### 30:4-25.20 to 30:4-25.23

### LEGISLATIVE HISTORY CHECKLIST

Compiled by the NJ State Law Library

**LAWS OF**: 2014 **CHAPTER**: 78

NJSA: 30:4-25.20 to 30:4-25.23 (Requires one-time application for requesting services for individuals with

developmental disabilities from DCF and DHS)

BILL NO: A2717 (Substituted for S2065)

**SPONSOR(S)** Vainieri Huttle and others

DATE INTRODUCED: February 24, 2014

**COMMITTEE:** ASSEMBLY: Human Services

**SENATE:** Health, Human Services and Senior Citizens

**Budget and Appropriations** 

AMENDED DURING PASSAGE: Yes

**DATE OF PASSAGE:** ASSEMBLY: June 23, 2014

SENATE: October 23, 2014

**DATE OF APPROVAL:** December 11, 2014

FOLLOWING ARE ATTACHED IF AVAILABLE:

**FINAL TEXT OF BILL** (First reprint enacted)

A2717

**SPONSOR'S STATEMENT:** (Begins on page 2 of introduced bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes

**SENATE:** Yes Budget

Health

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

FLOOR AMENDMENT STATEMENT: Yes

**LEGISLATIVE FISCAL ESTIMATE**: Yes 5-29-14

6-26-14

S2065

**SPONSOR'S STATEMENT:** (Begins on page 2 of introduced bill)

Yes

COMMITTEE STATEMENT: ASSEMBLY: No

**SENATE:** Yes Health

Budget

FLOOR AMENDMENT STATEMENT: No

LEGISLATIVE FISCAL ESTIMATE: Yes

(continued)

	VETO MESSAGE:	No
	GOVERNOR'S PRESS RELEASE ON SIGNING:	No
FOLLO	OWING WERE PRINTED:  To check for circulating copies, contact New Jersey State Government  Publications at the State Library (609) 278-2640 ext.103 or mailto:refdesk@njstateli	<u>b.org</u>
	REPORTS:	No
	HEARINGS:	No
	NEWSPAPER ARTICLES:	No
Ι Λ\Λ// <b>D</b>	N/N/LI	

LAW/RWH

### P.L.2014, CHAPTER 78, approved December 11, 2014 Assembly, No. 2717 (First Reprint)

1 **AN ACT** concerning eligibility of individuals with developmental disabilities and supplementing Title 30 of the Revised Statutes.

3

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

5 6

17

18

19

20

21

22

23

24

25

2627

28

29

- 7 The Division of Developmental Disabilities in the 1. a. 8 Department of Human Services, in collaboration with the Division of Children's System of Care in the Department of Children and 9 Families, shall develop a single process for determining eligibility 10 <sup>1</sup>from the two divisions <sup>1</sup> for services for individuals with 11 developmental disabilities <sup>1</sup>[from the two divisions] who are 18 12 13 years of age or over and for individuals who are under 18 years of 14 age, in any case in which the two divisions mutually determine that 15 a single process is clinically appropriate<sup>1</sup>. The process, at a minimum, shall provide for: 16
  - (1) a one-time application to be used for determining eligibility for services from the Division of Children's System of Care and the Division of Developmental Disabilities; and
  - (2) consent for authorizing release of information on the application about an individual with a developmental disability to the Division of Developmental Disabilities at the time services are requested from the Division of Developmental Disabilities for the individual.
  - b. The Division of Developmental Disabilities may request updated or additional information on specific developmental delays or medically diagnosed mental or physical conditions of an individual with a developmental disability that is necessary to determine eligibility of the individual for the specific services requested.

303132

33

2. The Department of Human Services and the Department of Children and Families shall enter into cooperative agreements with each other as necessary to effectuate the purposes of this act.

343536

37

<sup>1</sup>3. Nothing in this act shall be construed to preempt any provision of P.L.2012, c.16. <sup>1</sup>

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined  $\underline{thus}$  is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

<sup>&</sup>lt;sup>1</sup>Assembly floor amendments adopted June 16, 2014.

# **A2717** [1R]

1	<sup>1</sup> 4. Nothing in this act shall be construed to eliminate or
2	otherwise affect the need of the Division of Developmental
3	Disabilities to require the completion of the New Jersey
4	Comprehensive Assessment Tool prior to the receipt of adult
5	services or to conduct any ongoing assessment as needed to comply
6	with federal requirements, quality monitoring, and any other State
7	or federal laws, regulations, or policies. <sup>1</sup>
8	
9	<sup>1</sup> [3.] <u>5.</u> This act shall take effect on the first day of the 13th
10	month next following the date of enactment.
11	
12	
13	
14	
15	Requires one-time application for requesting services for
16	individuals with developmental disabilities from DCF and DHS.

# ASSEMBLY, No. 2717

# STATE OF NEW JERSEY

### 216th LEGISLATURE

INTRODUCED FEBRUARY 24, 2014

Sponsored by:

Assemblywoman VALERIE VAINIERI HUTTLE

District 37 (Bergen)

Assemblywoman MILA M. JASEY

**District 27 (Essex and Morris)** 

Assemblywoman GABRIELA M. MOSQUERA

**District 4 (Camden and Gloucester)** 

Assemblywoman CLEOPATRA G. TUCKER

District 28 (Essex)

Assemblyman CARMELO G. GARCIA

**District 33 (Hudson)** 

Assemblywoman PAMELA R. LAMPITT

**District 6 (Burlington and Camden)** 

### **Co-Sponsored by:**

Assemblywoman Caride and Assemblyman Gusciora

### **SYNOPSIS**

Requires one-time application for requesting services for individuals with developmental disabilities from DCF and DHS.

