



Overview of the FY 2020 – 2022 Budget Department for Income Support

Presented for the Budget Review Subcommittee on Health and Family Services

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Steven Veno, Commissioner



Who We Are

The Department for Income Support administers the Child Support Enforcement program and the Disability Determination Services program.

Department for Income Support Mission

To ensure vital income supports are provided to enhance the well-being of Kentucky's families.

Child Support Enforcement Mission

To ensure that Kentucky's children are financially supported by both parents.

Disability Determination Services Mission

To determine medical eligibility for residents of the Commonwealth who apply for Social Security and Supplemental Security Income (SSI) disability benefits from the federal government.

Department for Income Support

Historical & Budgeted Expenditures

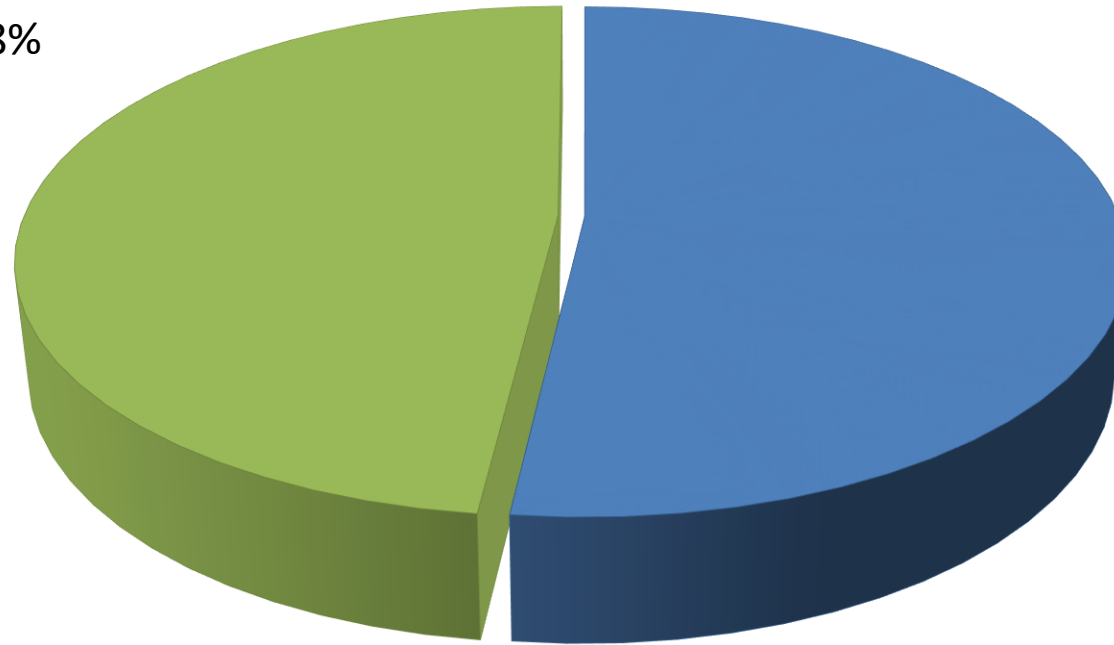
	FY 2018 (Actual)	FY 2019 (Actual)	FY 2020 (Budgeted)	FY 2021 (Recommended)	FY 2020 (Recommended)
General Fund	\$ 7,576,900	\$ 7,116,600	\$ 7,116,600	\$ 13,616,600	\$ 13,616,600
Restricted Agency Fund	\$ 15,495,459	\$ 17,251,710	\$ 17,550,900	\$ 11,064,400	\$ 11,088,600
Federal Fund	\$ 71,146,712	\$ 79,850,510	\$ 85,736,600	\$ 86,866,400	\$ 87,791,100
Total	\$ 94,219,071	\$ 104,218,820	\$ 110,404,100	\$ 111,547,400	\$ 112,496,300

Total Income Support Expenditures

Budgeted FY 20: \$110,404,100

Disability Determination Services

■ \$53,165,900 48%



■ **Child Support Enforcement**
\$57,238,200 52%

Child Support Federal Mandates

- ❖ State Disbursement Unit (SDU)
- ❖ DNA Testing
- ❖ New Hire Reporting
- ❖ FIDM/Bank Levy
- ❖ State Parent Locator Services (SPLS)
- ❖ Central Registry
- ❖ State and Federal Tax Offset

