



Legislative Report

Dedicated Funds Report

Budget Analysis Division

April 2018

For more information contact:

Minnesota Department of Human Services
Budget Analysis Division
P.O. Box 64996
St. Paul, MN 55164-0996

651-431-4309

Dedicated Funds Report

This information is available in alternative formats to individuals with disabilities by calling 651-431-2930.

TTY users can call through Minnesota Relay at (800) 627-3529.

For Speech-to-Speech, call (877) 627-3848.

For other information on disability rights and protections, contact the agency's ADA coordinator.

Minnesota Statutes, Chapter 3.197, requires the disclosure of the cost to prepare this report. The estimated cost of preparing this report is less than \$5,000.

Printed with a minimum of 10 percent post-consumer material. Please recycle.

Table of Contents

Contents

I.	Executive summary	1
II.	Legislation	1
III.	Introduction	2
IV.	Dedicated Funds Report	9
V.	Appendix A	17
VI.	Appendix B	21

I. Executive summary

The Minnesota Department of Human Services (DHS), Budget Analysis Division prepared this *Dedicated Funds Report*. The report lists the dedicated funds or accounts that DHS is managing in state fiscal year 2018. The report provides the name, purpose and legal authority for each account. For each account the report also includes:

- State Fiscal Year 2018 Beginning Balance
- Projected Receipts
- Projected Transfers In
- Projected Expenditures
- Projected Transfers Out
- State Fiscal Year 2018 Projected Ending Balance

The principal information source for the report is the Statewide Integrated Financial Tools (SWIFT) state accounting system. The report uses March 2018 month-end SWIFT data. Appendix A provides additional accounting and budget structure information for each dedicated account. Appendix B is the current year DHS budget structure.

This report is required annually with each Minnesota Management and Budget (MMB) February Budget & Economic Forecast.

II. Legislation

Minnesota Statutes 2014, section 256.01, subdivision 39: Dedicated Funds Report

Subd. 39. **Dedicated funds report.** By October 1, 2014, and with each February forecast thereafter, the commissioner of human services must provide to the chairs and ranking minority members of the house of representatives and senate committees with jurisdiction over health and human services finance a report of all dedicated funds and accounts. The report must include the name of the dedicated fund or account; a description of its purpose, and the legal citation for its creation; the beginning balance, projected receipts, and expenditures; and the ending balance for each fund and account. This subdivision shall not expire.

III. Introduction

Dedicated funds and accounts are statutorily authorized state accounts which have balance carry forward authority from year to year. This balance carry forward authority gives a department the ability to plan beyond one state fiscal year in managing the resources in these accounts. Dedicated accounts are known as special revenue accounts in the SWIFT state accounting system.

State law gives Minnesota Management and Budget (MMB) authority to establish and maintain funds in the state's accounting system.¹ MMB statewide operating policy² identifies special revenue funds as one of five primary governmental fund types. The other primary fund types are: general funds, capital projects funds, debt service funds and permanent funds.

A. Special Revenue Funds or Accounts

The MMB policy defines a special revenue fund as a fund used to report the proceeds of specific revenue sources that are restricted or committed to be spent for specified purposes other than debt service or capital projects.

DHS is responsible for special revenue accounts in the Restricted Miscellaneous Special Revenue Fund (Fund 2000) and in the Other Miscellaneous Special Revenue Fund (Fund 2001).

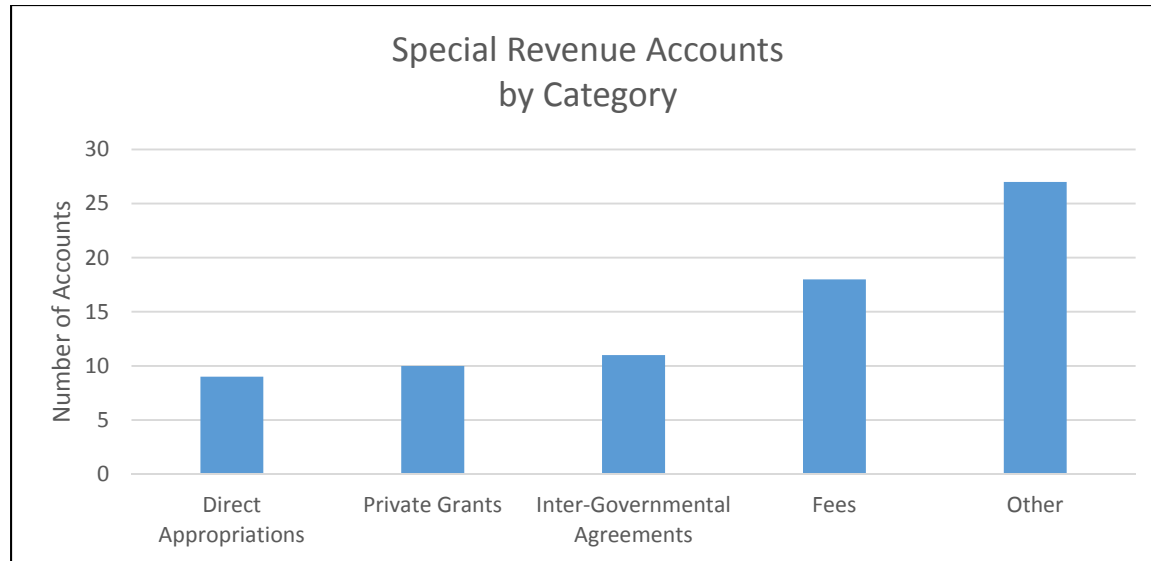
The types of revenue sources in DHS special revenue accounts fall into five categories:

- Direct appropriations: state appropriations matched with other revenue sources
- Private grants: primarily one time foundation grants
- Inter-governmental agreements: includes state and county agencies
- Fee revenue: includes receipts from various sources
- Other: holding accounts and other technical accounts that improve accounting transparency

DHS actively manages 75 special revenue accounts in the SWIFT state accounting system as of March 29, 2018. The following chart shows the distribution of these accounts by primary revenue source category.

