

FY22 Budget Performance Review

Department of Rehabilitative Services - 805

Melinda Fruendt, Director

Kevin Statham, CFO

Agency Mission

The Mission of the Department of Rehabilitation Services is to deliver access and quality services to Oklahoman's with disabilities.
Purpose: Model Access for All in the disability employment community.

Division and Program Descriptions

Vocational Rehabilitation / Services for the Blind and Visually Impaired, Activities 11-36

The Division of Vocational Rehabilitation (DVR) is the employment agency for Oklahomans with disabilities. DVR provides vocational rehabilitation services for individuals needing support to enter careers of their choice. As a result, thousands whose disabilities were barriers to employment become taxpayers each year, eliminating or reducing their need for disability benefits and social assistance. DVR includes three career planning centers, a transition school to work program, Deaf and Hard of Hearing Program, coordination with the American Indian Vocational Rehabilitation program, and outreach to minority and underserved populations.

The Division of Services for the Blind and Visually Impaired (DSBVI) offers vocational rehabilitation services to thousands of blind and visually impaired Oklahomans each year to help them enter the workforce. In addition to quality employment services, DSBVI programs include the Business Enterprise Program (vending facilities), the Oklahoma Library for the Blind and Physically Handicapped, a Rehabilitation Technology Lab, and Older Blind Independent Living Program, Rehabilitation Teaching Services for the visually impaired, and a transition school to work program. Consumers enjoy an enhanced quality of life as a result of the multiple services provided by this division.

Oklahoma Library for the Blind and Physically Handicapped

Oklahoma Library for the Blind and Physically Handicapped is a unit within the Services for the Blind and Visually Impaired Division which provides circulation of books on tape, Braille and large print books, periodicals and other materials to blind adults and children, digital recordings of books, ordering and circulating Braille textbooks and educational materials to blind and visually impaired children in public schools.

Library operations are primarily funded through state appropriations. The Library may qualify for certain federal grants as they are available. The state is eligible for money for Braille textbooks through Federal Quota funds, which are set aside through the American Printing House for the Blind for eligible students. Hundreds of children are eligible for textbooks purchased through Federal Quota funds each school year.

Oklahoma School for the Blind, Activities 42-43

The Oklahoma School for the Blind (OSB) is a residential school in Muskogee that offers education options for children who are blind or visually impaired, ages two through twenty-one. Residential, day and summer school students are served each year. OSB has a residential capacity of 114.

OSB provides an educational program to assist students to be equipped for life-long learning, responsible citizenship and productive employment in an ever-changing society. In addition to meeting state curriculum requirements, the following expanded curriculum is provided to each student at OSB: Daily Living Skills Training; Braille and Abacus Instruction, Use of Adaptive Equipment, Tactile Graphic Skills, Mobility and Orientation Training; Assistive Technology Training and Low Vision training as per requirements of the National Agenda for the Education of Children and Youth with Visual Impairments organization. OSB provides services to school systems, students and families in many Oklahoma counties.

Outreach Program

Outreach services provided evaluations to children from birth to age twenty-one, in-service training programs and recommendations for adaptations and modifications to the child's educational environment. OSB provided direct services, consultations and evaluations, contacts of families, contacts with schools, and contacts with organizations.

Oklahoma School for the Deaf, Activities 52-55 and 95

The Oklahoma School for the Deaf (OSD) is a residential school that offers educational options for deaf children ages two through twenty-one. The campus occupies a 37 1/2 acre site in Sulphur, Oklahoma and includes a residential capacity of 154. Residential and day students on campus are served each year, as well as providing two satellite preschool programs.

Outreach Program

Outreach services provide evaluations to children from age two to twenty-one, in-service training programs for local school district staff and make recommendations for adaptations and modifications to the child's educational environment. OSD provides direct services to deaf or hearing-impaired students, evaluation services, contacts of families, and contacts with hearing-impaired organizations.

Disability Determination Services, Activities 72-74

Disability Determination Services (DDS) provides determination of medical eligibility for Social Security Disability and Supplemental Security Income Programs. Disability examiner staff obtain medical and vocational information on the person applying for disability benefits and decide if the person meets the medical eligibility criteria.