Child Support Challenges

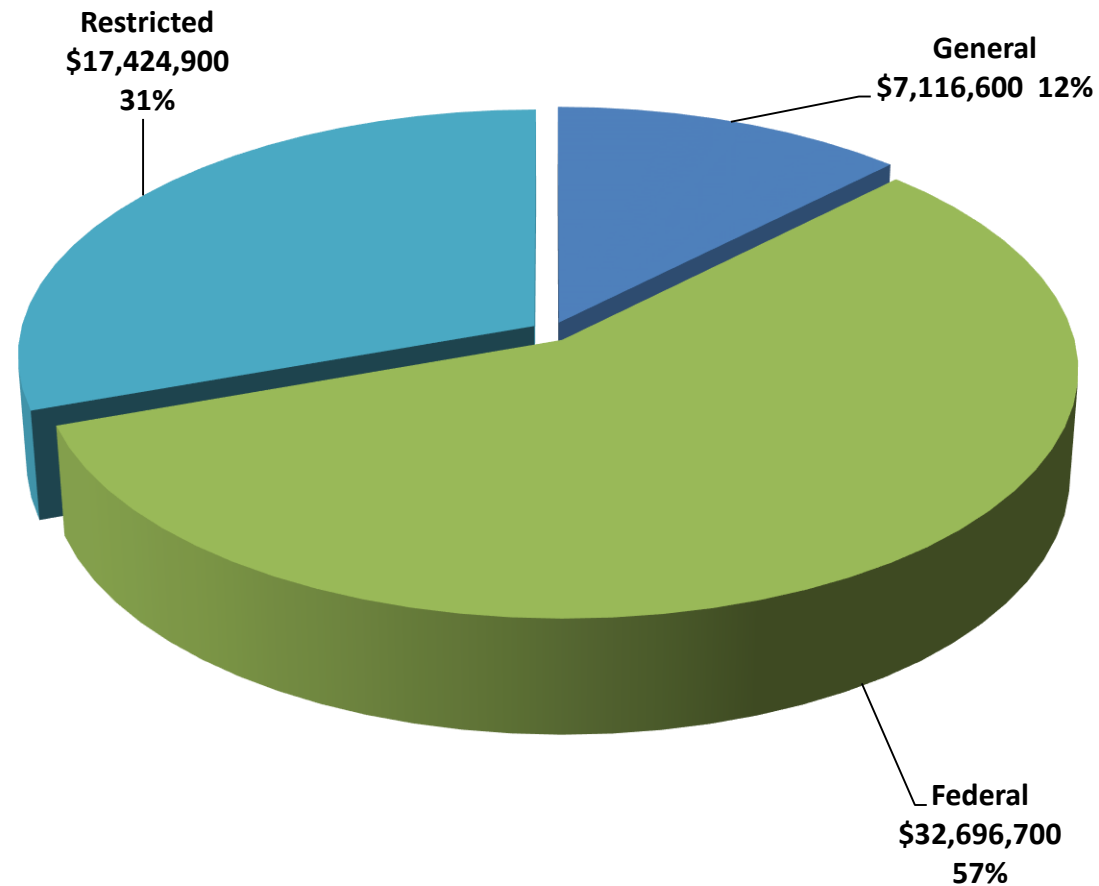
- ❖ High rates of SSI and public assistance dependence stymie collection
- ❖ Staffing attrition
- ❖ Working with multiple state agencies and the federal government
- ❖ Lack of public awareness
- ❖ Leveraging existing technology to enhance administrative collection capabilities

Child Support Enforcement Historical & Budgeted Expenditures

	FY 2018 (Actual)	FY 2019 (Actual)	FY 2020 (Budgeted)	FY 2021 (Recommended)	FY 2020 (Recommended)
General Fund	\$ 7,576,900	\$ 7,116,600	\$ 7,116,600	\$ 13,616,600	\$ 13,616,600
Restricted Agency Fund	\$ 15,391,121	\$ 17,128,286	\$ 17,424,900	\$ 10,938,400	\$ 10,962,600
Federal Fund	\$ 27,896,678	\$ 32,171,324	\$ 32,696,700	\$ 32,713,100	\$ 32,759,900
Total	\$ 50,864,699	\$ 56,416,210	\$ 57,238,200	\$ 57,268,100	\$ 57,339,100

