



TEXAS DEPARTMENT OF FAMILY AND PROTECTIVE SERVICES

COMMISSIONER
Carey D. Cokerell

January 2, 2008

Mike Morrissey, Director
Budget, Planning and Policy
Office of the Governor
State Insurance Building, 4th Floor
1100 San Jacinto
Austin, Texas 78751

John O'Brien, Director
Legislative Budget Board
Robert E. Johnson Building, 5th Floor
1501 N. Congress Avenue
Austin, Texas 78701

Dear Sirs:

In accordance with the 80th Legislature, HB 1, Article II, Department of Family and Protective Services, Rider 28, we are submitting the required Child Protective Services (CPS) Reform First Quarter Expenditure Report for FY 2008.

QUARTERLY BUDGET ADJUSTMENTS

The following adjustments were made to the appropriated budget during the first quarter FY 2008. In total, the operating budget was increased by \$1,946,931 for the following:

- An increase of \$1,638,342 for the state employee pay raise appropriated by the 80th Legislature.
- An increase of \$554,540 for the increased funding for employee benefit replacement pay.
- A decrease of \$245,951 in federal entitlement to reflect adjustments for updated expenditure projections.

QUARTERLY BUDGET VARIANCES

This biennium, the CPS Reform purposes funded by the 79th Legislature were appropriated in their parent strategies in Goals A and B. This report allocates the funding from the parent strategies to each purpose. Any variance shown for Rider 28 must be considered in the context of the parent strategy variance as reflected in the agency's monthly financial report.

SIGNIFICANT CHANGES FROM PREVIOUS QUARTERLY REPORT

Since this is the first quarterly Rider 28 report for FY 2008, there are no changes to discuss.

OTHER KEY ISSUES

The agency continues to budget using the assumption that Targeted Case Management Medicaid claims for costs associated with the CPS out-of-home population is not allowable, even though the State of Texas continues to draw down Medicaid funds for these costs. This budget approach is consistent with appropriated funding for FY 2008.

Please contact Laura Phillips at 438-4429 if you have any questions or require additional information.

Sincerely,

Cindy Brown
Chief Financial Officer

cc: Jessica Olson, Governor's Advisor, Governor's Office
Nancy Millard, Legislative Budget Board

Texas Department of Family and Protective Services



Rider 28 CPS Reform Quarterly Expenditure Report for FY 2008

First Quarter as of November 30, 2007

Submitted January 02, 2008

DFPS Rider 28 CPS Reform Expenditure Report for First Quarter FY 2008
as of November 30, 2007

	FY 2008 Appropriated	FY 2008 Funding Allocation	Operating Budget Adjustments	FY 2008 Operating Budget	YTD Expenditures	Projected Expense (Annual)	Variance	Total Approp FTEs	YTD Ave FTEs Filled
Purpose Listed in Rider 28									
1. Direct Delivery Staff	67,712,007	68,937,202	1,046,264	69,983,466	13,239,845	70,118,213	(134,747)	1,516.0	1,522.6
2. Regional Screeners	1,991,923	1,991,923	26,861	2,018,784	380,934	2,034,430	(15,647)	41.0	39.5
3. Case Records Compliance	662,427	501,331	9,879	511,210	127,266	674,130	(162,920)	15.0	11.2
4. Functional Units (All Stages)	33,295,779	33,295,779	451,651	33,747,430	6,346,991	33,974,000	(226,570)	758.0	743.2
5. Expanded Training	2,297,924	2,297,924	18,386	2,316,310	316,541	2,263,281	53,029	50.0	44.8
6. Mobile Caseworker Technology	7,857,203	7,857,203	20,161	7,877,364	1,426,313	7,879,907	(2,542)		-
7. Telemedicine Assessments	3,000,816	3,000,816	-	3,000,816	-	3,000,816	-		-
8. Purchased Client Services	21,660,112	21,660,112	-	21,660,112	3,369,981	21,201,848	458,264		-
9. Supplemental Pay for CPS Investigators	12,294,100	12,294,100	186,020	12,480,120	2,373,247	12,514,477	(34,357)		-
10. Child Safety Specialists	1,161,169	1,161,169	15,970	1,177,139	222,403	1,185,302	(8,162)	20.0	19.8
11. Diligent Search	203,444	203,444	4,414	207,858	36,569	209,158	(1,300)	6.0	4.2
12. Management Structure	6,699,030	6,699,030	109,069	6,808,099	1,274,615	6,844,420	(36,322)	116.0	88.0
13. Operations Support	1,314,668	1,475,764	47,528	1,523,292	229,964	1,279,008	244,284	36.0	24.7
14. Human Resources Contract	371,376	371,376	-	371,376	-	371,376	-		-
15. Contract Management (SAO)	500,000	500,000	-	500,000	-	500,000	-		-
16. Independent Administrator/Evaluator	1,225,195	-	-	-	-	-	-		-
17. Contract Oversight	553,344	553,344	10,728	564,072	112,273	551,917	12,155	10.0	5.4
18. Staff Transition	-	-	-	-	-	-	-	(45.0)	-
TOTAL, CPS REFORM	162,800,517	162,800,517	1,946,931	164,747,448	29,456,943	164,602,283	145,165	2,523.0	2,503.4
Method of Finance									
General Revenue	140,357,214	140,357,214	1,464,136	141,821,350		141,676,185	145,165		
Federal Funds, Est.	22,443,303	22,443,303	482,795	22,926,098		22,926,097	-		
TOTAL, ALL FUNDS	162,800,517	162,800,517	1,946,931	164,747,448		164,602,283	145,165		