¹ Minn. Stat. § [16A.53](#)

² Minnesota Management and Budget Statewide Operating Policy Number 0201-01 (<http://mn.gov/mmb-stat/documents/accounting/fin-policies/chapter-2/0201-01-funds-policy.pdf>)



Account Categories	Special Revenue Accounts
Direct Appropriations	9
Private Grants	10
Inter-Governmental Agreements	11
Fees	18
Other	27
Total Special Revenue Accounts	75

B. Special Revenue Account Management

Managing special revenue accounts requires estimating and adjusting revenues to match expenditures during the year. Fluctuations in revenue and expenditures may create high or low cash balances during the year and long-term. Authority to carry forward a balance from year to year mitigates the challenges in managing revenue and expenditure fluctuations.

Examples of issues that affect our ability to manage dedicated accounts include:

- Federal revenue changes (higher or lower, or delays in receiving)
- Fee revenue changes (higher or lower, or delays in receiving)
- Matching the timing of expenditures to when sufficient revenues are available
- Project and contract obligations that extend over more than one fiscal year

- Project start-up delays (which can lead to fiscal obligations in a subsequent year)
- Expenditure or revenue pressures outside the agency’s control

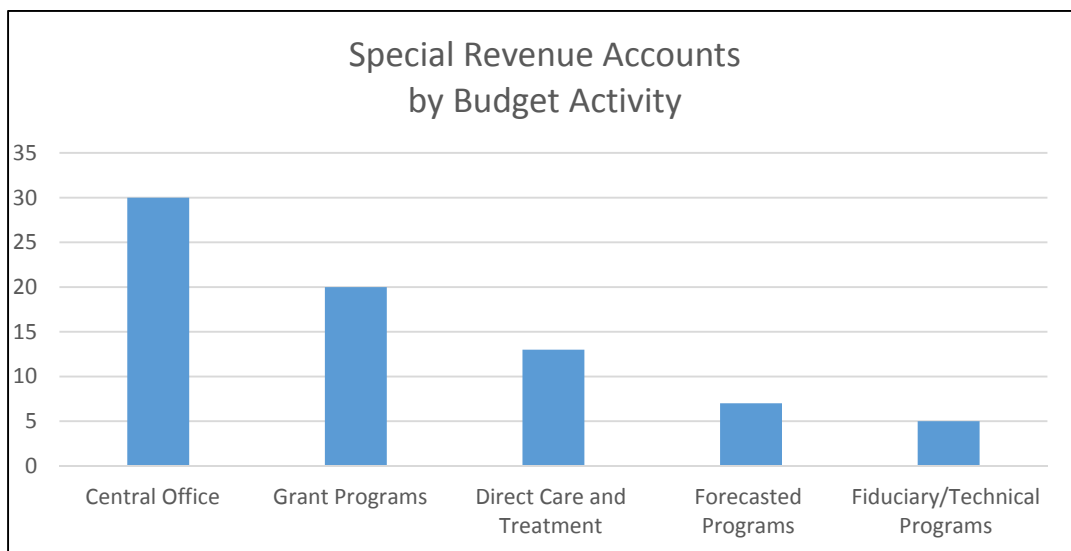
A balance in a special revenue account can act as a reserve and is often necessary to maintain the short and long-term integrity of the dedicated account. Contracts and other fiscal commitments that extend beyond a twelve month planning period depend on reliable resources.

C. Layout of Report

The report lists the 75 dedicated funds or accounts that DHS is managing in state fiscal year 2018. The report provides the name, purpose and legal authority for each account. For each account the report also includes:

- State Fiscal Year 2018 Beginning Balance
- Projected Receipts
- Projected Transfers In
- Projected Expenditures
- Projected Transfers Out
- State Fiscal Year 2018 Projected Ending Balance

We manage special revenue accounts at the program/budget activity level. Below are special revenue accounts by budget activity.



DHS Budget Program	Special Revenue Accounts
Central Office	30
Grant Programs	20
Direct Care and Treatment	13
Forecasted Programs	7
Fiduciary/Technical Programs	5
Total Dedicated Accounts	75

The primary source for the report is the statewide SWIFT accounting system. The report uses data as of March 29, 2018 and includes appropriate February 2018 forecast estimates.

Appendix A provides detail accounting information for each special revenue account.

Appendix B is the current DHS biennial budget structure.

D. Notes on Selected Special Revenue Accounts

Below are special revenue accounts, which have specific issues reflected in this report. Additional background information is provided to clarify the data reported for these accounts.

[Alternative Care Grants](#) [APFD 11014](#) [report line #7](#)

Alternative Care grants are a forecasted program. This account is used to reconcile projected versus actual costs for alternative care grants throughout the year. The projected FY18 year-end balance is \$779,000. This level of balance is needed to account for the variability between projected and actual costs.

[Long-Term Care \(LTC\) Options Project](#) [APFD 11020](#) [report line #8](#)

This account contains monies appropriated and federal reimbursements for the Minnesota Senior Health Options Project. A balance of nearly \$3 million has built up over time and is being reviewed by the Health Care Administration to identify a plan going forward.

[Consolidated Chemical Dependency and Treatment Fund \(CCDTF\) Grants](#) [APFD 11075](#) [report line #15](#)

This special revenue fund is made up of state, federal and county revenues used for residential and outpatient chemical dependency (CD) treatment services for eligible low-income Minnesotans. The CCDTF fund receipts and expenditures are adjusted to equal the February 2018 forecasted values. The balance of \$701,000 includes projected receipts for entitlement and non-entitlement activities.

[Consolidated Chemical Dependency and Treatment Fund \(CCDTF\) Operations](#) [APFD 11092](#) [report line #19](#)

Per Minnesota Statute, this account uses a portion of federal receipts earned on CCDTF expenditures to pay for administrative costs associated with managing the fund, collecting and evaluating data on

substance abuse treatment, making payments to providers and licensing treatment programs. The CCDTF operations fund receipts and expenditures are adjusted to equal the February 2018 forecasted values. The FY18 year-end balance is projected to be \$9.3 million. Governor Dayton included a proposal in his 2018 supplemental budget recommendations to refinance this account from the CCDTF to the general fund in order to provide greater administrative transparency and eliminate recurring excess balances in this account.