Administration (Support Services), Activities 38 and 82-83

Support Services (SS) provides administrative and programmatic support for the Agency including financial services, human resources, purchasing, contracts, property standards.

FY'21 Budgeted Department Funding By Source

| Dept. # | Department Name | Appropriations | Federal | Revolving | Local ¹ | Other ² | Total |
|---------|---------------------------------------|----------------|-------------|-----------|--------------------|--------------------|-------------|
| 1141000 | DVR/DSBVI SSA Reimbursement | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| 1215000 | Older Blind IT | \$29,000 | \$0 | \$0 | \$0 | \$10,000 | \$39,000 |
| 1414000 | Independent Living | \$37,635 | \$338,717 | \$0 | \$0 | \$0 | \$376,352 |
| 1515000 | Older Blind | \$466,946 | \$341,919 | \$0 | \$0 | \$70,000 | \$878,865 |
| 1534000 | Older Blind Medical and Direct Client | \$0 | \$12,500 | \$0 | \$0 | \$90,000 | \$102,500 |
| 1717002 | Deaf Blind Equipment-FCC | \$0 | \$0 | \$0 | \$0 | \$131,689 | \$131,689 |
| 2222000 | DVR/DSBVI IT | \$86,634 | \$3,470,514 | \$0 | \$0 | \$0 | \$3,557,148 |
| 2222013 | One Stop American Job Center IT | \$0 | \$5,000 | \$0 | \$0 | \$0 | \$5,000 |
| 2321800 | Interpreter Certification | \$0 | \$0 | \$27,000 | \$0 | \$5,000 | \$32,000 |
| 2323000 | DVR/DSBVI Non IT | \$795,874 | \$8,342,467 | \$0 | \$0 | \$4,152 | \$9,142,493 |
| 2323003 | Services to Groups | \$0 | \$900,000 | \$0 | \$0 | \$0 | \$900,000 |
| 2323005 | DVR/DSBVI Training | \$0 | \$507,500 | \$0 | \$0 | \$0 | \$507,500 |