### **CURRENT VERSION OF TEXT**

As introduced.

(Sponsorship Updated As Of: 6/17/2014)

### **A2717** VAINIERI HUTTLE, JASEY

1	AN ACT concerning eligibility of individuals with developmental
2	disabilities and supplementing Title 30 of the Revised Statutes.

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

- 1. a. The Division of Developmental Disabilities in the Department of Human Services, in collaboration with the Division of Children's System of Care in the Department of Children and Families, shall develop a single process for determining eligibility for services for individuals with developmental disabilities from the two divisions. The process, at a minimum, shall provide for:
- (1) a one-time application to be used for determining eligibility for services from the Division of Children's System of Care and the Division of Developmental Disabilities; and
- (2) consent for authorizing release of information on the application about an individual with a developmental disability to the Division of Developmental Disabilities at the time services are requested from the Division of Developmental Disabilities for the individual.
- b. The Division of Developmental Disabilities may request updated or additional information on specific developmental delays or medically diagnosed mental or physical conditions of an individual with a developmental disability that is necessary to determine eligibility of the individual for the specific services requested.

2. The Department of Human Services and the Department of Children and Families shall enter into cooperative agreements with each other as necessary to effectuate the purposes of this act.

3. This act shall take effect on the first day of the 13th month next following the date of enactment.

### STATEMENT

This bill provides for streamlining the eligibility process for individuals with developmental disabilities requesting services from the Division of Children's System of Care (CSOC) in the Department of Children and Families and the Division of Developmental Disabilities (DDD) in the Department of Human Services.

Under the provisions of the bill, DDD, in collaboration with CSOC, is to develop a single process for determining eligibility for services for individuals with developmental disabilities from the two divisions. The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for

### **A2717** VAINIERI HUTTLE, JASEY

3

services from CSOC and DDD; and consent for authorizing release of information to DDD at the time DDD services are requested.

The bill also provides that DDD may request updated or additional information on specific conditions of the individual with a developmental disability that is necessary to determine eligibility of the individual.

7

8

9

10

11

It is intended that this bill will facilitate the eligibility process for individuals with developmental disabilities by using a one-time application to request services from CSOC, when children are under 18 years of age, and from DDD, when they are 18 years of age or older.

### ASSEMBLY HUMAN SERVICES COMMITTEE

### STATEMENT TO

### ASSEMBLY, No. 2717

# STATE OF NEW JERSEY

**DATED: MARCH 10, 2014** 

The Assembly Human Services Committee reports favorably Assembly Bill No. 2717.

This bill provides for streamlining the eligibility process for individuals with developmental disabilities requesting services from the Division of Children's System of Care (CSOC) in the Department of Children and Families and the Division of Developmental Disabilities (DDD) in the Department of Human Services.

Under the provisions of the bill, DDD, in collaboration with CSOC, is to develop a single process for determining eligibility for services for individuals with developmental disabilities from the two divisions. The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for services from CSOC and DDD; and consent for authorizing release of information to DDD at the time DDD services are requested.

The bill also provides that DDD may request updated or additional information on specific conditions of the individual with a developmental disability that is necessary to determine eligibility of the individual.

# ASSEMBLY, No. 2717 STATE OF NEW JERSEY 216th LEGISLATURE

DATED: MAY 29, 2014

### **SUMMARY**

**Synopsis:** Requires one-time application for requesting services for individuals

with developmental disabilities from DCF and DHS.

Type of Impact: Potential State and federal expenditure increase, offset by potential

State and federal savings.

Agencies Affected: Department of Children and Families. Department of Human

Services.

### Office of Legislative Services Estimate

Fiscal Impact	<u>Years 1-3</u>	
Net State Cost	Indeterminate impact – See comments below	

- The Office of Legislative Services (OLS) finds that the bill would have an indeterminate impact on State costs. The Department of Human Services (DHS) and the Department of Children and Families (DCF) may incur certain one-time administrative costs to develop a single application and eligibility determination process, but such costs may be offset over time by operational efficiencies achieved through a single process.
- The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from the consolidated application process, or corresponding impacts on State service costs due to changes in the number of eligible individuals.

### **BILL DESCRIPTION**

Assembly Bill No. 2717 of 2014 requires the Division of Developmental Disabilities (DDD) in the DHS, in collaboration with the Division of Children's System of Care (CSOC) in the DCF, to develop a single process for determining the eligibility of individuals with developmental disabilities to receive services from the two divisions.

The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for services from the CSOC and the DDD; and consent for authorizing release of information to the DDD at the time that DDD services are requested.



The bill also provides that the DDD may request updated or additional information on specific developmental delays or medically diagnosed mental or physical conditions of an individual with a developmental disability that is necessary to determine eligibility of the individual for specific services requested. Finally, the bill has a delayed effective date whereby its provisions would take effect on the first day of the 13th month following the date of enactment.

### FISCAL ANALYSIS

#### **EXECUTIVE BRANCH**

No formal fiscal information has been received. However, in response to OLS questions on the Governor's Fiscal Year 2015 Budget that addressed the concept of a single application across the CSOC and the DDD, the DCF indicated that the use of a single application, beyond that already permitted under the divisions' regulations, would be unlikely to generate State savings and that, in contrast, such an application would likely "result in erroneously providing developmental disability services to adults who no longer meet the statutory eligibility criteria because of DDD's reliance on outdated information."

In addition, the DHS, in response to identical Fiscal Year 2015 OLS budget questions regarding the concept of a single application across the CSOC and the DDD, indicated that "the current process minimizes the effort and expenditure needed, while ensuring an accurate assessment of an individual's support needs."