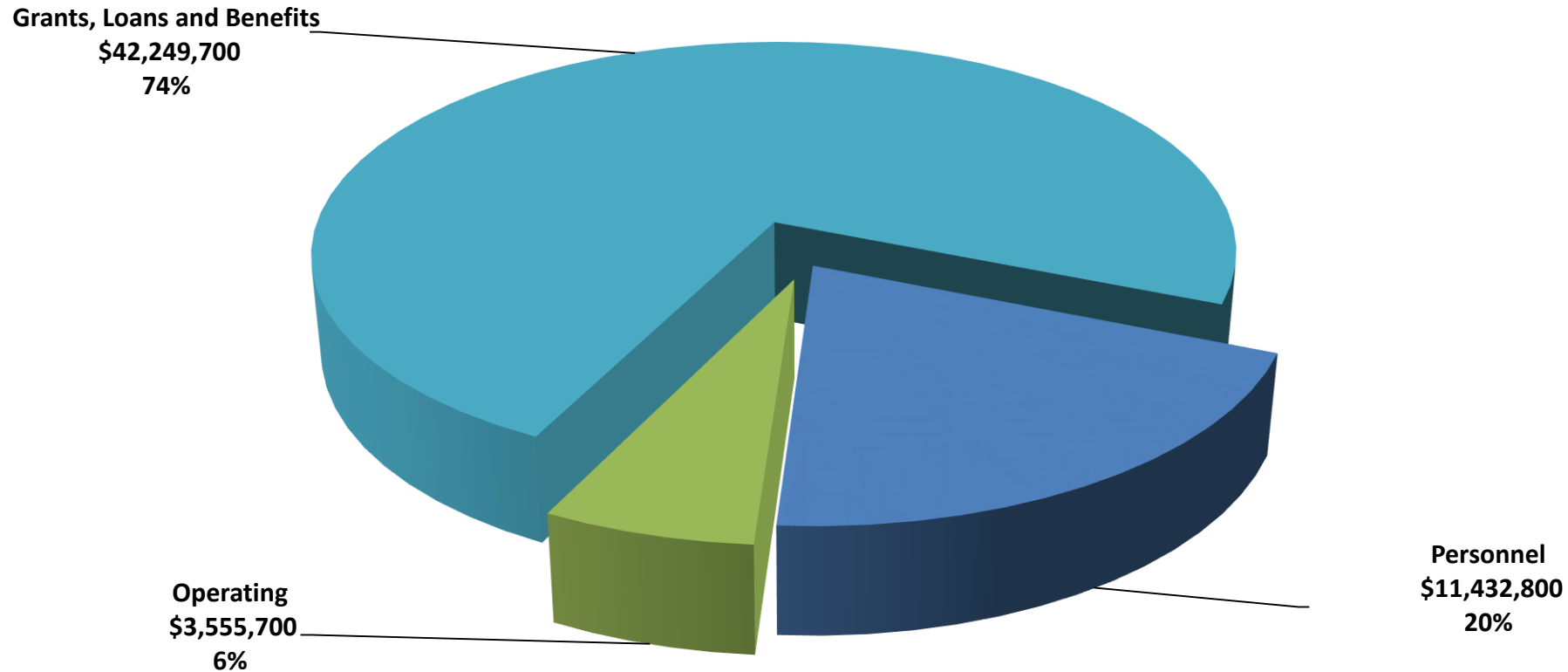
Child Support Enforcement Expenditures

Budgeted FY 20: \$57,238,200



Child Support Enforcement Expenditures

Budgeted FY 20: \$57,238,200



Child Support Enforcement Governor's Recommended Budget

- ❖ \$6.5M each fiscal year to replace lost Temporary Assistance for Needy Families (TANF) receipts
- ❖ Funding allows the Child Support program to maintain operations at current levels
- ❖ Avoids loss of \$13M in matching federal funds

Disability Determination Services Program

The Disability Determination Services program determines medical eligibility for residents of Kentucky who apply for Social Security or SSI Disability benefits.