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|--------------|---------------------------------------|---------------------|----------------------|------------------|------------|---------------------|----------------------|
| 2323006 | DSBVI Field Services | \$2,025,785 | \$2,603,875 | \$0 | \$0 | \$0 | \$4,629,660 |
| 2323007 | DVR Field Services | \$6,944,534 | \$9,112,622 | \$0 | \$0 | \$80,000 | \$16,137,156 |
| 2323008 | DSBVI Administration | \$172,665 | \$247,463 | \$0 | \$0 | \$0 | \$420,128 |
| 2323009 | DVR Administration | \$353,597 | \$481,908 | \$0 | \$0 | \$0 | \$835,505 |
| 2323013 | One-Stop American Job Center | \$0 | \$50,000 | \$0 | \$0 | \$0 | \$50,000 |
| 2323033 | DVR/DSBVI Student Transition Services | \$0 | \$1,180,000 | \$0 | \$0 | \$20,000 | \$1,200,000 |
| 2727000 | DVR/DSBVI Non Medical Client Services | \$16,667 | \$1,500,000 | \$0 | \$0 | \$0 | \$1,516,667 |
| 2727006 | SBVI Contracts | \$500,000 | \$0 | \$0 | \$0 | \$0 | \$500,000 |
| 2734000 | DVR/DSBVI Medical and Direct Client | \$0 | \$23,000,000 | \$0 | \$0 | \$0 | \$23,000,000 |
| 2828001 | BEP Blind Vendor Benefits | \$0 | \$0 | \$0 | \$0 | \$500,000 | \$500,000 |
| 2828002 | Business Enterprise Program | \$398,579 | \$1,611,066 | \$0 | \$0 | \$6,588 | \$2,016,233 |
| 3232000 | Oklahoma Library for the Blind IT | \$164,000 | \$0 | \$0 | \$0 | \$0 | \$164,000 |
| 3232036 | AIM Center IT | \$100,000 | \$0 | \$0 | \$0 | \$0 | \$100,000 |
| 3321600 | OLBPH Donations | \$0 | \$0 | \$15,000 | \$0 | \$0 | \$15,000 |
| 3333000 | Oklahoma Library for the Blind | \$1,672,754 | \$0 | \$0 | \$0 | \$217,200 | \$1,889,954 |
| 3434000 | Able Tech | \$91,021 | \$0 | \$0 | \$0 | \$0 | \$91,021 |
| 3535000 | Services to the Deaf | \$162,096 | \$0 | \$0 | \$0 | \$0 | \$162,096 |
| 3636000 | Braille Education | \$50,000 | \$0 | \$0 | \$0 | \$0 | \$50,000 |
| 3838000 | DRS Commission | \$80,028 | \$0 | \$0 | \$0 | \$0 | \$80,028 |
| 4221600 | OSB Donations IT | \$0 | \$0 | \$15,000 | \$0 | \$0 | \$15,000 |
| 4242000 | Oklahoma School for the Blind IT | \$314,000 | \$0 | \$0 | \$0 | \$71,960 | \$385,960 |
| 4321201 | OSB Career Tech | \$0 | \$0 | \$6,368 | \$0 | \$7,200 | \$13,568 |
| 4321600 | OSB Donations | \$0 | \$0 | \$24,500 | \$0 | \$15,000 | \$39,500 |
| 4343000 | Oklahoma School for the Blind | \$7,572,532 | \$0 | \$0 | \$0 | \$944,465 | \$8,516,997 |
| 5221301 | OSD Career Tech IT | \$0 | \$0 | \$0 | \$0 | \$15,000 | \$15,000 |
| 5221600 | OSD Donations IT | \$0 | \$0 | \$15,000 | \$0 | \$0 | \$15,000 |
| 5223500 | TDD Communications IT | \$0 | \$0 | \$5,000 | \$0 | \$0 | \$5,000 |
| 5252000 | Oklahoma School for the Deaf IT | \$350,000 | \$0 | \$0 | \$0 | \$0 | \$350,000 |
| 5321301 | OSD Career Tech | \$0 | \$0 | \$0 | \$0 | \$15,000 | \$15,000 |
| 5321600 | OSD Donations | \$0 | \$0 | \$15,000 | \$0 | \$0 | \$15,000 |
| 5323500 | TDD Communications | \$0 | \$0 | \$35,000 | \$0 | \$310,000 | \$345,000 |
| 5353000 | Oklahoma School for the Deaf | \$9,154,675 | \$0 | \$0 | \$0 | \$903,004 | \$10,057,679 |
| 5521600 | Hearing Aid Donations | \$0 | \$0 | \$0 | \$0 | \$58,997 | \$58,997 |
| 7272000 | Disability Determination Services IT | \$0 | \$1,769,467 | \$0 | \$0 | \$0 | \$1,769,467 |
| 7334000 | DDS Medical and Transportation | \$0 | \$8,034,000 | \$0 | \$0 | \$0 | \$8,034,000 |
| 7373000 | Disability Determination Services | \$540,000 | \$32,747,578 | \$0 | \$0 | \$0 | \$33,287,578 |
| 7434000 | DDS EST Medical and Transportation | \$0 | \$780,000 | \$0 | \$0 | \$0 | \$780,000 |
| 7474000 | Disability Determination Services EST | \$0 | \$10,728,955 | \$0 | \$0 | \$0 | \$10,728,955 |
| 8282000 | DRS Support Services IT | \$0 | \$0 | \$0 | \$0 | \$1,863,854 | \$1,863,854 |
| 8383000 | DRS Support Services | \$387,059 | \$0 | \$0 | \$0 | \$2,677,516 | \$3,064,575 |
| 8383001 | DRS Support Services MSD | \$0 | \$0 | \$0 | \$0 | \$3,436,550 | \$3,436,550 |
| 8383002 | DRS Support Services FSD | \$0 | \$0 | \$0 | \$0 | \$1,366,878 | \$1,366,878 |
| 8383009 | Credit Card Participation Program | \$0 | \$0 | \$0 | \$0 | \$3,000 | \$3,000 |
| 9553001 | OSD Swimming Pool | \$0 | \$0 | \$0 | \$0 | \$2,335,537 | \$2,335,537 |
| 9553002 | OSD Emergency Warning System | \$200,000 | \$0 | \$0 | \$0 | \$0 | \$200,000 |
| 9553004 | OSD Elevator Griffing Read | \$0 | \$0 | \$0 | \$0 | \$150,000 | \$150,000 |
| 9553005 | OSD Dorm Renovation | \$1,158,921 | \$0 | \$0 | \$0 | \$0 | \$1,158,921 |
| 9553006 | OSD HVAC | \$400,000 | \$0 | \$0 | \$0 | \$0 | \$400,000 |
| 9553007 | OSD General Site Work | \$650,000 | \$0 | \$0 | \$0 | \$0 | \$650,000 |
| Total | | \$34,875,002 | \$107,765,551 | \$157,868 | \$0 | \$15,308,590 | \$158,107,011 |