Systems Operations

APFD 11104

report line #24

The projected SFY 2018 expenditures are estimated to exceed \$446 million. \$200 million of that amount is for the current systems modernization projects that are eligible for enhanced federal funding. Systems Fund policy dictates that the fiscal year ending reserve be at least 5% of the average of the prior three years actual expenditures. The reserve is necessary to manage project timelines that extend over multiple state fiscal years. Of the projected \$22 million ending balance, nearly \$14 million is related to legislative initiatives such as system modernization. These funds are needed across fiscal years to ensure that legislatively mandated work is completed. The remaining \$8 million reserve is less than 5 percent of the FY2015-17 average expenditures.

Compulsive Gambling Indian Gaming

APFD 11111

report line #25

DHS contracts with Indian tribal gaming authorities to fund compulsive gambling grants. Sources of funds for this activity include the Indian Gaming Revenue account and the Lawful Gambling Tax. Funds deposited in this account are variable from year to year. This account is projected to have a fiscal year-end balance of \$846,000.

**AIDS Drug Assistance Program (ADAP) Rebates 40-55 Community Supports Administration APFD 11127
report line #27**

This account balance has increased over a number of years. The \$19.4 million projected balance is primarily due to staff success in collecting rebates from pharmaceutical companies. Rebate funding supplements federal and state monies and is spent on client insurance coverage and HIV-related drug purchases. There are federal restrictions and guidelines on how these funds may be spent.

A rider in Laws 2014, Chapter 312, Article 30, Section 2 required the commissioner to work with community stakeholders to identify gaps in services for individuals living with HIV/AIDS. As part of this work, a plan was developed for using available funds to enhance existing service levels while at the same time, retaining sufficient funding to ensure long term stability in the program. A legislative report entitled, *HIV/AIDS Unmet Need and Rebate Use Report*, was issued on December 14, 2014 which contains the recommendations of the group. The overall recommendation was that \$4,750,000 be held in reserves to ensure the ongoing operations of programs. The group also recommended that a \$12 million disbursement be made to meet unmet needs over a five year period, 2014 to 2019.

In FY 16, \$2.9 million in rebate funds were spent. At the same time there was a greater than expected increase in drug rebates over the previous year. The Department continues to spend rebates as planned with ongoing obligations in core medical and supportive services as well as increased support for housing. There were delays in implementing contracts last year so we expect that all contract obligations will be fully operational for the full year in 2018. An RFP will be released later this year for non-medical case management using rebate funds which expands upon programming currently available. We have increased income eligibility for all programs funded through Ryan White and rebate

to 400% FPL. We have also increased support to the Minnesota Department of Health to increase their efforts in finding individuals who are out of care and offering them assistance in re-engagement in medical care. Taken together, we anticipate that we will spend rebate funds at a faster pace with more programs available to more people living with HIV in 2018.

Medical Assistance (MA) Grants APFD 11180 report line #38

The medical assistance grants special revenue account is used to track MA dedicated receipts and corresponding spending. It contains the non-federal share of MMIS fees/co-pays coming in from MA. The projected FY18 year-end balance is \$17.1 million. Based on previous experience, the projected higher balance is the product of a *mismatch in timing* of receipts versus expenditures.

Privatized Adoption/Foster Care Recruitment APFD 11182 report line #39

DHS maintains a special revenue account for privatized adoption and foster care recruitment activities. The projected fiscal year-end balance of \$1.9 million is due to funds encumbered and obligated for child-specific adoption activities that are funded over more than one fiscal year.

Third-Party Liability (TPL) Contingency Fees APFD 11224 report line #45

DHS contracts with a company called HMS to assist the department with third-party liability recoveries. HMS is entitled to a portion of the recoveries in the form of contingency fees. This special revenue fund account pays out HMS's contingency fees, which are a percentage of total recoveries. This account is currently projected to have a negative fiscal year-end balance of \$463,250. Over time this account will have a zero balance but it can be positive or negative at any single moment based on cash flow.

Interim Assistance Operations 80-81 APFD 11238 report line #49

By law, Supplemental Security Income (SSI) back payments due to clients are used to repay the state for temporary General Assistance or Group Residential Housing benefits that clients received before they were found to be eligible for SSI. DHS uses a portion of these repayments to provide grants to community providers of SSI client advocacy and application services, which help clients apply with the Social Security Administration. These providers have up to 12 months to bill DHS. The projected year-end balance of \$5.7 million will ensure that cash flow is available to required outstanding obligations.

Money Follows the Person Rebalancing APFD 11252 report line #52

Money Follows the Person (MFP) is enhanced federal funding for the Moving Home Minnesota (MHM) program. This program seeks to increase use of home and community based services versus institution-based care settings. Medical Assistance funds are transferred to this account to provide the non-federal share of costs of the program. The estimated 2018 year-end balance is \$3.5 million. Several projects for use of these funds are under development. These projects must now be pre-approved by CMS. The first project has been submitted for review. The funding is available to spend until September 30, 2020.

DCT Special Health Care Receipts 60-61 APFD 16050 report line #74

This account's balance is a result of collections from cost of care receipts during the year. By law the receipts are used for two purposes; (1) providing services needed to transition individuals from institutional setting within state-operated services to the community when those services have no adequate funding source; and (2) to fund the operating costs of the Willmar Intensive Residential

Dedicated Funds Report

Treatment Services (IRTS) program. DHS must maintain sufficient funds for the start of each fiscal year for the required purposes. The estimated FY18 year-end balance is \$6.1 million.

