

Change Item Title: Change County Share of Cost of Care Rate for Anoka Regional Treatment Center

Fiscal Impact (\$000s)	FY 2014	FY 2015	FY 2016	FY 2017
General Fund				
Expenditures	0	0	0	0
Revenues	946	946	946	946
Net Fiscal Impact = (Expenditures – Revenues)	(946)	(946)	(946)	(946)

Recommendation:

The Governor recommends an increase, effective July 1, 2013, to the county share portion of the Cost of Care from 50% to 75% for Adult Mental Health services provided at the Anoka-Metro Regional Treatment Center for clients who have stayed in the facility for at least 60 days and who no-longer require an acute-level of care.

Rationale/Background:

Currently, a county's payment of the Cost of Care at the Anoka-Metro Regional Treatment Center is made according to the following schedule:

- (1) Zero percent for the first 30 days;
- (2) 20 percent for days 31 to 60; and
- (3) 50 percent for any days over 60.

The increase in the county portion for cost of care is imposed when the treatment facility has determined that it is clinically appropriate for the client to be discharged.

Even at 50% of the daily rate of \$1,020, there are no financial incentives for counties to seek a more appropriate placement option for persons who are stable and no longer require hospital level care. This means that persons who are eligible to be discharged from the Anoka-Metro Regional Treatment Center to a community-based placement option are stuck because a County has not actively sought such an option.

The lack of responsiveness by counties contributes to inappropriate placements for clients and an ongoing waiting list for admission of individuals with disabilities who do require this hospital level of care. The inability to discharge from a hospital setting is costly to the system and restricts the patient flow resulting in individuals who need hospital level of care being held in inappropriate settings such as community corrections and emergency rooms and inhibits Anoka-Metro Regional Treatment Center from being able to admit them in a timely manner.

This proposal seeks to incent Counties to actively seek community-based placement options by increasing the County share of the cost of care for persons who no longer need to be served at the Anoka-Metro Regional Treatment Center.

Proposal:

The goal of this proposal is to encourage more timely patient discharge from the treatment center to a less restrictive setting as soon as it is appropriate for the patient.

Performance Measures:

DHS measures success for the strategies proposed here in the reduced length of stay for clients and in the reduction in the number of non-acute bed days. When a client can move through the system and return quickly to the community there is a greater chance they will retain their support system and living arrangement. A key measure of success is the reduction of non-acute bed days which result when a client no longer needs inpatient hospital level of care but cannot be discharged for lack of funding or availability of an appropriate placement.

2014-15 Biennial Budget

Human Services

Statutory Change: 246.54

DHS Fiscal Detail for Budget Tracking

Net Impact by Fund (000's)			FY 2014	FY 2015	FY 14-15	FY 2016	FY 2017	FY 16-17
General Fund			(946)	(946)	(1,892)	(946)	(946)	(1,892)
Other Funds								
Total All Funds			(946)	(946)	(1,892)	(946)	(946)	(1,892)
Budget Detail	BACT#	Description	FY 2014	FY 2015	FY 14-15	FY 2016	FY 2017	FY 16-17
GF	REV2	SOS Cost of Care	(946)	(946)	(1,892)	(946)	(946)	(1,892)
Requested FTE's								
GF								