1. "Local" funding: none
2. "Other" funding (as % of total "Other"): 1215000 state carryover .06%; 1515000 state carryover .46%; 1534000 state carryover .59%; 1717002 FCC non-federal grant .86%; 2321800 revolving existing cash .03%; 2323000 inter-agency .03%; 2323007 inter-agency .52%; 2323033 inter-agency .13%; 2828001 BEP vendor benefits 3.27%; 2828002 inter-agency .04%; 3333000 state carryover 1.42%; 4242000 inter-agency .47%; 4321201 inter-agency .05%; 4321600 revolving existing cash .10%; 4343000 state carryover 2.65% and inter-agency 3.40% and eRate .10% and misc. revenue .02%; 5221301 inter-agency .10%; 5321301 inter-agency .10%; 5323500 revolving existing cash 2.02%; 5353000 state carryover .39% and inter-agency 5.27% and eRate .17% and misc. revenue .06%; 5521600 revolving existing cash .38%; 8282000 indirect cost recovery 12.18%; 8383000 indirect cost recovery 17.49%; 8383001 indirect cost recovery 22.45%; 8383002 indirect cost recovery 8.93%; 8383009 credit card fees .02%; 9553001 state carryover 15.26%; and 9553004 state carryover .98%

FY'20 Carryover by Funding Source

| | Appropriations | Federal | Revolving | Local ¹ | Other ² | Total |
|-----------|----------------|---------|-----------|--------------------|--------------------|-------------|
| Carryover | \$3,337,737 | \$0 | \$388,997 | \$0 | \$0 | \$3,726,734 |

1. "Local" funding: none
2. "Other" carryover (as % of total "Other"): none

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What changes did the agency make between FY'20 and FY'21?

1.) Are there any services no longer provided because of budget cuts?

Services continue to be provided for existing clients with barriers to employment. Through order of selection, new applicants are placed on a wait list for services.

2.) What services are provided at a higher cost to the user?

DRS is not permitted to cap or limit services needed by current clients in order to reach their employment goals. Instead DRS must control costs, implement state budget reductions and absorb inflationary increases in goods and services by delaying services to new applicants starting with those whose disabilities are determined to be least significant.

3.) What services are still provided but with a slower response rate?

All priority groups remained closed during SFY-20 as new applicants were placed on a wait list for services; however, the waiting list continued to be worked. During SFY-2020 there were 3,116 participants were removed from the waiting list to receive services.

4.) Did the agency provide any pay raises that were not legislatively/statutorily required?

DRS processed the following pay raises this past year: competitive promotion 27, skill based pay upon receiving CRC certification 7, unclassified appointments/adjustments 9; equity 12; market adjustment 4; reallocation 3; career progression 81 including 34 for DDS which is federally funded; and intra-agency transfer 2.