IV. Dedicated Funds Report (\$ in Thousands)

#	Dedicated Account Name: Prog-BACT	SWIFT APFD	Business	Account Legal Cite	Account Category; Description of Purpose	Actual Beginning Balance 7/1/2017	Projected Receipts	Projected Transfers In	Projected Expenditures	Projected Transfers Out	Projected Ending Balance 6/30/2018
1	MN Sex Offender Program 60-64	10007	Direct Care & Treatments	Laws 2015, Ch. 71, Art. 14, Sec. 2, Subd. 7	Other: MSOP transferred funds to the US District Court and this is repayment of the unspent dollars. It is being used to pay SCAP expenses for FY18 or until it's been fully expended.	\$0	\$1,000	\$0	\$1,000	\$0	\$0
2	Drug and Alcohol Services Info Systems 10-15	11001	Community Supports	MN. Stat. 256.01, subd 25	Private Grant: contracted services to provide drug and alcohol abuse service data to the Behavioral Health Services Information System	\$99	\$73	\$0	\$75	\$0	\$97
3	Communications Impaired 10-14	11002	Community Supports	MN. Stat. 256.01, subd. 2	Inter-Agency Agreement: Dept. of Commerce and DHS manage equipment distribution program for deaf, hard of hearing and deaf-blind clients.	(\$9)	\$1,860	\$0	\$1,705	\$0	\$146
4	Compulsive Gambling Receipts 10-15	11004	Community Supports	MN. Stat. 349.2125, subd 4	Other: forfeiture of seized contraband used to fund compulsive gambling treatment programs	\$20	\$5	\$0	\$5	\$0	\$20
5	DHS Metro Pass Program 10-11	11007	Operations	MN Stat. 473.409	Fees: Collections from employees for employer Metro pass expenditures	\$15	\$43	\$0	\$43	\$0	\$15
6	Revenue Maximization (MAX) Operations 90-91	11008	Operations	MN. Stat. 256.01, subd. 2 (c)	Other: Holding account to manage federal revenue from projects to maximize federal reimbursement	\$1,713	\$12,209	\$0	\$0	\$13,922	\$0
7	Alternative Care Grants* 20-34	11014	Continuing Care for Older Adults	MN. Stat. 256.01, subd. 2	Other: used to track alternative care client fees and corresponding expenditures	\$279	\$1,462	\$0	\$962	\$0	\$779
8	Long Term Care (LTC) Options Project* 10-13	11020	Health Care	MN. Stat. 256.01, subd. 34	Direct Appropriation: Minnesota Senior Health Options Project; funded with a direct state appropriation and federal reimbursement.	\$3,020	\$240	\$215	\$480	\$0	\$2,995
9	Food Stamp Enhanced 40-47	11033	Children & Families	MN. Stat. 256.01, subd. 2	Other: a federal bonus payment helped fund a supplemental nutrition assistance program to increase access to healthy food.	\$520	\$458	\$0	\$458	\$0	\$520
10	Licensing / Background Studies 10-11	11041	Operations	MN. Stat. 144.057 subd 1	Fees: Background study fees collected for conducting required background studies for PCPOs, MDH, DHS and other programs. Fees collected dedicated to background study administration.	\$2,607	\$5,467	\$0	\$7,660	\$0	\$414

IV. Dedicated Funds Report (\$ in Thousands)

#	Dedicated Account Name: Prog-BACT	SWIFT APFD	Business	Account Legal Cite	Account Category; Description of Purpose	Actual Beginning Balance 7/1/2017	Projected Receipts	Projected Transfers In	Projected Expenditures	Projected Transfers Out	Projected Ending Balance 6/30/2018
11	Customer Survey / Health Research Quality (HRQ) 10-13	11051	Health Care	MN. Stat. 256.01, subd. 2 Par.(y)	Direct Appropriation: health research funded with state and federal matching funds.	\$1,425	\$138	\$0	\$1,440	\$0	\$123
12	Child Support Recoupment 40-44	11057	Children & Families	MN. Stat. 518A.56, subd. Subd. 11	Direct Appropriation: child support account to manage adjustments and recoupments of child support payments.	\$229	\$100	\$0	\$279	\$0	\$50
13	Paternity Education 10-12	11060	Children & Families	MN. Stat. 256.01, subd. 2	Other: federal reimbursement used for paternity education and outreach activities	\$139	\$364	\$0	\$102	\$0	\$401
14	MFIP/DPW Grants 20-21	11063	Children & Families	MN. Stat. 256.01, subd. 2	Other: holding account used to track counties/tribal shares of MFIP dedicated receipts.	\$0	\$750	\$0	\$750	\$0	\$0
15	Consolidated Chemical Dependency Treatment Grants* 20-35	11075	Community Supports	MN. Stat. 254B.02, subd. 1	Direct Appropriation: State, federal and county funds support the CD treatment fund, which pays for residential and outpatient chemical dependency (CD) treatment services for eligible low-income Minnesotans.	\$701	\$83,972	\$133,161	\$217,133	\$0	\$701
16	Children's Trust Fund 40-55	11076	Children & Families	MN. Stat. 256E.22,subd 1	Fees: MDH vital record fees, provide grants to counties and community-based agencies for child abuse and neglect prevention and services to families to reduce the risk of child maltreatment.	\$938	\$611	\$0	\$743	\$0	\$807
17	General Assistance (GA) Grants 20-23	11086	Children & Families	MN. Stat. 256.01, subd. 2	Other: holding account used to track General Assistance dedicated receipts.	\$0	\$50	\$0	\$50	\$0	\$0
18	County Merit System Operations 10-11	11091	Operations	MN. Stat. 256.012, subd 2, Par c	Inter-Government Agreement: County payments required to support county merit system.	\$17	\$793	\$0	\$756	\$0	\$55
19	Consolidated Chemical Dependency & Treatment Fund (CCDTF) Operations* 10-15	11092	Community Supports	MN. Stat. 254B.02, subd. 1	Other: CCDTF federal matching funds used for alcohol and drug abuse staff, licensing staff, and MMIS operations.	\$5,340	\$10,835	\$0	\$6,843	\$0	\$9,332
20	Child Support Grants 40-44	11093	Children & Families	MN. Stat. 518A.51	Fees: non-federal share of oblige processing fees, which fund county incentive grants.	\$34	\$1,543	\$0	\$1,509	\$0	\$68

