

## **Department of Planning and Budget 2008 Fiscal Impact Statement**

**1. Bill Number:** SB488

House of Origin      X      Introduced                  Substitute                  Engrossed  
Second House                 In Committee              Substitute                  Enrolled

**2. Patron:**        Hanger

**3. Committee:** Rehabilitation and Social Services

**4. Title:**         State Executive Council for Comprehensive Services; duties.

**5. Summary:** Requires the State Executive Council to develop and implement an intensive case management services system, including uniform standards for case management for children in residential care.

**6. Fiscal Impact Estimate:** None

**7. Budget Amendment Necessary:** No

**8. Fiscal Implications:** There will not be an overall fiscal impact. When case management for youth in residential care is done effectively based on uniform statewide standards, there will be an initial cost for purchasing the service through CSA. However, this service is an effective tool to help reduce residential care costs and control the rate of growth in overall state and local CSA expenditures. Local family assessment and planning teams will work with case managers to determine appropriate placements, array and duration of services. As children are returned home at the earliest appropriate time or prevented from going into unnecessary residential placements through providing community services and case management, then overall residential care costs should be reduced through fewer numbers of children and shorter lengths of stay in residential care. The Joint Legislative Audit and Review Commission found that residential services are four times more costly than community services (average annual cost of \$48,129 versus \$11,360 respectively in 2005, including state, local and Medicaid funds).

**9. Specific Agency or Political Subdivisions Affected:**

- CSA State Executive Council
- Office of Comprehensive Services for At Risk Youth and Families
- Virginia Department of Mental Health, Mental Retardation, and Substance Abuse Services
- Local governments administering CSA services
- Local CSA teams
- Community services boards
- Local departments of social services
- Court services units
- Local school divisions

**10. Technical Amendment Necessary:** None

**Date:** 1/23/2008 eee

**Document:** G:\FY2008\FIS\CSA\FIS\SB488.Doc

cc: Secretary of Health and Human Resources