FY'22 Requested Funding By Department and Source

| Dept. # | Department Name | Appropriations | Federal | Revolving | Other ¹ | Total | % Change |
|---------|---------------------------------------|----------------|--------------|-----------|--------------------|--------------|----------|
| 1141000 | DVR/DSBVI SSA Reimbursement | \$0 | \$0 | \$0 | \$0 | \$0 | 0.00% |
| 1215000 | Older Blind IT | \$29,000 | \$0 | \$0 | \$10,000 | \$39,000 | 0.00% |
| 1414000 | Independent Living | \$37,635 | \$338,717 | \$0 | \$0 | \$376,352 | 0.00% |
| 1515000 | Older Blind | \$466,946 | \$341,919 | \$0 | \$70,000 | \$878,865 | 0.00% |
| 1534000 | Older Blind Medical and Direct Client | \$0 | \$12,500 | \$0 | \$90,000 | \$102,500 | 0.00% |
| 1717002 | Deaf Blind Equipment-FCC | \$0 | \$0 | \$0 | \$131,689 | \$131,689 | 0.00% |
| 2222000 | DVR/DSBVI IT | \$86,634 | \$3,470,514 | \$0 | \$0 | \$3,557,148 | 0.00% |
| 2222013 | One Stop American Job Center IT | \$0 | \$5,000 | \$0 | \$0 | \$5,000 | 0.00% |
| 2321800 | Interpreter Certification | \$0 | \$0 | \$27,000 | \$5,000 | \$32,000 | 0.00% |
| 2323000 | DVR/DSBVI Non IT | \$3,695,874 | \$17,579,556 | \$0 | \$4,152 | \$21,279,582 | 132.75% |
| 2323003 | Services to Groups | \$0 | \$900,000 | \$0 | \$0 | \$900,000 | 0.00% |
| 2323005 | DVR/DSBVI Training | \$0 | \$507,500 | \$0 | \$0 | \$507,500 | 0.00% |
| 2323006 | DSBVI Field Services | \$2,025,785 | \$2,603,875 | \$0 | \$0 | \$4,629,660 | 0.00% |
| 2323007 | DVR Field Services | \$6,944,534 | \$9,112,622 | \$0 | \$80,000 | \$16,137,156 | 0.00% |
| 2323008 | DSBVI Administration | \$172,665 | \$247,463 | \$0 | \$0 | \$420,128 | 0.00% |
| 2323009 | DVR Administration | \$353,597 | \$481,908 | \$0 | \$0 | \$835,505 | 0.00% |
| 2323013 | One-Stop American Job Center | \$0 | \$50,000 | \$0 | \$0 | \$50,000 | 0.00% |
| 2323033 | DVR/DSBVI Student Transition Services | \$0 | \$1,180,000 | \$0 | \$20,000 | \$1,200,000 | 0.00% |
| 2727000 | DVR/DSBVI Non Medical Client Services | \$16,667 | \$1,500,000 | \$0 | \$0 | \$1,516,667 | 0.00% |
| 2727006 | SBVI Contracts | \$500,000 | \$0 | \$0 | \$0 | \$500,000 | 0.00% |
| 2734000 | DVR/DSBVI Medical and Direct Client | \$0 | \$23,000,000 | \$0 | \$0 | \$23,000,000 | 0.00% |
| 2828001 | BEP Blind Vendor Benefits | \$0 | \$0 | \$0 | \$500,000 | \$500,000 | 0.00% |
| 2828002 | Business Enterprise Program | \$398,579 | \$1,611,066 | \$0 | \$6,588 | \$2,016,233 | 0.00% |
| 3232000 | Oklahoma Library for the Bind IT | \$164,000 | \$0 | \$0 | \$0 | \$164,000 | 0.00% |
| 3232036 | AIM Center IT | \$100,000 | \$0 | \$0 | \$0 | \$100,000 | 0.00% |
| 3321600 | OLBPH Donations | \$0 | \$0 | \$15,000 | \$0 | \$15,000 | 0.00% |
| 3333000 | Oklahoma Library for the Blind | \$1,672,754 | \$0 | \$0 | \$217,200 | \$1,889,954 | 0.00% |
| 3434000 | Able Tech | \$91,021 | \$0 | \$0 | \$0 | \$91,021 | 0.00% |
| 3535000 | Services to the Deaf | \$162,096 | \$0 | \$0 | \$0 | \$162,096 | 0.00% |
| 3636000 | Braille Education | \$50,000 | \$0 | \$0 | \$0 | \$50,000 | 0.00% |
| 3838000 | DRS Commission | \$80,028 | \$0 | \$0 | \$0 | \$80,028 | 0.00% |
| 4221600 | OSB Donations IT | \$0 | \$0 | \$15,000 | \$0 | \$15,000 | 0.00% |
| 4242000 | Oklahoma School for the Blind IT | \$314,000 | \$0 | \$0 | \$71,960 | \$385,960 | 0.00% |
| 4321201 | OSB Career Tech | \$0 | \$0 | \$6,368 | \$7,200 | \$13,568 | 0.00% |
| 4321600 | OSB Donations | \$0 | \$0 | \$24,500 | \$15,000 | \$39,500 | 0.00% |
| 4343000 | Oklahoma School for the Blind | \$7,639,532 | \$0 | \$0 | \$944,465 | \$8,583,997 | 0.79% |
| 5221301 | OSD Career Tech IT | \$0 | \$0 | \$0 | \$15,000 | \$15,000 | 0.00% |
| 5221600 | OSD Donations IT | \$0 | \$0 | \$15,000 | \$0 | \$15,000 | 0.00% |
| 5223500 | TDD Communications IT | \$0 | \$0 | \$5,000 | \$0 | \$5,000 | 0.00% |
| 5252000 | Oklahoma School for the Deaf IT | \$350,000 | \$0 | \$0 | \$0 | \$350,000 | 0.00% |
| 5321301 | OSD Career Tech | \$0 | \$0 | \$0 | \$15,000 | \$15,000 | 0.00% |
| 5321600 | OSD Donations | \$0 | \$0 | \$15,000 | \$0 | \$15,000 | 0.00% |
| 5323500 | TDD Communications | \$0 | \$0 | \$35,000 | \$310,000 | \$345,000 | 0.00% |
| 5353000 | Oklahoma School for the Deaf | \$9,236,675 | \$0 | \$0 | \$903,004 | \$10,139,679 | 0.82% |
| 5521600 | Hearing Aid Donations | \$0 | \$0 | \$0 | \$58,997 | \$58,997 | 0.00% |
| 7272000 | Disability Determination Services IT | \$0 | \$1,769,467 | \$0 | \$0 | \$1,769,467 | 0.00% |
| 7334000 | DDS Medical and Transportation | \$0 | \$8,034,000 | \$0 | \$0 | \$8,034,000 | 0.00% |