IV. Dedicated Funds Report (\$ in Thousands)

#	Dedicated Account Name: Prog-BACT	SWIFT APFD	Business	Account Legal Cite	Account Category; Description of Purpose	Actual Beginning Balance 7/1/2017	Projected Receipts	Projected Transfers In	Projected Expenditures	Projected Transfers Out	Projected Ending Balance 6/30/2018
21	Rural Real Time Captioning Deaf and Hard of Hearing Grants 40-54	11096	Community Supports	Minn. Stat. 256.01, subd. 2	Inter-Governmental Agreements: grants to rural television stations to provide real-time captioning of news and news programming where real-time captioning does not exist.	\$0	\$305	\$0	\$300	\$0	\$5
22	Indian Child Welfare Act (ICWA) 40-45	11099	Children & Families	MN. Stat. 260.795, subd. 3	Direct Appropriation: grants to tribes and urban American Indian social service agencies to provide services to preserve and strengthen American Indian families and reunify children.	\$546	\$25	\$1,482	\$1,950	\$0	\$103
23	Professional Review Organization Contract 10-13	11103	Health Care	MN Stat. 256.01, subd. 34	Direct Appropriation: Medical assistance (MA) prior authorizations funded with state and federal matching funds.	\$0	\$2,472	\$1,260	\$3,569	\$0	\$164
24	Systems Operations*	11104	Operations	MN. Stat. 256.014, subd. 2	Direct Appropriation: state and federal matching funds are dedicated to development and operations of DHS systems. This includes MN-IT staff.	\$45,327	\$326,113	\$96,960	\$446,422	\$0	\$21,978
25	Compulsive Gambling Indian Gaming* 40-57	11111	Community Supports	MN. Stat. 245.98, Subd. 4	Inter-Governmental Agreement: contract with Indian tribal gaming authorities, which fund compulsive gambling grants.	\$1,246	\$870	\$0	\$1,270	\$0	\$846
26	Individualized Education Program (IEP) Health Services 10-13	11119	Health Care	MN Stat. 125A.744, subd. 3	Inter-Governmental Agreement: IEP health services funded with federal reimbursement	\$5	\$0	\$0	\$0	\$0	\$5
27	AIDS Drug Assistance Program (ADAP) Rebates*	11127	Community Supports	MN. Stat. 256.01, subd. 20 para. 6b	Other: ADAP dedicated funding from drug rebates that supplements state-and federal allocations.	\$24,530	\$8,655	\$0	\$13,824	\$0	\$19,361
28	Casey Parent Support Outreach 10-12	11128	Children & Families	MN Stat. 256.01, subd 25	Private Grant: foundation funding to support the Parent Support Outreach Program, serving families at risk of child maltreatment.	\$70	\$0	\$0	\$0	\$0	\$70
29	Minnesota Supplemental grants (MSA) 20-24	11135	Community Supports	MN. Stat. 256.01, subd. 2	Other: holding account used to track Minnesota Supplemental Assistance (MSA) dedicated receipts.	\$0	\$5	\$0	\$5	\$0	\$0
30	Workshop Account 10-11	11142	Operations	MN. Stat. 16A.721 subd. 2	Fees: Revenue collected from workshop attendees for training workshops and conferences.	\$114	\$228	\$0	\$239	\$0	\$103

IV. Dedicated Funds Report (\$ in Thousands)

#	Dedicated Account Name: Prog-BACT	SWIFT APFD	Business	Account Legal Cite	Account Category; Description of Purpose	Actual Beginning Balance 7/1/2017	Projected Receipts	Projected Transfers In	Projected Expenditures	Projected Transfers Out	Projected Ending Balance 6/30/2018
31	Emergency Preparedness 10-11	11145	Operations	MN. Stat. 256.01, subd 2A 6	Inter-Government Agreement: Department of Public Safety (DPS) and DHS agreement to help support emergency preparedness.	\$0	\$460	\$0	\$460	\$0	\$0
32	Communication Systems 10-11	11146	Operations	MN. Stat. 256.01, subd. 2, Par. (x)	Fees: Revenue collected from users of communication services	\$333	\$100	\$0	\$100	\$0	\$333
33	Parent Aware Getting Ready: MN Early Learning Foundation 40-43	11147	Children & Families	MN. Stat. 256.01, subd 25	Private Grant: A Greater Twin Cities United Way grant to implement quality supports for licensed child care/early care and education programs.	\$7	\$0	\$0	\$7	\$0	\$0
34	Minnesota Commission of Deaf, Deaf blind, and Hard of Hearing (CDHH) Supplemental Funding 10-15	11148	Community Supports	MN. Stat. 256.01, subd. 2	Direct Appropriation: transfer from Dept. Of Commerce telecommunication access fund transfer for administrative expenses servicing the Commission of Deaf, Deaf-Blind and Hard of Hearing.	\$105	\$0	\$1,170	\$1,275	\$0	\$0
35	Child Welfare Training (CWT) 10-12	11152	Children & Families	MN. Stat. 629.559, subd 5	Direct appropriation: State, county, and federal matching funds, are reinvested into CWT programs.	\$289	\$1,896	\$633	\$2,808	\$0	\$10
36	Group Residential Housing Grants (GRH) 20-25	11165	Community Supports	MN. Stat. 256.01, subd. 2	Other: holding account to track GRH dedicated receipts.	\$0	\$1,975	\$0	\$1,975	\$0	\$0
37	Nursing Home Advisory Council 40-53	11178	Continuing Care for Older Adults	MN. Stat. 144A.33, subd. 4	Inter-Governmental Agreement: Grants to nursing home resident councils for ongoing education, training and information dissemination.	\$233	\$0	\$0	\$233	\$0	\$0
38	Medical Assistance (MA) Grants* 20-33	11180	Operations	MN. Stat. 256.01 subd 2	Other: holding account used to track dedicated MA receipts.	\$1,148	\$81,180	\$0	\$65,180	\$0	\$17,148
39	Privatized Adoption / Foster Care Recruitment* 40-45	11182	Children & Families	MN. Stat. 256.01, subd. 2	Other: state and federal administrative funds provide adoption and foster care recruitment grants.	\$1,047	\$3,504	\$0	\$2,612	\$0	\$1,939
40	Nursing Home Contract 10-14	11208	Continuing Care for Older Adults	MN. Stat. 256B.434, subd. 2, Par. C, Item 4	Fees: revenue collected from nursing homes participating in alternative payment demo project.	\$121	\$0	\$0	\$121	\$0	\$0
41	CO ADMR Clearing Account 90-91	11212	Operations	MN Stat. 256.01, Subd. 2	Other: This account is used solely to distribute the agency's federal administrative reimbursement. It is technical in nature.	\$79,489	\$0	\$0	\$79,000	\$0	\$489

