



***Department of Mental Health
and Substance Abuse Services
Budget Hearing***

November 24, 2014



Customer-Focused Government Goals

| | RMHI Goals | Improving Services | Educational Goals |
|-----------------------|--|---|---|
| Key Operational Goals | <ul style="list-style-type: none">Actively work with RMHI leadership continuing efforts to improve outcomes for patient care while containing cost. | <ul style="list-style-type: none">Strengthen and improve community mental health and substance abuse services. | <ul style="list-style-type: none">Educating Tennesseans and working to improve their understanding of mental health and substance abuse issues and getting people to early intervention services. |
| Strategic Initiatives | <ul style="list-style-type: none">Lead in partnership with State agencies and community partners to prevent and treat the prescription drug abuse epidemic in Tennessee. | <ul style="list-style-type: none">Reduce and more effectively intervene and treat Tennesseans that abuse controlled substances. | |



TDMHSAS Successes

Regional Mental Health Institutes

- Clinical/Administrative Processes Improved
- LEAN event – admissions process
- Standardization of best practices
- Systems transformation
 - Promoting community alternatives
 - Lakeshore Closure
 - Memphis Mental Health Institute reorganization

Substance Abuse Services

- Prescription for Success
- Low cost/high impact programs
 - Lifeline
 - Oxford House
 - Community Coalitions
 - Recovery Courts
- General public and healthcare providers – education and prevention
- Collaboration with other state agencies

Mental Health Services

- Expanded housing
- Redesign of children's crisis services
- Discretionary grants
 - Suicide prevention initiatives
 - Veteran issues
 - Addressing initial serious psychiatric episodes



TDMHSAS Successes

Savings from investing in some key programs:

- Substance abuse treatment services saved Tennessee taxpayers approx. \$340,038,600 in monetary benefits to society in FY 2013
- Crisis services saved Tennessee taxpayers approx. \$53,205,844 in psychiatric hospital services avoided in FY 2014.
- TDMHSAS funded community mental health prevention services saved Tennessee taxpayers approx. \$45,369,005 in increased productivity, and reduced health care, criminal justice, and social services costs in FY 2013.



TDMHSAS Challenges

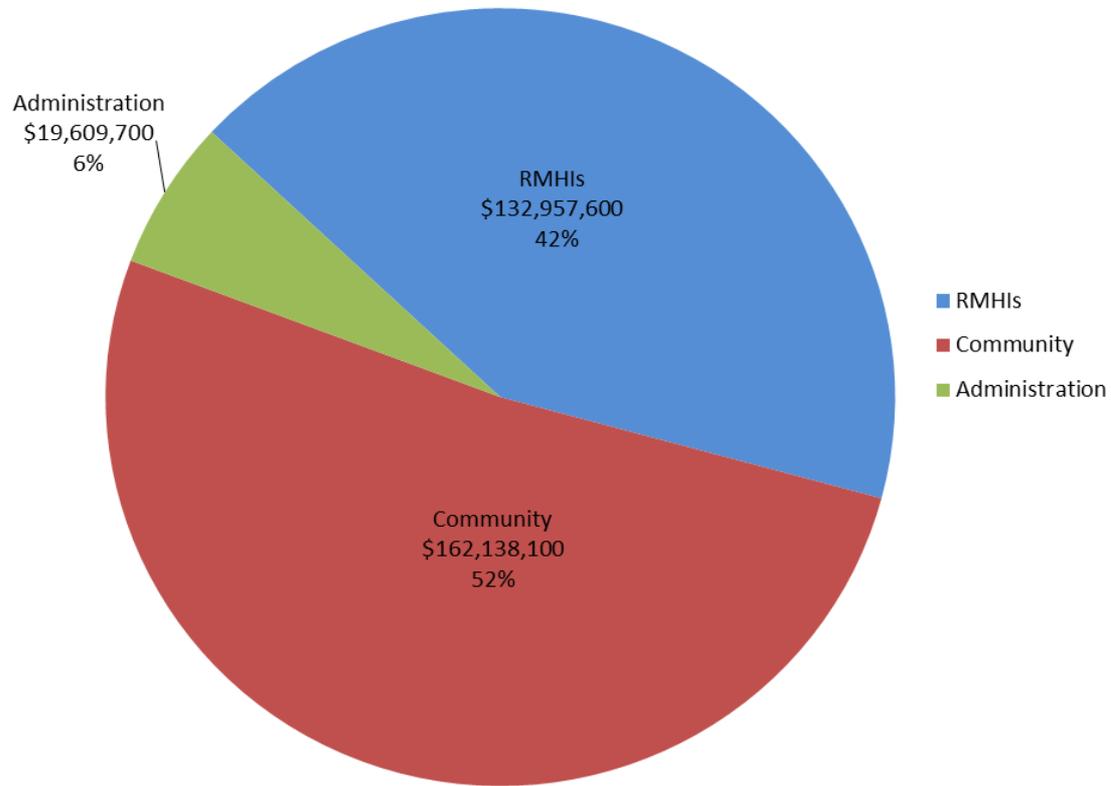
- **Available resources to address the critical needs of Tennesseans accessing public mental health and substance abuse services.**
- **Workforce shortages**
- **Increase demand for inpatient psychiatric beds (private and public sector)**