Note: Adjustments between purposes to arrive at the FY 2008 funding allocation are detailed on Page 1(a). Adjustments to the operating budget are detailed on Page 1(b).

Explanation of Variances:

Rider 28 budget is appropriated in the parent strategies listed on page 2. Any variances shown for Rider 28 must be considered in the context of the parent strategy variance as reflected in the agency's monthly financial report.

DFPS Rider 28 CPS Reform Expenditure Report for First Quarter FY 2008
 Detail of Adjustments Between Purposes
 as of November 30, 2007

	FY 2008 Appropriated	Adjustment 1	Adjustment 2	Adjustment 3	Adjustment 4	Adjustment 5	FY 2008 Funding Allocation
Purpose Listed in Rider 28							
1. Direct Delivery Staff	67,712,007		1,225,195				68,937,202
2. Regional Screeners	1,991,923						1,991,923
3. Case Records Compliance	662,427	(161,096)					501,331
4. Functional Units (All Stages)	33,295,779						33,295,779
5. Expanded Training	2,297,924						2,297,924
6. Mobile Caseworker Technology	7,857,203						7,857,203
7. Telemedicine Assessments	3,000,816						3,000,816
8. Purchased Client Services	21,660,112						21,660,112
9. Supplemental Pay for CPS Investigators	12,294,100						12,294,100
10. Child Safety Specialists	1,161,169						1,161,169
11. Diligent Search	203,444						203,444
12. Management Structure	6,699,030						6,699,030
13. Operations Support	1,314,668	161,096					1,475,764
14. Human Resources Contract	371,376						371,376
15. Contract Management (SAO)	500,000						500,000
16. Independent Administrator/Evaluator	1,225,195		(1,225,195)				0
17. Contract Oversight	553,344						553,344
18. Staff Transition	0						0
TOTAL, CPS REFORM	162,800,517	0	0	0	0	0	162,800,517
Method of Finance							
General Revenue	140,357,214						140,357,214
Federal Funds, Est.	22,443,303						22,443,303
TOTAL, ALL FUNDS	162,800,517	0	0	0	0	0	162,800,517

Explanation of Adjustments:

Prior Adjustments -

None

Current Adjustments -

1. Reflects the FY 2007 transfer of funds for the conversion of 5 Merge Specialist positions that were no longer needed to Operations Support positions.
2. Transfers all funding for Independent Administrator/Evaluator that is no longer needed to Direct Delivery Staff to help fund cost increases such as leases and travel.