IV. Dedicated Funds Report (\$ in Thousands)

#	Dedicated Account Name: Prog-BACT	SWIFT APFD	Business	Account Legal Cite	Account Category; Description of Purpose	Actual Beginning Balance 7/1/2017	Projected Receipts	Projected Transfers In	Projected Expenditures	Projected Transfers Out	Projected Ending Balance 6/30/2018
42	Collections Clearing Account 90-91	11213	Operations	MN. Stat. 256.01, subd. 34 (3)	Other: Collections Clearing Account Technical	\$0	\$0	\$0	\$0	\$0	\$0
43	CSED 1115 Grant 10-12	11219	Children & Families	MN. Stat. 256.01, subd. 34 (3)	Other: federal funding to streamline child support order reviews and modifications.	\$58	\$0	\$0	\$0	\$0	\$58
44	Food and Drug Administration (FDA) Tobacco Inspections 10-15	11220	Community Supports	MN. Stat. 254A.03, subd. 1 (9)	Other: FDA Tobacco Inspections of tobacco retailers	\$107	\$1,044	\$0	\$1,063	\$0	\$87
45	Third Party Liability (TPL) Contingency Fees* 10-13	11224	Health Care	MN. Stat. 256.01, subd. 2	Fees: Contingency fees fund third party collection expenditures. (APID 1450)	\$0	\$1,156	\$0	\$1,619	\$0	(\$463)
46	Receipt Center Operations 10-11	11235	Operations	MN. Stat. 256.01, subd. 37	Fees: Issuance Operations Center (IOC) fee revenue is managed to support department central mailing operations.	\$463	\$271	\$754	\$1,105	\$75	\$307
47	OIG Recovery Audit Operations 10-11	11236	Operations	MN Stat. 256.01, subd. 33	Other: management of contingent contract fees for medical assistance recoveries, which meet fiscal requirements of the Recovery Act Contract (RAC)	\$115	\$28	\$0	\$64	\$0	\$79
48	Otto Bremer Foundation Grant 40-47	11237	Children & Families	MN. Stat. 256.01, subd 25	Private Grant: project to research issues related to youth homelessness in rural and tribal communities in greater Minnesota.	\$0	\$0	\$0	\$0	\$0	\$0
49	Interim Assistance Operations* 80-81	11238	Operations	MN Stat. 256D.06, subd. 5 (e)	Other: federal SSI reimbursements provide resources for helping recipients of public assistance apply for benefits to the Social Security Administration.	\$4,622	\$5,150	\$0	\$4,070	\$0	\$5,702
50	Race to the Top Grant 40-43	11239	Children & Families	MN. Stat. 256.01, subd. 2	Other: A federal grant award to provide funding for the Parent Aware Quality Rating and Improvement System for child care/early cares and education programs.	\$0	\$0	\$0	\$0	\$0	\$0
51	BlueCross Blue Shield (BCBS) SNAP outreach grants 40-47	11243	Children & Families	MN. Stat. 256.01, subd. 2	Private Grant: project to promote the Supplemental Nutrition Assistance Program (SNAP) benefits to 50 farmers' markets through the "Market Bucks" program.	\$0	\$18	\$0	\$0	\$0	\$18

IV. Dedicated Funds Report (\$ in Thousands)

#	Dedicated Account Name: Prog-BACT	SWIFT APFD	Business	Account Legal Cite	Account Category; Description of Purpose	Actual Beginning Balance 7/1/2017	Projected Receipts	Projected Transfers In	Projected Expenditures	Projected Transfers Out	Projected Ending Balance 6/30/2018
52	Money Follows the Person (MFP) Rebalancing* 40-55	11252	Continuing Care for Older Adults	MN. Stat. 256B.04 Subd. 20	Other: enhanced federal funding for management of Moving Home Minnesota (MHM). This funding is generated from the enhanced FFP (25%) that can be expended on various projects that help people stay out of institutions.	\$3,529	\$2,828	\$0	\$2,828	\$0	\$3,529
53	CMHS Contracted Services 10-15	11255	Community Supports	MN. Stat. 256.01 subd 25	Private Grant: contracted services to provide mental health service data to the Behavioral Health Services Information System	\$171	\$160	\$0	\$150	\$0	\$181
54	OIG Provider Screening 10-11	11256	Operations	MN. Stat. 256B.04 subd 22	Fees: Application fees collected for provider screening by DHS Office of Inspector General.	\$741	\$877	\$0	\$1,405	\$0	\$213
55	Hunger Free Minnesota 40-47	11259	Children & Families	MN. Stat. 256.01, subd. 2	Private Grant: foundation funding to conduct focus groups, to research and issue a report on the barriers to SNAP for adults without children.	\$4	\$0	\$0	\$4	\$0	\$0
56	Sauer Children's Foundation 10-12	11261	Children & Families	MN. Stat. 256.01, subd. 2	Private Grant: a trauma pre-screen project is being conducted to validate that the Social service information system automated pre-screening rating for child trauma exposure accurately identifies those children who are at risk for high trauma exposure.	\$14	\$0	\$0	\$9	\$0	\$5
57	DEED SGAP 40-55	11273	Community Supports	MN. Stat. 256.01, subd. 2	Interagency Agreement: Between the Disability Services Division and the Department of Economic and Employment Development (DEED) to provide a benefits planning service. This funding is from grant funding received by Vocational Rehab Services in DEED.	\$0	\$697	\$0	\$697	\$0	\$0
58	Bush Foundation Inequities Grant 10-11	11277	Operations	MN. Stat. 256.01, subd. 2	Private Grant: Bush Foundation Inequities Grant to improve DHS program outcomes for populations of color and American Indians.	\$18	\$0	\$0	\$10	\$0	\$8
59	MDH Safe Harbor Expansion	11286	Children & Families	MN Stat. 256.01, Subd. 2	Inter-Agency Agreement: Funds from MDH to fund .5 FTE for Safe Harbor work	\$0	\$110	\$0	\$110	\$0	\$0
60	DEED HB-TE-MPD	11288	Community Supports	Laws 2016, Ch. 189, Art. 7, Subd. 4	Inter-Agency Agreement: Dept. of Economic Development home-based technology, enhanced monitoring pilot program	\$0	\$250	\$0	\$250	\$0	\$0