- **Changing public policy for drug related offenses.**
- **Finding resources for technology investments:**
 - 1) **Electronic Medical Records (EMR)**
 - 2) **Telehealth**
 - 3) **Automated Medication Dispensing (Pyxis)**
 - 4) **Next Gen Staffing**



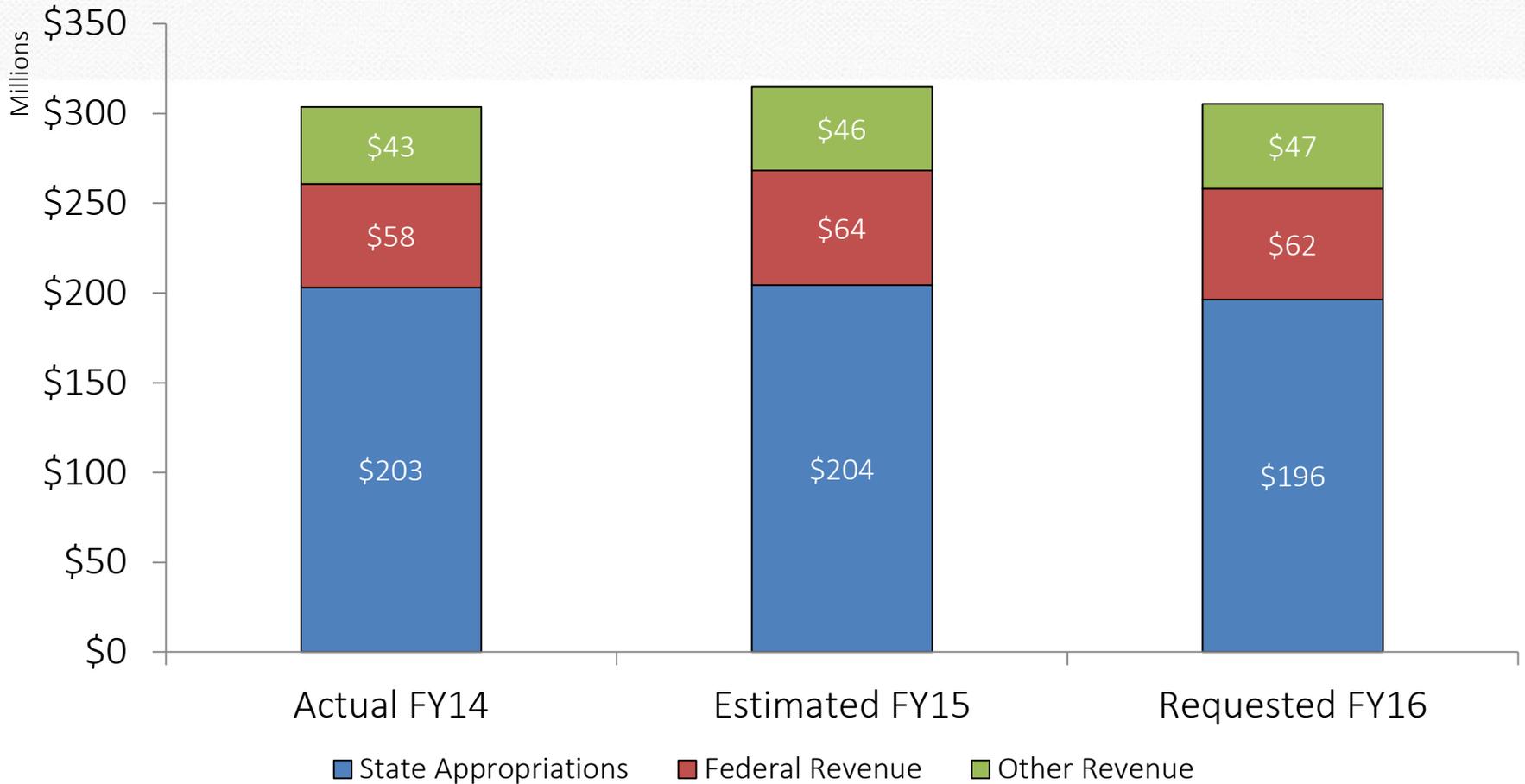
FY2014-2015 Budget

\$314,705,400





Revenue Sources





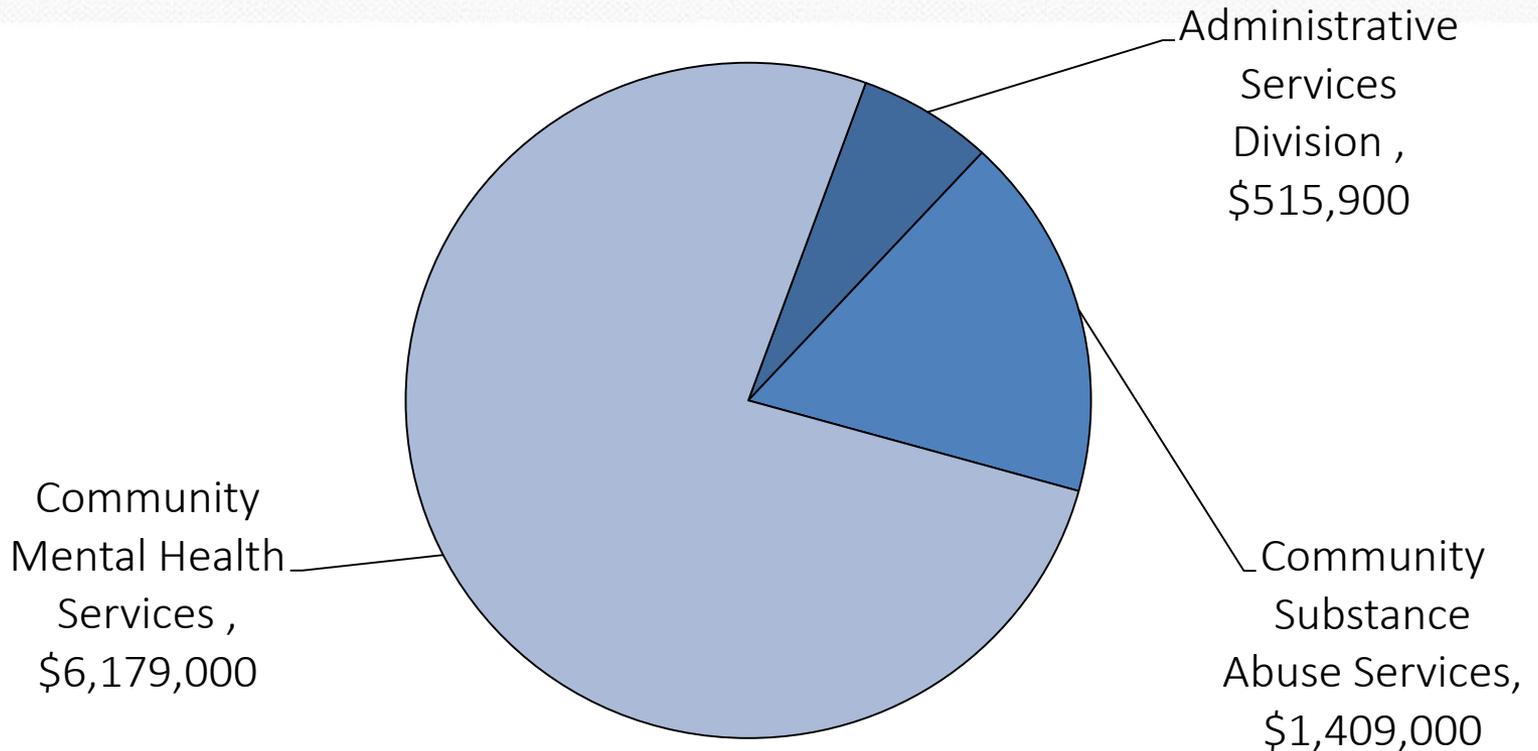
Proposed Reduction Plan

| Priority | Category | Reduction Description | State Savings |
|----------|----------------------|---|--------------------|
| 1. | Program & Operations | Reduces budgeted professional services, supplies and other non-personnel costs closer to actual expenditure | \$200,800 |
| 2. | Program & Operations | Elimination of 7 vacant positions in the central office | \$315,100 |
| 3. | Program & Operations | Reduce the funding available for forensic evaluations | \$1,000,000 |
| 4. | Program Elimination | Elimination of Assisted Outpatient Therapy Program | \$125,000 |
| 5. | Program & Operations | Reduction of funding for private inpatient uninsured services | \$510,400 |
| 6. | Program Elimination | Elimination of Juvenile Court Screenings Funding | \$20,000 |
| 7. | Program Elimination | Elimination of adolescent outpatient substance abuse services | \$190,000 |
| 8. | Program Elimination | Elimination of adolescent day/evening treatment services statewide | \$1,219,000 |
| 9. | Program Elimination | Elimination of support for all 45 peer support centers statewide. Reduction submitted in previous years. | \$4,523,600 |
| | | TOTAL | \$8,103,900 |