### OFFICE OF LEGISLATIVE SERVICES

The OLS finds that the bill would have an indeterminate net impact on State costs, due to insufficient information regarding the specific costs and savings likely to be realized. The DDD and the CSOC may incur certain one-time administrative costs to develop a single application and eligibility determination process and to train staff on the new process, but such costs may be offset over time by savings from operational efficiencies achieved through a single application process. The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from a consolidated application process, or corresponding impacts on State service costs due to changes in the number of eligible individuals.

The CSOC currently provides services to children with developmental disabilities up to age 21, while the DDD provides services to adults with developmental disabilities. Applications for CSOC services are received, processed, and evaluated by an eligibility unit within PerformCare, which contracts with the DCF to administer CSOC services. Applications for DDD services are received and processed by intake workers at DDD Community Services Offices, who also collaborate with psychologists and other staff on "intake teams" to determine individuals' eligibility for DDD services. Children with developmental disabilities who have been determined eligible for services through the CSOC are required to complete a separate application process through the DDD, between the ages of 18 and 21, if they wish to be determined functionally eligible for adult DDD services.

The DDD and the CSOC may incur certain one-time staffing, consulting, and training costs to develop and implement a single application process consolidating the processes described above. To the extent that such administrative costs may not be fully absorbed under the

divisions' current resources, they may generate a short-term increase in State costs. However, due to insufficient information regarding the number of staff likely to be involved in developing and implementing a new application process, the amount of staff time likely to be required, and the need for expenditures on consulting or other activities to support implementation, the OLS cannot estimate the potential costs or timeframe involved in developing the new application process.

Implementing a one-time application process may eventually reduce the overall number of applications processed by the two divisions, potentially creating staffing efficiencies and long-term State administrative savings. However, the OLS has insufficient information regarding the number of clients who currently complete both divisions' application processes, and the staff costs associated with processing such applications, to estimate potential savings. It is noted that the DDD may be more likely to directly realize the savings from a one-time application, because many DDD clients would presumably complete the one-time application when applying for CSOC services as children, thereby obviating the need for clients to submit, and for the DDD to process and evaluate, subsequent applications for DDD adult services.

Available information indicates that the CSOC currently shares certain information with the DDD regarding clients' initial CSOC applications, recent evaluations, and progress reports. Thus, the bill provision authorizing the DDD to request updated or additional information regarding an individual's specific conditions may have a negligible impact on State administrative costs. Information from the DCF also indicates that a one-time application process currently exists for young adults between the ages of 18 and 21 seeking services from the CSOC. Under this process, applicants submit a single application for eligibility to the DDD and, if the DDD determines that the individual is eligible for DDD services, the decision is binding on the CSOC until the individual is 21 years old, and binding on the DDD thereafter. To the extent that this subset of applications already involves a single process, achieving greater efficiencies and additional State savings related to processing these applications may not be possible.

The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from the consolidated application process, or corresponding impacts on State service costs from serving greater or fewer numbers of clients. Although the OLS can neither confirm nor refute the DCF's assertion that a single application process, rather than two separate applications, might result in some additional individuals erroneously receiving DDD services based on outdated information, it is noted that the bill authorizes the DDD to request updated or additional information on an individual's specific conditions when determining eligibility for requested services, which would allow the DDD to reevaluate individuals whose needs have changed significantly since their original applications and which may minimize instances of individuals inappropriately receiving DDD services. Moreover, current DHS regulations authorize the DDD to reevaluate an individual's eligibility at any time and require regular redeterminations of disability factors involved in Medicaid eligibility, which may also minimize inappropriate provision of services.<sup>1</sup>

Finally, it is noted that State expenditures on administrative and service costs associated with individuals with developmental disabilities generally receive federal Medicaid reimbursement, so any net impacts on State costs would likely yield corresponding net impacts on federal Medicaid revenues.

<sup>&</sup>lt;sup>1</sup>Effective January 2013, Medicaid eligibility became a requirement for receiving DDD services.

Section: Human Services

Analyst: Nathan E. Myers

Senior Fiscal Analyst

Approved: David J. Rosen

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).

### STATEMENT TO

### ASSEMBLY, No. 2717

with Assembly Floor Amendments (Proposed by Assemblywoman VAINIERI HUTTLE)

ADOPTED: JUNE 16, 2014

The floor amendments provide that the bill's provisions concerning the development of a single process for determining eligibility for services for individuals with developmental disabilities from the Division of Children's System of Care in the Department of Children and Families (DCF), and adult services from the Division of Developmental Disabilities (DDD) in the Department of Human Services would apply in cases in which the two divisions mutually determine that a single process is clinically appropriate.

The amendments also add that nothing in the bill is to be construed to: preempt any provision of P.L.2012, c.16, which is the law that reorganized DCF and established that the Division of Children's System of Care in DCF determines eligibility for individuals with developmental disabilities; or eliminate or affect the need of DDD to require completion of an assessment tool prior to the receipt of adult services or to conduct ongoing assessments to comply with federal or State requirements.

### LEGISLATIVE FISCAL ESTIMATE

[First Reprint]

# ASSEMBLY, No. 2717 STATE OF NEW JERSEY 216th LEGISLATURE

**DATED: JUNE 26, 2014** 

### **SUMMARY**

**Synopsis:** Requires one-time application for requesting services for individuals

with developmental disabilities from DCF and DHS.

Type of Impact: Potential State and federal expenditure increase, offset by potential

State and federal savings.

Agencies Affected: Department of Children and Families. Department of Human

Services.