IV. Dedicated Funds Report (\$ in Thousands)

#	Dedicated Account Name: Prog-BACT	SWIFT APFD	Business	Account Legal Cite	Account Category; Description of Purpose	Actual Beginning Balance 7/1/2017	Projected Receipts	Projected Transfers In	Projected Expenditures	Projected Transfers Out	Projected Ending Balance 6/30/2018
61	Parents & Children Thriving	11291	Children & Families	MN. Stat. 256.01, subd. 25	Private Grant: grant from National Governors Association (NGA) to develop system-wide supports for low-income families through two-generation strategies.	\$45	\$45	\$0	\$45	\$0	\$45
62	Mental Health Innovation Grant Program	11295	Community Supports	MN Stat. 246.18 4A	Other: Establishes grants, administered by DHS, to entities that provide services to reduce the incidence of hospitalization in AMRTC and CBHHS	\$0	\$1,000	\$0	\$1,000	\$0	\$0
63	Third Party Administrator MCO 10-13	11296	Health Care	MN Stat. 16A.1283 (b)3	Fees: As part of the MN Senior Health Options and Special Needs BasicCare integrated Medicare-Medicaid programs, the state provides third-party administrative services for integrated enrollment, dis-enrollment and program reconciliation services.	\$0	\$939	\$0	\$515	\$0	\$424
64	DCT System Wide Seminar Workshop 60-61	16010	Direct Care & Treatments	MN. Stat. 16A.721 subd. 2	Fees: collections from attendees, which fund workshops and training.	\$38	\$30	\$0	\$55	\$0	\$13
65	Ded Srvs - Work Activity (METO) 60-65	16017	Direct Care & Treatments	MN Stat. 246.56, Subd 2	Other: Balance will be used for MN Life Bridge clients as needed	\$82	\$0	\$0	\$0	\$0	\$82
66	Dedicated Services Lease Inc. System-wide 60-65	16023	Direct Care & Treatments	MN. Stat. 245.037	Fees: Collections from rent paid by private party to lease space on RTC campuses.	\$53	\$400	\$0	\$450	\$0	\$3
67	DD Mobile Crisis Teams 60-62	16027	Direct Care & Treatments	MN. Stat. 246.57 subd. 1	Fees: collections from private provider for training provided by Community Support Services.	\$23	\$10	\$0	\$25	\$0	\$8
68	Deed. Services-Work 60-63	16033	Direct Care & Treatments	MN. Stat. 246.56 subd. 2	Other: Therapeutic Work Activity programs for clients within the Forensic Services programs	\$196	\$500	\$0	\$650	\$0	\$46
69	Deed. Services Out Patient 60-63	16034	Direct Care & Treatments	MN. Stat. 246.57 subd. 1	Fees: collections from court ordered Rule 20 evaluation of competency to stand trial.	\$237	\$300	\$0	\$525	\$0	\$12
70	Intermediate Care Facilities (ICF / developmentally disabled (DD) Depreciation. MSOCS 60-62	16041	Direct Care & Treatments	MN. Stat. 246.18 subd. 5	Other: account used to maintain buildings owned by the state for housing clients receiving ICF/DD services	\$4	\$0	\$0	\$4	\$0	\$0
71	Community Health Clinics 60-65	16043	Direct Care & Treatments	MN. Stat. 246.57 subd. 6	Fees: dental clinic operations, which provide services for clients with disabilities.	\$486	\$4,500	\$0	\$4,986	\$0	\$0

IV. Dedicated Funds Report (\$ in Thousands)

#	Dedicated Account Name: Prog-BACT	SWIFT APFD	Business	Account Legal Cite	Account Category; Description of Purpose	Actual Beginning Balance 7/1/2017	Projected Receipts	Projected Transfers In	Projected Expenditures	Projected Transfers Out	Projected Ending Balance 6/30/2018
72	Dedicated Services- Shared Services-Willmar 60-62	16047	Direct Care & Treatments	MN. Stat. 245.57 subd. 6	Inter-Governmental Agreement: Community Partnership Network (CPN) -- DCT/County Partnership providing ACT, AMHRS and other MH Services in the community thru Shared Service Agreements.	\$64	\$0	\$0	\$3	\$0	\$61
73	Dedicated Services Lease Income -Brainerd 60-65	16049	Direct Care & Treatments	MN. Stat. 245.037	Fees: Rent collected from MinnesotaCare and the Mille Lacs Band of Ojibwe to lease space on the old Brainerd Regional Human Services campus	\$1,065	\$825	\$0	\$1,725	\$0	\$165
74	DCT Special Health Care Receipts* 60-61	16050	Direct Care & Treatments	MN. Stat. 246.18 subd. 8	Fees: Collections from newly formed community services after 7/1/2010	\$4,443	\$4,600	\$0	\$2,913	\$0	\$6,130
75	DCT Indirect Cost Clearing Account 60-65	16051	Direct Care & Treatments	MN. Stat. 256.01, subd. 2	Other: holding Account - used to collect/pay Statewide and DHS Overhead Allocations for DCT enterprise / revenue programs	\$293	\$692	\$0	\$982	\$0	\$3

Appendix A

Dedicated Accounts in Special Revenue Funds

Listed by SWIFT Appropriation Financial Department (APFD)

SWIFT APFD	Special Revenue Fund	Dedicated Account Name	Primary Budget #	Primary Budget Name
10007	2000	MN Sex Offender Program Court Related	64	Direct Care & Treatment
11001	2000	Drug and Alcohol Services Info System	15	Community Supports
11002	2001	Communications Impaired	15	Community Supports
11004	2001	Compulsive Gambling Receipts	15	Community Supports
11007	2000	DHS Metro Pass Program	11	Operations
11008	2001	Revenue Maximization (MAX) Operations	91	Operations
11014	2000	Alternative Care Grants	34	Alternative Care Grants
11020	2001	Long Term Care (LTC) Options Project	13	Health Care Administration
11033	2000	Food Stamp Enhanced	47	Child & Economic Support Grants
11041	2000	Licensing / Background Studies	11	Operations
11051	2001	Customer Survey / Heath Research Quality (HRQ)	13	Health Care Administration
11057	2001	Child Support Recoupment	44	Child Support Grants
11060	2001	Paternity Education	12	Children & Families
11063	2000	MFIP/DPW Grants	21	MFIP/DWP Grants
11075	2000	CCDTF Grants	35	CD Treatment Fund
11076	2000	Children's Trust Fund	45	Children's Services Grants
11086	2000	General Assistance (GA) Grants	23	General Assistance Grants
11091	2000	County Merit System Operations	11	Operations