State Dollar Savings By Program

Total Reductions = \$8,103,900





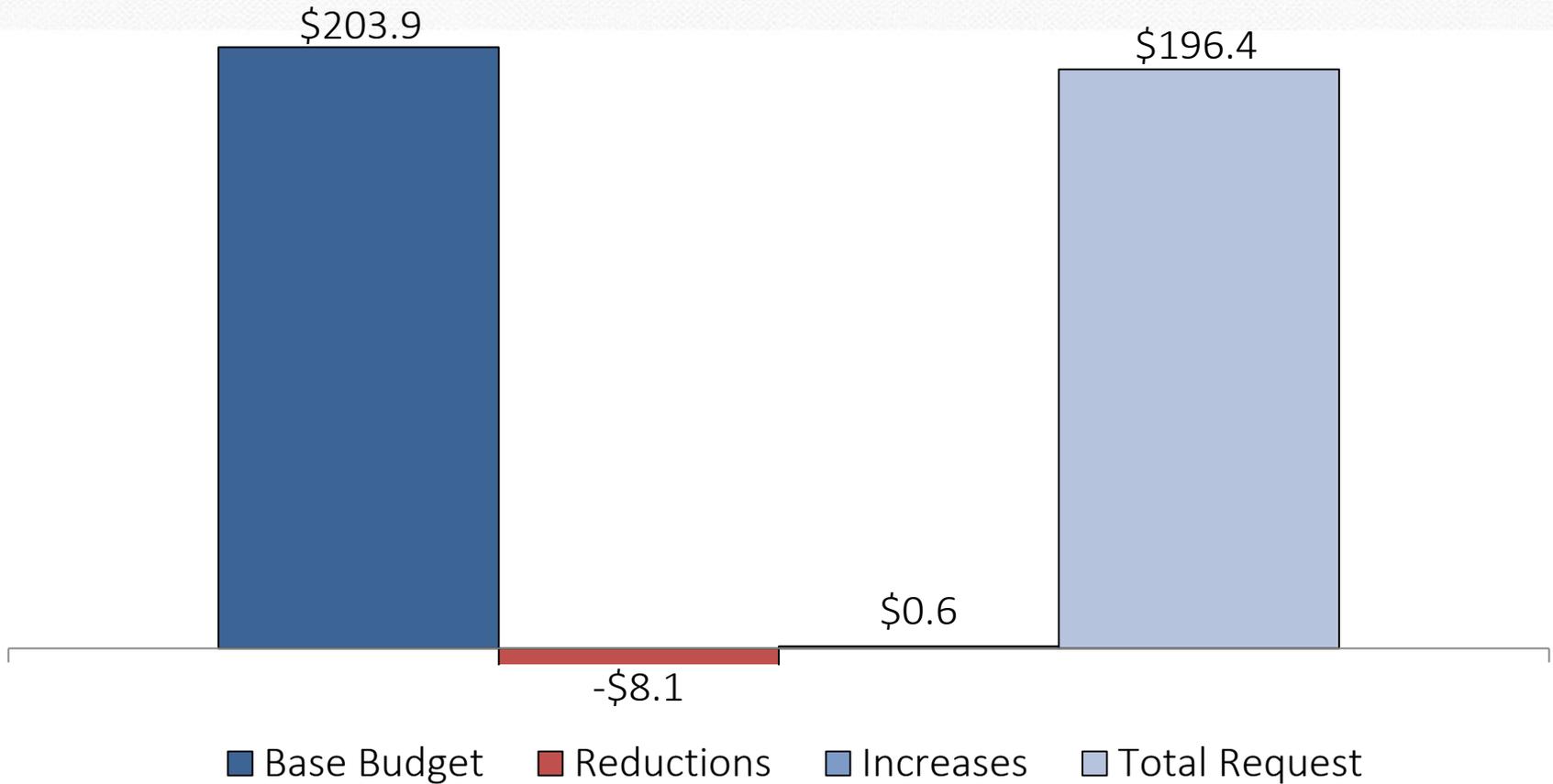
Proposed Cost Increases

| | Increase | Total | State | Federal | Other | Positions |
|----|---|------------------|------------------|------------|------------|-----------|
| 1. | Lifeline Peer Program Continuation - Recurring | \$525,000 | \$525,000 | 0 | 0 | 0 |
| 2. | Mental Health Family Support Adult Program | \$119,600 | \$119,600 | 0 | 0 | 0 |
| | Total Cost Increases | \$644,600 | \$644,600 | \$0 | \$0 | 0 |



Request Summary

State Appropriations (in millions)