### Office of Legislative Services Estimate

Fiscal Impact	<u>Years 1-3</u>
Net State Cost	Indeterminate impact – See comments below

- The Office of Legislative Services (OLS) finds that the bill would have an indeterminate impact on State costs. The Department of Human Services (DHS) and the Department of Children and Families (DCF) may incur certain one-time administrative costs to develop a single application and eligibility determination process, but such costs may be offset over time by operational efficiencies achieved through a single process.
- The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from the consolidated application process, or corresponding impacts on State service costs due to changes in the number of eligible individuals.

### **BILL DESCRIPTION**

Assembly Bill No. 2717 (1R) of 2014 requires the Division of Developmental Disabilities (DDD) in the Department of Human Services (DHS), in collaboration with the Division of Children's System of Care (CSOC) in the Department of Children and Families (DCF), to develop a single process for determining the eligibility of individuals with developmental



disabilities to receive services from the two divisions, in any case in which the two divisions mutually determine that a single process is clinically appropriate.

The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for services from the CSOC and the DDD; and consent for authorizing release of information to the DDD at the time that DDD services are requested. The bill also provides that the DDD may request updated or additional information on specific developmental delays or medically diagnosed mental or physical conditions of an individual with a developmental disability that is necessary to determine eligibility of the individual for specific services requested.

Further, the bill provides that nothing in its provisions shall be construed to preempt any provision of P.L.2012, c.16, which includes provisions stipulating: that the DDD may establish rules and procedures for the transition of persons receiving services from the DCF to adult services provided by the DDD, including, but not limited to, a redetermination of eligibility for services; and that there shall not be a presumption of eligibility for persons seeking adult services through the DDD.

Finally, the bill provides that nothing in its provisions shall be construed to eliminate DDD authority to require completion of the New Jersey Comprehensive Assessment Tool prior to the receipt of services or to conduct any ongoing assessment as needed to comply with any other State or federal requirements.

The bill has a delayed effective date whereby its provisions would take effect on the first day of the 13th month following the date of enactment.

### FISCAL ANALYSIS

### EXECUTIVE BRANCH

No formal fiscal information has been received. However, in response to OLS questions on the Governor's Fiscal Year 2015 Budget that addressed the concept of a single application across the CSOC and the DDD, the DCF indicated that the use of a single application, beyond that already permitted under the divisions' regulations, would be unlikely to generate State savings and that, in contrast, such an application would likely "result in erroneously providing developmental disability services to adults who no longer meet the statutory eligibility criteria because of DDD's reliance on outdated information."

In addition, the Department of Human Services (DHS), in response to identical Fiscal Year 2015 OLS budget questions regarding the concept of a single application across the CSOC and the DDD, indicated that "the current process minimizes the effort and expenditure needed, while ensuring an accurate assessment of an individual's support needs."

### OFFICE OF LEGISLATIVE SERVICES

The OLS finds that the bill would have an indeterminate net impact on State costs, due to insufficient information regarding the specific costs and savings likely to be realized. The DDD and the CSOC may incur certain one-time administrative costs to develop a single application and eligibility determination process, to identify criteria for determining when a single process is clinically appropriate, and to train staff on the new process, but such costs may be offset over time by savings from operational efficiencies achieved through a single application process. The OLS does not anticipate significant changes in the number of individuals with developmental

disabilities determined to be eligible for DHS and DCF services resulting from a consolidated application process, or corresponding impacts on State service costs due to changes in the number of eligible individuals.

The CSOC currently provides services to children with developmental disabilities up to age 21, while the DDD provides services to adults with developmental disabilities. Applications for CSOC services are received, processed, and evaluated by an eligibility unit within PerformCare, which contracts with the DCF to administer CSOC services. Applications for DDD services are received and processed by intake workers at DDD Community Services Offices, who also collaborate with psychologists and other staff on "intake teams" to determine individuals' eligibility for DDD services. Children with developmental disabilities who have been determined eligible for services through the CSOC are required to complete a separate application process through the DDD, between the ages of 18 and 21, if they wish to be determined functionally eligible for adult DDD services.

The DDD and the CSOC may incur certain one-time staffing, consulting, and training costs to develop and implement a single application process consolidating the processes described above, and to develop criteria for determining when a single process is clinically appropriate. To the extent that such administrative costs may not be fully absorbed under the divisions' current resources, they may generate a short-term increase in State costs. However, due to insufficient information regarding the number of staff likely to be involved in developing and implementing a new application process, the amount of staff time likely to be required, and the need for expenditures on consulting or other activities to support implementation, the OLS cannot estimate the potential costs or timeframe involved in developing the new application process.

Implementing a one-time application process may eventually reduce the overall number of applications processed by the two divisions, potentially creating staffing efficiencies and long-term State administrative savings. However, the OLS has insufficient information regarding the number of clients who currently complete both divisions' application processes, the staff costs associated with processing such applications, and the number of clients for whom a single application process might be deemed clinically appropriate, to estimate potential savings. It is noted that the DDD may be more likely to directly realize the savings from a one-time application, because some number of DDD clients would presumably complete the one-time application when applying for CSOC services as children, thereby obviating the need for clients to submit, and for the DDD to process and evaluate, subsequent applications for DDD adult services.

Available information indicates that the CSOC currently shares certain information with the DDD regarding clients' initial CSOC applications, recent evaluations, and progress reports. Thus, the bill provision authorizing the DDD to request updated or additional information regarding an individual's specific conditions may have a negligible impact on State administrative costs. Information from the DCF also indicates that a one-time application process currently exists for young adults between the ages of 18 and 21 seeking services from the CSOC. Under this process, applicants submit a single application for eligibility to the DDD and, if the DDD determines that the individual is eligible for DDD services, the decision is binding on the CSOC until the individual is 21 years old, and binding on the DDD thereafter. To the extent that this subset of applications already involves a single process, achieving greater efficiencies and additional State savings related to processing these applications may not be possible.