SWIFT APFD	Special Revenue Fund	Dedicated Account Name	Primary Budget #	Primary Budget Name
11092	2000	Consolidated Chemical Dependency and Treatment Fund (CCDTF) Operations	15	Community Supports
11093	2000	Child Support Grants	44	Child Support Grants
11096	2001	Rural Real Time Captioning Deaf and Hard of Hearing Grants	54	Continuing Care Administration
11099	2001	Indian Child Welfare Act (ICWA)	45	Children's Services Grants
11103	2001	Professional Review Organization Contract	13	Health Care Administration
11104	2001	Systems Operations	11	Operations
11111	2001	Compulsive Gambling Indian Gaming	57	Adult Mental Health Grants
11119	2000	Individualized Education Program (IEP) Health Services	13	Health Care Administration
11127	2000	AIDS Drug Assistance Program (ADAP) Rebates	55	Disability Grants
11128	2000	Casey Parent Support Outreach	12	Children and Families
11135	2000	Minnesota Supplemental grants (MSA)	24	MSA Grants
11142	2001	Workshop Account	11	Operations
11145	2001	Emergency Preparedness	11	Operations
11146	2001	Communication Systems	11	Operations
11147	2000	Parent Aware Getting Ready	43	Children & Families
11148	2001	Minnesota Commission of Deaf, Deaf blind, and Hard of Hearing (CDHH) Supplemental Funding	15	Community Supports
11152	2001	Child Welfare Training	45	Children & Families
11165	2000	Group Residential Housing Grants (GRH)	25	GRH Grants
11178	2000	Nursing Home Advisory Council	14	Continuing Care Administration
11180	2000	Medical Assistance (MA) Grants	33	Medical Assistance
11182	2001	Privatized Adoption / Foster Care Recruitment	45	Children's Services Grants

SWIFT APFD	Special Revenue Fund	Dedicated Account Name	Primary Budget #	Primary Budget Name
11208	2000	Nursing Home Contract	14	Continuing Care Administration
11212	2001	Central Office ADMR Clearing Account	91	Operations
11213	2000	Collections Clearing Account	91	Operations
11219	2001	Child Support Grants	12	Child Support Grants
11220	2000	Food and Drug Administration (FDA) Tobacco Inspections	15	Community Supports
11224	2000	Third Party Liability (TPL)) Contingency Fees	13	Health Care Administration
11235	2001	Receipt Center Operations	11	Operations
11236	2000	OIG Audit Recovery	11	Operations
11237	2000	Otto Bremer Foundation Grant	47	Children & Families
11238	2000	Interim Assistance Operations	81	Community Supports
11239	2001	Race to the Top Grant	43	Children & Families
11243	2000	BlueCross Blue Shield (BCBS) SNAP Outreach Grants	47	Children & Families
11252	2000	Money Follows the Person (MFP) Rebalancing	55	Continuing Care Administration
11255	2000	CMHS Contracted Services	15	Community Supports
11256	2000	OIG Special Revenue Account	11	Operations
11259	2000	Hunger Free Minnesota	47	Child & Economic Support Grants
11261	2000	Sauer's Children's Foundation	12	Children & Families
11273	2001	Deed-SGAP	55	Disability Grants
11277	2000	Bush Foundation Inequities	11	Operations
11286	2001	Safe Harbor Expansion	12	Children and Families
11288	2001	DEED – Home-based technology	55	Community Supports
11291	2000	Parents and Children Thriving	12	Children and Families

SWIFT APFD	Special Revenue Fund	Dedicated Account Name	Primary Budget #	Primary Budget Name
11295	2000	Mental Health Innovation Grant Program	15	Community Supports
11296	2001	Third-Party Administrator - Managed Care	13	Health Care Administration
16010	2000	DCT\System Wide Seminar Workshop	61	DCT Mental Health
16017	2000	Dedicated Services Work-Activity- (METO)	61	DCT Mental Health
16023	2000	Dedicated Services Lease Inc. System-wide	61	DCT Mental Health
16027	2000	DD Mobile Crisis Team	61	DCT Mental Health
16033	2000	Dedicated Services Work Activity	63	MN. Sec. Hospital
16034	2000	Dedicated Services-Outpatient	63	MN. Sec. Hospital
16041	2000	Intermediate Care Facilities (ICF / developmentally disabled (DD) Depreciation MSOCS	62	DCT - MSOCS
16043	2000	Community Health Clinics	61	DCT Mental Health
16047	2000	Dedicated Services-Shared Services-Willmar	61	DCT Mental Health
16049	2000	Dedicated Services Lease Income -Brainerd	61	DCT Mental Health
16050	2000	DCT Special Health Care Receipts	61	DCT Mental Health
16051	2001	DCT Indirect Cost Clearing Account	61	DCT Mental Health

Appendix B

DHS Biennial Budget Structure

Program #	Program Name	BACT	Budget Activity (BACT)
10	Central Office	11	Operations
		12	Children & Families
		13	Health Care
		14	Continuing Care for Older Adults (CCOA)
		15	Community Support Services
		16	MN-IT @ DHS
20	Forecasted Programs	21	MFIP/DWP Grants
		22	MFIP Child Care Grants
		23	General Assistance Grants
		24	MN Supplemental Assistance Grants
		25	Group Residential Housing
		26	Northstar Care for Children
		31	MinnesotaCare
		33	Medical Assistance
		34	Alternative Care
		35	Chemical Dependency (CD) Treatment Fund
40	Grant Programs	41	Support Services Grants
		42	Basic Sliding Fee (BSF) Child Care Assistance
		43	Child Care Development Grants
		44	Child Support Enforcement Grants
		45	Children's Services Grants
		46	Child & Community Service Grants
		47	Child & Economic Support Grants
		48	Refugee Services Grants
		51	Health Care Grants
		52	Other Long-Term Care Grants
		53	Aging and Adult Services Grants

Program #	Program Name	BACT	Budget Activity (BACT)
		54	Deaf & Hard of Hearing Grants
		55	Disabilities Grants
		57	Adult Mental Health Grants
		58	Child Mental Health Grants
		59	CD Treatment Support Grants
60	Direct Care and Treatment	61	DCT Mental Health
		62	DCT Enterprise Services
		63	DCT Minnesota Security Hospital
		64	MN Sex Offender Program
		65	DCT Operations
80	Fiduciary Activities	81	Fiduciary Activities
90	Technical Activities	91	Technical Activities