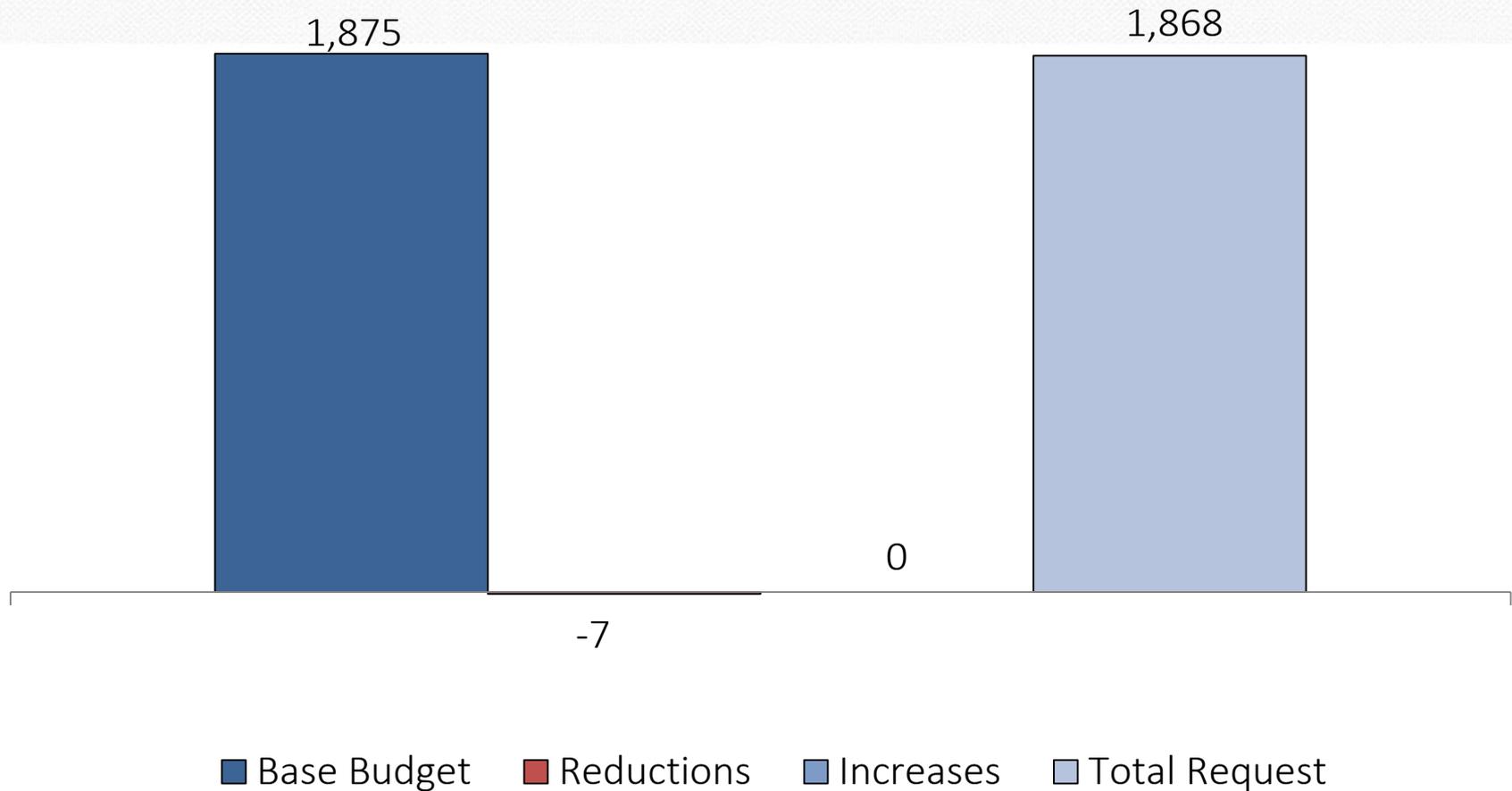




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TENNESSEE GOVERNMENT

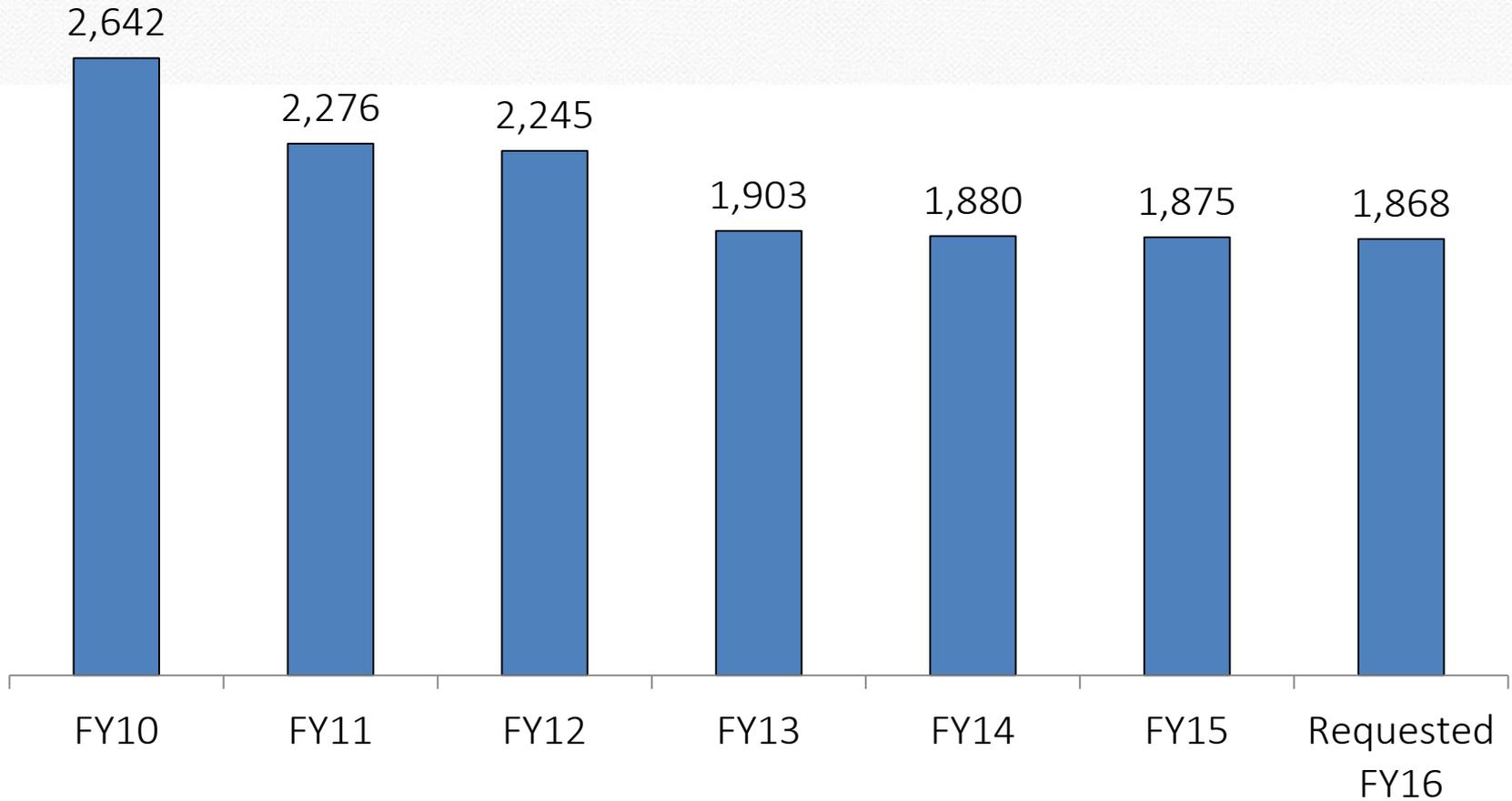
Request Summary

Authorized Positions





Authorized Positions



Regional Mental Health Institutes

Staffed Beds & Average Daily Census

FY2008 to FY2014