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| | | | | | | | |
|--------------|---------------------------------------|---------------------|----------------------|------------------|---------------------|----------------------|--------------|
| 7373000 | Disability Determination Services | \$1,940,000 | \$32,747,578 | \$0 | \$0 | \$34,687,578 | 4.21% |
| 7434000 | DDS EST Medical and Transportation | \$0 | \$780,000 | \$0 | \$0 | \$780,000 | 0.00% |
| 7474000 | Disability Determination Services EST | \$0 | \$10,728,955 | \$0 | \$0 | \$10,728,955 | 0.00% |
| 8282000 | DRS Support Services IT | \$0 | \$0 | \$0 | \$1,863,854 | \$1,863,854 | 0.00% |
| 8383000 | DRS Support Services | \$387,059 | \$0 | \$0 | \$2,677,516 | \$3,064,575 | 0.00% |
| 8383001 | DRS Support Services MSD | \$0 | \$0 | \$0 | \$3,436,550 | \$3,436,550 | 0.00% |
| 8383002 | DRS Support Services FSD | \$0 | \$0 | \$0 | \$1,366,878 | \$1,366,878 | 0.00% |
| 8383009 | Credit Card Participation Program | \$0 | \$0 | \$0 | \$3,000 | \$3,000 | 0.00% |
| 9553001 | OSD Swimming Pool | \$0 | \$0 | \$0 | \$2,335,537 | \$2,335,537 | 0.00% |
| 9553002 | OSD Emergency Warning System | \$200,000 | \$0 | \$0 | \$0 | \$200,000 | 0.00% |
| 9553004 | OSD Elevator Griffing Read | \$0 | \$0 | \$0 | \$150,000 | \$150,000 | 0.00% |
| 9553005 | OSD Dorm Renovation | \$1,158,921 | \$0 | \$0 | \$0 | \$1,158,921 | 0.00% |
| 9553006 | OSD HVAC | \$400,000 | \$0 | \$0 | \$0 | \$400,000 | 0.00% |
| 9553007 | OSD General Site Work | \$650,000 | \$0 | \$0 | \$0 | \$650,000 | 0.00% |
| Total | | \$39,324,002 | \$117,002,640 | \$157,868 | \$15,308,590 | \$171,793,100 | 8.66% |