The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from the consolidated application process, or corresponding impacts on State service costs from serving greater or fewer numbers of clients. Although the OLS can neither confirm nor refute the DCF's assertion that a single application process, rather than two separate applications, might

### FE to A2717 [1R]

4

result in some additional individuals erroneously receiving DDD services based on outdated information, the DCF's assertion did not specifically consider the current bill's provision allowing for a single process to be used only when deemed to be clinically appropriate. It is also noted that the bill authorizes the DDD to request updated or additional information on an individual's specific conditions when determining eligibility for requested services, which would allow the DDD to reevaluate individuals whose needs have changed significantly since their original applications and which may minimize instances of individuals inappropriately receiving DDD services. Moreover, current DHS regulations authorize the DDD to reevaluate an individual's eligibility at any time and require regular redeterminations of disability factors involved in Medicaid eligibility, and the bill stipulates that the DDD retains its authority to conduct "any ongoing assessment" to comply with State or federal requirements, which may also minimize inappropriate provision of services.<sup>1</sup>

Finally, it is noted that State expenditures on administrative and service costs associated with individuals with developmental disabilities generally receive federal Medicaid reimbursement, so any net impacts on State costs would likely yield corresponding net impacts on federal Medicaid revenues.

Section: Human Services

Analyst: Nathan E. Myers

Senior Fiscal Analyst

Approved: David J. Rosen

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L. 1980, c.67 (C. 52:13B-6 et seq.).

-

<sup>&</sup>lt;sup>1</sup>Effective January 2013, Medicaid eligibility became a requirement for receiving DDD services.

### SENATE HEALTH, HUMAN SERVICES AND SENIOR CITIZENS COMMITTEE

### STATEMENT TO

# [First Reprint] **ASSEMBLY, No. 2717**

# STATE OF NEW JERSEY

DATED: SEPTEMBER 15, 2014

The Senate Health, Human Services and Senior Citizens Committee reports favorably Assembly Bill No. 2717(1R).

This bill provides for streamlining the eligibility process for individuals with developmental disabilities who are requesting services from the Division of Children's System of Care (CSOC) in the Department of Children and Families (DCF) and the Division of Developmental Disabilities (DDD) in the Department of Human Services. In particular, the bill facilitates the eligibility process for these individuals by using a one-time application to request services from CSOC, when children are under 18 years of age, and from DDD, when they are 18 years of age or older.

Under the provisions of the bill, DDD, in collaboration with CSOC, is to develop a single process for determining eligibility from the two divisions for services for individuals with developmental disabilities who are 18 years of age or over and for individuals who are under 18 years of age, in any case in which the two divisions mutually determine that a single process is clinically appropriate. The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for services from CSOC and DDD; and consent for authorizing release of information to DDD at the time DDD services are requested.

The bill also provides that DDD may request updated or additional information on specific conditions of the individual with a developmental disability, as necessary to determine eligibility of the individual.

Finally, the bill specifies that it does not preempt the provisions of P.L.2012, c.16, which is the law that reorganized DCF and established that the Division of Children's System of Care in DCF is responsible for determining eligibility for individuals with developmental disabilities, and, further, that it does not eliminate or affect the need of DDD to require completion of an assessment tool prior to the receipt of adult services, or to conduct ongoing assessments to comply with federal or State requirements.

As reported, this bill is identical to Senate Bill No. 2065 (Vitale/Whelan), which the committee also reported favorably on this date.

### SENATE BUDGET AND APPROPRIATIONS COMMITTEE

### STATEMENT TO

# [First Reprint] **ASSEMBLY, No. 2717**

# STATE OF NEW JERSEY

DATED: OCTOBER 9, 2014

The Senate Budget and Appropriations Committee reports favorably Assembly Bill No. 2717 (1R).

This bill provides for streamlining the eligibility process for individuals with developmental disabilities who are requesting services from the Division of Children's System of Care (CSOC) in the Department of Children and Families (DCF) and the Division of Developmental Disabilities (DDD) in the Department of Human Services. In particular, the bill facilitates the eligibility process for these individuals by using a one-time application to request services from CSOC, when children are under 18 years of age, and from DDD, when they are 18 years of age or older.

Under the provisions of the bill, DDD, in collaboration with CSOC, is to develop a single process for determining eligibility from the two divisions for services for individuals with developmental disabilities who are 18 years of age or over and for individuals who are under 18 years of age, in any case in which the two divisions mutually determine that a single process is clinically appropriate. The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for services from CSOC and DDD; and consent for authorizing release of information to DDD at the time DDD services are requested.

The bill also provides that DDD may request updated or additional information on specific conditions of the individual with a developmental disability, as necessary to determine eligibility of the individual.

Finally, the bill specifies that it does not preempt the provisions of P.L.2012, c.16, which is the law that reorganized DCF and established that the Division of Children's System of Care in DCF is responsible for determining eligibility for individuals with developmental disabilities, and, further, that it does not eliminate or affect the need of DDD to require completion of an assessment tool prior to the receipt of adult services, or to conduct ongoing assessments to comply with federal or State requirements.

This bill is identical to Senate Bill No. 2065 (1R), as also reported by the committee.

#### FISCAL IMPACT:

The OLS finds that the bill would have an indeterminate net impact on State costs, due to insufficient information regarding the specific costs and savings likely to be realized. The DDD and the CSOC may incur certain one-time administrative costs to develop a single application and eligibility determination process, to identify criteria for determining when a single process is clinically appropriate, and to train staff on the new process, but such costs may be offset over time by savings from operational efficiencies achieved through a single application process. The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from a consolidated application process, or corresponding impacts on State service costs due to changes in the number of eligible individuals.