DFPS Rider 28 CPS Reform Expenditure Report for First Quarter FY 2008
 Detail of Operating Budget Adjustments
 as of November 30, 2007

Purpose Listed in Rider 28	FY 2008 Revised Funding Allocation	OPERATING BUDGET ADJUSTMENTS				FY 2008 Operating Budget
		Adj. 1 Employee Pay Raise	Adj. 2 Benefit Replacement Pay	Adj. 3 Federal Entitlement Adjustment	Total Operating Budget Adjustments	
1. Direct Delivery Staff	68,937,202	862,323	302,734	(118,793)	1,046,264	69,983,466
2. Regional Screeners	1,991,923	23,349	8,169	(4,657)	26,861	2,018,784
3. Case Records Compliance	501,331	8,417	2,887	(1,425)	9,879	511,210
4. Functional Units (All Stages)	33,295,779	389,975	136,221	(74,545)	451,651	33,747,430
5. Expanded Training	2,297,924	19,884	5,266	(6,764)	18,386	2,316,310
6. Mobile Caseworker Technology	7,857,203	16,899	5,850	(2,588)	20,161	7,877,364
7. Telemedicine Assessments	3,000,816	-	-	-	-	3,000,816
8. Purchased Client Services	21,660,112	-	-	-	-	21,660,112
9. Supplemental Pay for CPS Investigators	12,294,100	158,488	54,365	(26,833)	186,020	12,480,120
10. Child Safety Specialists	1,161,169	13,833	4,823	(2,685)	15,970	1,177,139
11. Diligent Search	203,444	2,824	1,097	493	4,414	207,858
12. Management Structure	6,699,030	83,638	26,337	(906)	109,069	6,808,099
13. Operations Support	1,475,764	51,083	4,725	(8,280)	47,528	1,523,292
14. Human Resources Contract	371,376	-	-	-	-	371,376
15. Contract Management (SAO)	500,000	-	-	-	-	500,000
16. Independent Administrator/Evaluator	-	-	-	-	-	-
17. Contract Oversight	553,344	7,629	2,067	1,032	10,728	564,072
18. Staff Transition	-	-	-	-	-	-
TOTAL, CPS REFORM	162,800,517	1,638,342	554,540	(245,951)	1,946,931	164,747,448
Method of Finance						
General Revenue	140,357,214	1,387,143	76,993		1,464,136	141,821,350
Federal Funds, Est.	22,443,303	251,199	477,547	(245,951)	482,795	22,926,098
TOTAL, ALL FUNDS	162,800,517	1,638,342	554,540	(245,951)	1,946,931	164,747,448

Explanation of Operating Budget Adjustments:

Adjustment 1 - General state employee pay raise totaling \$1,638,342.

Adjustment 2 - Benefit Replacement Pay totaling \$554,540.

Adjustment 3 - Anticipated federal entitlement adjustment of (\$245,951).

DFPS Rider 28 CPS Reform Expenditure Report for First Quarter FY 2008
 Report by Strategy
 as of November 30, 2007