Criteria for eligibility is set by the Social Security Administration. The Social Security Administration contracts with states to administer the determinations process.

Disability Determination Services	FFY 2018	FFY 2019	FFY 2020
✓ Annual Disability Claims Processed	87,291	87,068	85,500

Disability Determination Services Challenges

- ❖ Enhancing fraud interdiction and prevention
- ❖ Ensuring proper forensic assessment practices by all medical evaluators
- ❖ Maintaining adequate staffing

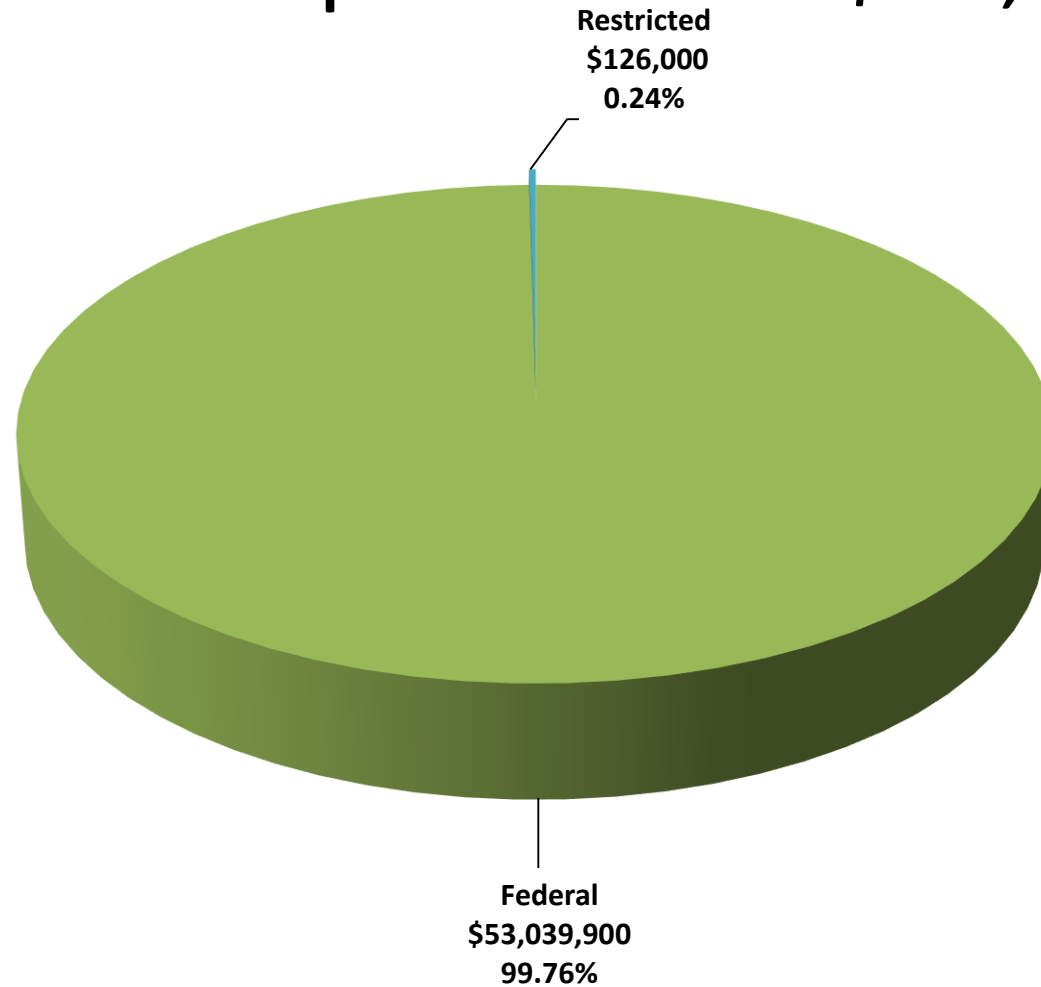
Disability Determination Services

Historical & Budgeted Expenditures

	FY 2018 (Actual)	FY 2019 (Actual)	FY 2020 (Budgeted)	FY 2021 (Recommended)	FY 2020 (Recommended)
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted Agency Fund	\$ 104,338	\$ 123,424	\$ 126,000	\$ 126,000	\$ 126,000
Federal Fund	\$ 43,250,033	\$ 47,679,186	\$ 53,039,900	\$ 54,153,300	\$ 55,031,200
Total	\$ 43,354,371	\$ 47,802,610	\$ 53,165,900	\$ 54,279,300	\$ 55,157,200