Although the Executive did not respond to a request for fiscal information on this bill, it is noted that in response to OLS questions on the Governor's Fiscal Year 2015 Budget that addressed the concept of a single application across the CSOC and the DDD, the DCF indicated that the use of a single application, beyond that already permitted under the divisions' regulations, would be unlikely to generate State savings and that, in contrast, such an application would likely "result in erroneously providing developmental disability services to adults who no longer meet the statutory eligibility criteria because of DDD's reliance on outdated information."

In addition, the Department of Human Services (DHS), in response to identical Fiscal Year 2015 OLS budget questions regarding the concept of a single application across the CSOC and the DDD, indicated that "the current process minimizes the effort and expenditure needed, while ensuring an accurate assessment of an individual's support needs."

# **SENATE, No. 2065**

# STATE OF NEW JERSEY

# 216th LEGISLATURE

INTRODUCED MAY 5, 2014

Sponsored by: Senator JOSEPH F. VITALE District 19 (Middlesex) Senator JIM WHELAN District 2 (Atlantic)

Co-Sponsored by: Senator Madden

### **SYNOPSIS**

Requires one-time application for requesting services for individuals with developmental disabilities from DCF and DHS.

### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 9/16/2014)

### S2065 VITALE, WHELAN

1	AN ACT concerning eligibility of individuals with developmental
2	disabilities and supplementing Title 30 of the Revised Statutes.

**BE IT ENACTED** by the Senate and General Assembly of the State of New Jersey:

- 1. a. The Division of Developmental Disabilities in the Department of Human Services, in collaboration with the Division of Children's System of Care in the Department of Children and Families, shall develop a single process for determining eligibility for services for individuals with developmental disabilities from the two divisions. The process, at a minimum, shall provide for:
- (1) a one-time application to be used for determining eligibility for services from the Division of Children's System of Care and the Division of Developmental Disabilities; and
- (2) consent for authorizing release of information on the application about an individual with a developmental disability to the Division of Developmental Disabilities at the time services are requested from the Division of Developmental Disabilities for the individual.
- b. The Division of Developmental Disabilities may request updated or additional information on specific developmental delays or medically diagnosed mental or physical conditions of an individual with a developmental disability that is necessary to determine eligibility of the individual for the specific services requested.

2. The Department of Human Services and the Department of Children and Families shall enter into cooperative agreements with each other as necessary to effectuate the purposes of this act.

3. This act shall take effect on the first day of the 13th month next following the date of enactment.

### **STATEMENT**

This bill provides for streamlining the eligibility process for individuals with developmental disabilities requesting services from the Division of Children's System of Care (CSOC) in the Department of Children and Families and the Division of Developmental Disabilities (DDD) in the Department of Human Services.

Under the provisions of the bill, DDD, in collaboration with CSOC, is to develop a single process for determining eligibility for services for individuals with developmental disabilities from the two divisions. The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for

### **S2065** VITALE, WHELAN

3

services from CSOC and DDD; and consent for authorizing release of information to DDD at the time DDD services are requested.

The bill also provides that DDD may request updated or additional information on specific conditions of the individual with a developmental disability that is necessary to determine eligibility of the individual.

7

8

9

10

11

It is intended that this bill will facilitate the eligibility process for individuals with developmental disabilities by using a one-time application to request services from CSOC, when children are under 18 years of age, and from DDD, when they are 18 years of age or older.

### SENATE HEALTH, HUMAN SERVICES AND SENIOR CITIZENS COMMITTEE

### STATEMENT TO

SENATE, No. 2065

with committee amendments

# STATE OF NEW JERSEY

DATED: SEPTEMBER 15, 2014

The Senate Health, Human Services and Senior Citizens Committee reports favorably and with amendments Senate Bill No. 2065.

As amended by the committee, this bill provides for streamlining the eligibility process for individuals with developmental disabilities who are requesting services from the Division of Children's System of Care (CSOC) in the Department of Children and Families (DCF) and the Division of Developmental Disabilities (DDD) in the Department of Human Services. In particular, the bill would facilitate the eligibility process for these individuals by using a one-time application to request services from CSOC, when children are under 18 years of age, and from DDD, when they are 18 years of age or older.

Under the provisions of the amended bill, DDD, in collaboration with CSOC, is to develop a single process for determining eligibility from the two divisions for services for individuals with developmental disabilities who are 18 years of age or over and for individuals who are under 18 years of age, in any case in which the two divisions mutually determine that a single process is clinically appropriate. The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for services from CSOC and DDD; and consent for authorizing release of information to DDD at the time DDD services are requested.

The bill also provides that DDD may request updated or additional information on specific conditions of the individual with a developmental disability, as necessary to determine eligibility of the individual.

Finally, the bill specifies that it does not preempt the provisions of P.L.2012, c.16, which is the law that reorganized DCF and established that the Division of Children's System of Care in DCF is responsible for determining eligibility for individuals with developmental disabilities, and, further, that it does not eliminate or affect the need of DDD to require completion of an assessment tool prior to the receipt

of adult services, or to conduct ongoing assessments to comply with federal or State requirements.

The committee amended the bill to provide that:

- the bill's provisions concerning the development of a single process for determinations of eligibility for services for individuals with developmental disabilities from the Division of Children's System of Care in the Department of Children and Families (DCF), and for adult services from DDD, will apply in cases in which the two divisions mutually determine that a single process is clinically appropriate;
- the bill does not preempt P.L.2012, c.16; and
- the bill does not eliminate or affect the need of DDD to require completion of an assessment tool prior to the receipt of adult services, or to conduct ongoing assessments in compliance with federal or State requirements.