	FY 2008 Appropriated	FY 2008 Funding Allocation	Operating Budget Adjustments	FY 2008 Operating Budget	YTD Expenditures	FY 2008 Projected Expense (Annual)	Variance	FY08 Total Approp FTEs	YTD Ave FTEs Filled
DFPS Strategy									
A.1.1 - Statewide Intake Services	1,765,167	1,765,167	40,827	1,805,994	385,599	1,780,054	25,940	55.0	48.9
A.2.1 - CPS Direct Delivery Staff	113,140,540	113,140,540	1,711,909	114,852,448	21,840,593	115,168,624	(316,175)	2,274.0	2,300.5
A.2.2 - CPS Program Support	5,006,670	5,006,670	67,773	5,074,443	731,996	4,951,192	123,251	93.0	79.0
A.2.3 - TWC Foster Day Care	4,873,846	4,873,846	-	4,873,846	1,252,761	4,873,846	-	-	-
A.2.4 - TWC Protective Day Care	4,357,999	4,357,999	-	4,357,999	911,167	4,357,999	-	-	-
A.2.5 - Adoption Purchased Services	1,000,000	1,000,000	-	1,000,000	112,402	1,000,000	-	-	-
A.2.6 - Post Adoption Purchased Services	-	-	-	-	-	-	-	-	-
A.2.7 - Preparation for Adult Living (PAL) Services	200,000	200,000	-	200,000	10,509	200,332	(332)	-	-
A.2.8 - Substance Abuse Purchased Services	1,000,000	1,000,000	-	1,000,000	71,202	981,553	18,447	-	-
A.2.9 - Other CPS Purchased Services	13,229,083	13,229,083	-	13,229,083	1,011,939	12,788,934	440,149	-	-
A.4.1 - Child Care Regulation	2,946,500	2,946,500	80,422	3,026,923	544,517	2,924,032	102,890	68.0	55.6
B.1.1 - Central Administration	818,100	818,100	12,815	830,915	101,856	830,988	(73)	17.0	13.0
B.1.4 - IT Program Support	5,692,008	5,692,008	77,838	5,769,846	862,754	5,618,897	150,948	16.0	6.5
B.1.5 - Agency-wide Automated Systems	8,770,604	8,770,604	(44,653)	8,725,951	1,619,647	9,125,831	(399,880)	-	-
C.1.1 - CPS Reform Continued	-	-	-	-	-	-	-	-	-
HHSC	-	-	-	-	-	-	-	-	-
TOTAL, CPS REFORM	162,800,517	162,800,517	1,946,931	164,747,446	29,456,943	164,602,283	145,165	2,523.0	2,503.4
Method of Finance									
General Revenue	140,357,214	140,357,214	1,464,136	141,821,350	-	141,676,185	145,165		
Federal Funds, Est.	22,443,303	22,443,303	482,795	22,926,098	-	22,926,097	-		
TOTAL, ALL FUNDS	162,800,517	162,800,517	1,946,931	164,747,448	-	164,602,283	145,165		

Explanation of Variances:

Rider 28 budget is appropriated in the parent strategies as shown on this page. Any variances shown for Rider 28 must be considered in the context of the parent strategy variance as reflected in the agency's monthly financial report.

DFPS Rider 28 CPS Reform Expenditure Report for First Quarter FY 2008

FTE Detail

as of November 30, 2007

	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Annual Ave
	Quarter 1			Quarter 2			Quarter 3			Quarter 4			
Purpose Listed in Rider 28													
1. Direct Delivery Staff	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0	1,516.0
FTEs Filled	1,497.7	1,520.7	1,549.5										1,522.6
2. Regional Screeners	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0	41.0
FTEs Filled	39.0	39.5	40.0										39.5
3. Case Records Compliance	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0	15.0
FTEs Filled	11.0	11.7	11.0										11.2
4. Functional Units (All Stages)	758.0	758.0	758.0	758.0	758.0	758.0	758.0	758.0	758.0	758.0	758.0	758.0	758.0
FTEs Filled	732.8	742.2	754.6										743.2
5. Expanded Training	50.0	50.0	50.0	50.0	50.0	50.0	50.0	50.0	50.0	50.0	50.0	50.0	50.0
FTEs Filled	46.5	44.4	43.4										44.8
10. Child Safety Specialists	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0
FTEs Filled	20.0	19.8	19.6										19.8
11. Diligent Search	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
FTEs Filled	3.9	4.4	4.3										4.2
12. Management Structure	116.0	116.0	116.0	116.0	116.0	116.0	116.0	116.0	116.0	116.0	116.0	116.0	116.0
FTEs Filled	87.1	87.2	89.7										88.0
13. Operations Support	36.0	36.0	36.0	36.0	36.0	36.0	36.0	36.0	36.0	36.0	36.0	36.0	36.0
FTEs Filled	24.1	25.0	25.0										24.7
17. Contract Oversight	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0	10.0
FTEs Filled	5.1	5.7	5.6										5.4
18. Staff Transition	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)	(45.0)
FTEs Filled	0.0	0.0	0.0										0.0
Total CPS Reform													
Staffing Plan	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0	2,523.0
FTEs Filled	2,467.1	2,500.5	2,542.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2,503.4
Percent Achievement of Staffing Plan	98%	99%	101%	0%	0%	0%	0%	0%	0%	0%	0%	0%	99%