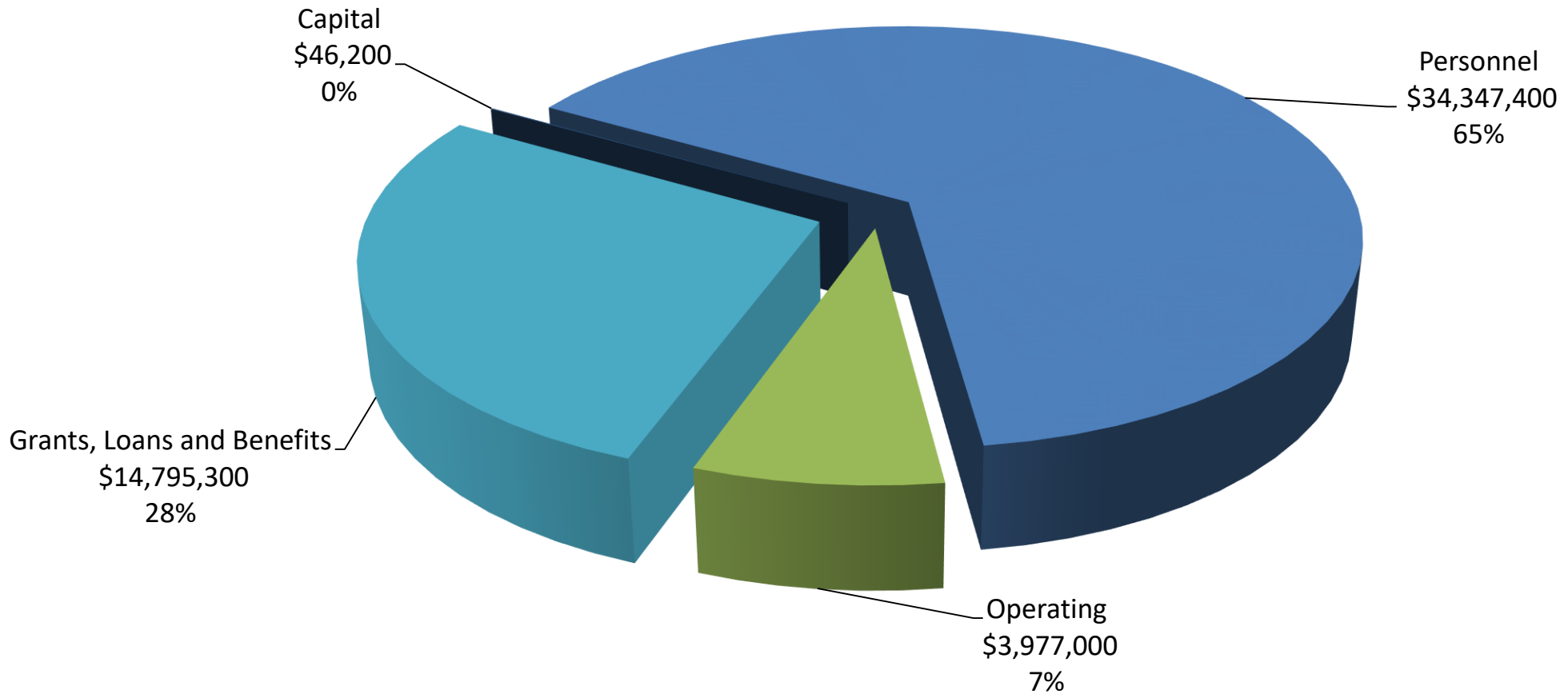
Disability Determination Services Expenditures

FY 20 Total Expenditures: \$53,165,900



Disability Determination Services Expenditures

FY 20 Total Expenditures: \$53,165,900



Questions