As reported, this bill is identical to Assembly Bill No. 2717(1R) (Vainieri Huttle/Jasey/Mosquera/Tucker/Garcia/Lampitt), which the committee also reported favorably on this date.

### LEGISLATIVE FISCAL ESTIMATE

[First Reprint]

# SENATE, No. 2065 STATE OF NEW JERSEY 216th LEGISLATURE

DATED: SEPTEMBER 26, 2014

### **SUMMARY**

**Synopsis:** Requires one-time application for requesting services for individuals

with developmental disabilities from DCF and DHS.

**Type of Impact:** Potential State and federal expenditure increase, offset by potential

State and federal savings.

**Agencies Affected:** Department of Children and Families. Department of Human

Services.

### Office of Legislative Services Estimate

Fiscal Impact	<u>Years 1-3</u>
State Cost	Indeterminate impact – See comments below

- The Office of Legislative Services (OLS) finds that the bill would have an indeterminate impact on State costs. The Department of Human Services (DHS) and the Department of Children and Families (DCF) may incur certain one-time administrative costs to develop a single application and eligibility determination process, but such costs may be offset over time by operational efficiencies achieved through a single process.
- The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from the consolidated application process, or corresponding impacts on State service costs due to changes in the number of eligible individuals.

### **BILL DESCRIPTION**

Senate Bill No. 2065 (1R) of 2014 requires the Division of Developmental Disabilities (DDD) in the DHS, in collaboration with the Division of Children's System of Care (CSOC) in the DCF, to develop a single process for determining the eligibility of individuals with developmental disabilities to receive services from the two divisions, in any case in which the two divisions mutually determine that a single process is clinically appropriate.



The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for services from the CSOC and the DDD; and consent for authorizing release of information to the DDD at the time that DDD services are requested. The bill also provides that the DDD may request updated or additional information on specific developmental delays or medically diagnosed mental or physical conditions of an individual with a developmental disability that is necessary to determine eligibility of the individual for specific services requested.

Further, the bill provides that nothing in its provisions shall be construed to preempt any provision of P.L.2012, c.16, which includes provisions stipulating: that the DDD may establish rules and procedures for the transition of persons receiving services from the DCF to adult services provided by the DDD, including, but not limited to, a redetermination of eligibility for services; and that there shall not be a presumption of eligibility for persons seeking adult services through the DDD.

Finally, the bill provides that nothing in its provisions shall be construed to eliminate DDD authority to require completion of the New Jersey Comprehensive Assessment Tool prior to the receipt of services or to conduct any ongoing assessment as needed to comply with any other State or federal requirements.

The bill has a delayed effective date whereby its provisions would take effect on the first day of the 13th month following the date of enactment.

#### FISCAL ANALYSIS

### **EXECUTIVE BRANCH**

No formal fiscal information has been received. However, in response to OLS questions on the Governor's Fiscal Year 2015 Budget that addressed the concept of a single application across the CSOC and the DDD, the DCF indicated that the use of a single application, beyond that already permitted under the divisions' regulations, would be unlikely to generate State savings and that, in contrast, such an application would likely "result in erroneously providing developmental disability services to adults who no longer meet the statutory eligibility criteria because of DDD's reliance on outdated information."

In addition, the DHS, in response to identical Fiscal Year 2015 OLS budget questions regarding the concept of a single application across the CSOC and the DDD, indicated that "the current process minimizes the effort and expenditure needed, while ensuring an accurate assessment of an individual's support needs."

### OFFICE OF LEGISLATIVE SERVICES

The OLS finds that the bill would have an indeterminate net impact on State costs, due to insufficient information regarding the specific costs and savings likely to be realized. The DDD and the CSOC may incur certain one-time administrative costs to develop a single application and eligibility determination process, to identify criteria for determining when a single process is clinically appropriate, and to train staff on the new process, but such costs may be offset over time by savings from operational efficiencies achieved through a single application process. The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from a consolidated

application process, or corresponding impacts on State service costs due to changes in the number of eligible individuals.

The CSOC currently provides services to children with developmental disabilities up to age 21, while the DDD provides services to adults with developmental disabilities. Applications for CSOC services are received, processed, and evaluated by an eligibility unit within PerformCare, which contracts with the DCF to administer CSOC services. Applications for DDD services are received and processed by intake workers at DDD Community Services Offices, who also collaborate with psychologists and other staff on "intake teams" to determine individuals' eligibility for DDD services. Children with developmental disabilities who have been determined eligible for services through the CSOC are required to complete a separate application process through the DDD, between the ages of 18 and 21, if they wish to be determined functionally eligible for adult DDD services.

The DDD and the CSOC may incur certain one-time staffing, consulting, and training costs to develop and implement a single application process consolidating the processes described above, and to develop criteria for determining when a single process is clinically appropriate. To the extent that such administrative costs may not be fully absorbed under the divisions' current resources, they may generate a short-term increase in State costs. However, due to insufficient information regarding the number of staff likely to be involved in developing and implementing a new application process, the amount of staff time likely to be required and the need for expenditures on consulting or other activities to support implementation, the OLS cannot estimate the potential costs or timeframe involved in developing the new application process.

Implementing a one-time application process may eventually reduce the overall number of applications processed by the two divisions, potentially creating staffing efficiencies and long-term State administrative savings. However, the OLS has insufficient information regarding the number of clients who currently complete both divisions' application processes, the staff costs associated with processing such applications, and the number of clients for whom a single application process might be deemed clinically appropriate, to estimate potential savings. It is noted that the DDD may be more likely to directly realize the savings from a one-time application, because some number of DDD clients would presumably complete the one-time application when applying for CSOC services as children, thereby obviating the need for clients to submit, and for the DDD to process and evaluate, subsequent applications for DDD adult services.

