Emergency General Asst (Rider)	1000	GF	H551314	23 General Assistance Grants	\$6,729,812.00
9	1000	GF	H552499	33 MATemporaryRateAdd-on(Rider)	1000	GF	H551309	33 MA Grants	\$21,344,000.00
9	<b>Authority = Laws 2023, Chapter 70, Article 20, Section 23, Subd. 1</b>								
10	1000	GF	H551300	13 GF Operations	1000	GF	H552096	13 HCBS Study - MA/BH Rates	\$507,000.00
10	1000	GF	H551185	14 GF Operations	1000	GF	H552338	14 HCBS-Lead Agency Process MA	\$1,188,000.00
10	1000	GF	H551236	15 GF Operations	1000	GF	H552102	15 HCBS Study - MA/BH Rates	\$92,000.00
10	1000	GF	H552297	11 Admin Standard MA (Rider)	1000	GF	H551052	11 GF Operations	\$1,426,000.00
10	1000	GF	H552298	11 Systems Standard MA (Rider)	1000	GF	H551052	11 GF Operations	\$1,827,000.00
10	1000	GF	H551746	12 Indian Child Wel Compliance	1000	GF	H551074	12 GF Operations	\$390,000.00
10	1000	GF	H552322	12 WageScale/CompAnalysis(Ride	1000	GF	H551074	12 GF Operations	\$778,000.00
10	1000	GF	H552323	12 Early Learning prog(Rider)	1000	GF	H551074	12 GF Operations	\$100,000.00
10	1000	GF	H552324	12 Integrated srvs-CF (Rider)	1000	GF	H551074	12 GF Operations	\$2,000,000.00
10	1000	GF	H552299	13 Admin-Standard MA (Rider)	1000	GF	H551300	13 GF Operations	\$20,527,000.00
10	1000	GF	H552331	13 GF Operations (Rider)	1000	GF	H551300	13 GF Operations	\$2,198,000.00
10	1000	GF	H552332	13 InitialPACEImplement(Rider)	1000	GF	H551300	13 GF Operations	\$270,000.00
10	1000	GF	H552333	13 MA/MNCareAccessibility(Ride	1000	GF	H551300	13 GF Operations	\$4,000,000.00
10	1000	GF	H552334	13 TransformingSrvsDeliv(Rider)	1000	GF	H551300	13 GF Operations	\$155,000.00
10	1000	GF	H552335	13 MNEligTechSysFunction(Rider	1000	GF	H551300	13 GF Operations	\$1,604,000.00
10	1000	GF	H552337	14 GF Operations (Rider)	1000	GF	H551185	14 GF Operations	\$10,418,000.00
10	1000	GF	H552339	14 EmploySuppAlignStudy(Rider)	1000	GF	H551185	14 GF Operations	\$50,000.00
10	1000	GF	H552340	14 CaseMgmtTrngCurriculum(Ride	1000	GF	H551185	14 GF Operations	\$377,000.00
10	1000	GF	H552341	14 Ombudsperson for LTC (Rider)	1000	GF	H551185	14 GF Operations	\$875,000.00
10	1000	GF	H552342	14 DirectCare-CorpsPilot(Rider)	1000	GF	H551185	14 GF Operations	\$500,000.00
10	1000	GF	H552343	14 NativeAmericanElderCoor(Rid	1000	GF	H551185	14 GF Operations	\$441,000.00
10	1000	GF	H552346	15 GF Operations (Rider)	1000	GF	H551236	15 GF Operations	\$2,708,000.00
10	1000	GF	H552347	15 GF Ops-Cannibus (Rider)	1000	GF	H551236	15 GF Operations	\$141,000.00
10	1000	GF	H552348	15 Homless Mgmt Sys (Rider)	1000	GF	H551236	15 GF Operations	\$250,000.00
10	1000	GF	H552349	15 OnlineBHPProglocator (Rider)	1000	GF	H551236	15 GF Operations	\$959,000.00
10	1000	GF	H552350	15 IntegratedSrvs-CF (Rider)	1000	GF	H551236	15 GF Operations	\$43,000.00
10	1000	GF	H552354	15 Trng-Substance Use (Rider)	1000	GF	H551236	15 GF Operations	\$150,000.00
10	1000	GF	H552309	11 GF Operations (Rider)	1000	GF	H551052	11 GF Operations	\$23,253,000.00
10	1000	GF	H552310	11 GF Ops-Cannibus (Rider)	1000	GF	H551052	11 GF Operations	\$1,365,000.00
10	1000	GF	H552311	11 Srvs Deliv Transform(Rider)	1000	GF	H551052	11 GF Operations	\$41,048,000.00
10	1000	GF	H552312	11 Integrated Srvs CF (Rider)	1000	GF	H551052	11 GF Operations	\$16,328,000.00
10	1000	GF	H552314	11 MA Sys Moderinzation(Rider)	1000	GF	H551052	11 GF Operations	\$10,606,000.00
10	1000	GF	H552315	11 License/Report HUB (Rider)	1000	GF	H551052	11 GF Operations	\$6,063,000.00
10	1000	GF	H552317	11 MN Eligi Sysfunction(Rider)	1000	GF	H551052	11 GF Operations	\$28,460,000.00
10	2360	HCAF	H552485	13 Actuarial Economic (Rider)	2360	HCAF	H551143	13 HCAF Operations	\$2,500,000.00
10	1000	GF	H551074	12 GF Operations	1000	GF	H551052	11 GF Operations	\$391,000.00
10	1000	GF	H551300	13 GF Operations	1000	GF	H551052	11 GF Operations	\$2,846,000.00
10	1000	GF	H551185	14 GF Operations	1000	GF	H551052	11 GF Operations	\$818,000.00
10	1000	GF	H551236	15 GF Operations	1000	GF	H551052	11 GF Operations	\$744,000.00