Available information indicates that the CSOC currently shares certain information with the DDD regarding clients' initial CSOC applications, recent evaluations, and progress reports. Thus, the bill provision authorizing the DDD to request updated or additional information regarding an individual's specific conditions may have a negligible impact on State administrative costs. Information from the DCF also indicates that a one-time application process currently exists for young adults between the ages of 18 and 21 seeking services from the CSOC. Under this process, applicants submit a single application for eligibility to the DDD and, if the DDD determines that the individual is eligible for DDD services, the decision is binding on the CSOC until the individual is 21 years old, and binding on the DDD thereafter. To the extent that this subset of applications already involves a single process, achieving greater efficiencies and additional State savings related to processing these applications may not be possible.

The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from the consolidated application process, or corresponding impacts on State service costs from serving greater or fewer numbers of clients. Although the OLS can neither confirm nor refute the DCF's assertion that a single application process, rather than two separate applications, might result in some additional individuals erroneously receiving DDD services based on outdated

### FE to S2065 [1R]

4

information, the DCF's assertion did not specifically consider the current bill's provision allowing for a single process to be used only when deemed to be clinically appropriate. It is also noted that the bill authorizes the DDD to request updated or additional information on an individual's specific conditions when determining eligibility for requested services, which would allow the DDD to reevaluate individuals whose needs have changed significantly since their original applications and which may minimize instances of individuals inappropriately receiving DDD services. Moreover, current DHS regulations authorize the DDD to reevaluate an individual's eligibility at any time and require regular redeterminations of disability factors involved in Medicaid eligibility, and the bill stipulates that the DDD retains its authority to conduct "any ongoing assessment" to comply with State or federal requirements, which may also minimize inappropriate provision of services.<sup>1</sup>

Finally, it is noted that State expenditures on administrative and service costs associated with individuals with developmental disabilities generally receive federal Medicaid reimbursement, so any net impacts on State costs would likely yield corresponding net impacts on federal Medicaid revenues.

Section: Human Services

Analyst: David Drescher

Associate Fiscal Analyst

Approved: David J. Rosen

Legislative Budget and Finance Officer

This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).

<sup>-</sup>

<sup>&</sup>lt;sup>1</sup>Effective January 2013, Medicaid eligibility became a requirement for receiving DDD services.

### SENATE BUDGET AND APPROPRIATIONS COMMITTEE

### STATEMENT TO

# [First Reprint] **SENATE, No. 2065**

# STATE OF NEW JERSEY

DATED: OCTOBER 9, 2014

The Senate Budget and Appropriations Committee reports favorably Senate Bill No. 2065 (1R).

This bill provides for streamlining the eligibility process for individuals with developmental disabilities who are requesting services from the Division of Children's System of Care (CSOC) in the Department of Children and Families (DCF) and the Division of Developmental Disabilities (DDD) in the Department of Human Services. In particular, the bill would facilitate the eligibility process for these individuals by using a one-time application to request services from CSOC, when children are under 18 years of age, and from DDD, when they are 18 years of age or older.

Under the provisions of the bill, DDD, in collaboration with CSOC, is to develop a single process for determining eligibility from the two divisions for services for individuals with developmental disabilities who are 18 years of age or over and for individuals who are under 18 years of age, in any case in which the two divisions mutually determine that a single process is clinically appropriate. The process, at a minimum, would provide for: a one-time application to be used for determining eligibility for services from CSOC and DDD; and consent for authorizing release of information to DDD at the time DDD services are requested.

The bill also provides that DDD may request updated or additional information on specific conditions of the individual with a developmental disability, as necessary to determine eligibility of the individual.

Finally, the bill specifies that it does not preempt the provisions of P.L.2012, c.16, which is the law that reorganized DCF and established that the Division of Children's System of Care in DCF is responsible for determining eligibility for individuals with developmental disabilities, and, further, that it does not eliminate or affect the need of DDD to require completion of an assessment tool prior to the receipt of adult services, or to conduct ongoing assessments to comply with federal or State requirements.

This bill is identical to Assembly Bill No. 2717 (1R), as also reported by the committee.

#### FISCAL IMPACT:

The OLS finds that the bill would have an indeterminate net impact on State costs, due to insufficient information regarding the specific costs and savings likely to be realized. The DDD and the CSOC may incur certain one-time administrative costs to develop a single application and eligibility determination process, to identify criteria for determining when a single process is clinically appropriate, and to train staff on the new process, but such costs may be offset over time by savings from operational efficiencies achieved through a single application process. The OLS does not anticipate significant changes in the number of individuals with developmental disabilities determined to be eligible for DHS and DCF services resulting from a consolidated application process, or corresponding impacts on State service costs due to changes in the number of eligible individuals.

Although the Executive did not respond to a request for fiscal information on this bill, it is noted that in response to OLS questions on the Governor's Fiscal Year 2015 Budget that addressed the concept of a single application across the CSOC and the DDD, the DCF indicated that the use of a single application, beyond that already permitted under the divisions' regulations, would be unlikely to generate State savings and that, in contrast, such an application would likely "result in erroneously providing developmental disability services to adults who no longer meet the statutory eligibility criteria because of DDD's reliance on outdated information."

In addition, the Department of Human Services (DHS), in response to identical Fiscal Year 2015 OLS budget questions regarding the concept of a single application across the CSOC and the DDD, indicated that "the current process minimizes the effort and expenditure needed, while ensuring an accurate assessment of an individual's support needs."