1. "Other" funding (as % of total "Other"): 1215000 state carryover .06%; 1515000 state carryover .46%; 1534000 state carryover .59%; 1717002 FCC non-federal grant .86%; 2321800 revolving existing cash .03%; 2323000 inter-agency .03%; 2323007 inter-agency .52%; 2323033 inter-agency .13%; 2828001 BEP vendor benefits 3.27%; 2828002 inter-agency .04%; 3333000 state carryover 1.42%; 4242000 inter-agency .47%; 4321201 inter-agency .05%; 4321600 revolving existing cash .10%; 4343000 state carryover 2.65% and inter-agency 3.40% and eRate .10% and misc. revenue .02%; 5221301 inter-agency .10%; 5321301 inter-agency .10%; 5323500 revolving existing cash 2.02%; 5353000 state carryover .39% and inter-agency 5.27% and eRate .17% and misc. revenue .06%; 5521600 revolving existing cash .38%; 8282000 indirect cost recovery 12.18%; 8383000 indirect cost recovery 17.49%; 8383001 indirect cost recovery 22.45%; 8383002 indirect cost recovery 8.93%; 8383009 credit card fees .02%; 9553001 state carryover 15.26%; and 9553004 state carryover .98%

FY'22 Top Five Operational Appropriation Funding Requests

| Request by Priority | Request Description | Appropriation Request Amount (\$) |
|---|---|-----------------------------------|
| Request 1: | OSB - Annual Maintenance Request | \$67,000 |
| Request 2: | OSD - Annual Maintenance Request | \$82,000 |
| Request 3: | DVR/DSBVI - Maintain necessary state match and maintenance of effort funding | \$2,500,000 |
| Request 4: | DVR/DSBVI - State funding to offset the federal unallowable portion of Pathfinder | \$400,000 |
| Request 5: | DDS - State funding to offset the federal unallowable portion of Pathfinder | \$1,400,000 |
| Top Five Request Subtotal: | | \$4,449,000 |
| Total Increase above FY-21 Budget (including all requests) | | \$ 4,449,000 |
| Difference between Top Five requests and total requests: | | \$0 |

Does the agency have any costs associated with the Pathfinder retirement system and federal employees?

The majority of funding for DRS comes from Federal Programs and 69% of the DRS employees are paid utilizing federal funds. Currently, 34% of these employees are subject to the Pathfinder system. Through attrition it is expected that this percentage will only increase. The employer portion paid under account code 513300 to the state's defined benefit plan (OPERS) for employees participating in the state's defined contribution plan (Pathfinder) is anticipated to increase at the agency level from \$730k in FY20 to \$3.0 mil by FY25 as new employees are hired. Because this is an unallowable expenditure on federal grants, any dollars expended under 513300 cannot be drawn on the Basic Support and Social Security Disability grants and also cannot be used as state match for Basic Support. This requires an equivalent amount of state dollars to cover the expenditure for Basic Support and DDS. Based on hiring trends and the additional new hires for DDS, anticipated additional state dollars will be required the following years for both Basic Support and DDS: FY22 \$1.8 mil; FY23 \$2.0 mil; FY24 \$2.3 mil; and FY25 \$2.5 mil. In addition, all expenditures for 513300 are excluded from indirect cost recovery resulting in an additional loss of federal dollars and possible increase to future indirect cost rates.

How would the agency be affected by receiving the same appropriation for FY '22 as was received in FY '21? (Flat/ 0% change)

DRS's SFY-21 state appropriations decreased (\$1,434,097) or (3.95%) compared to SFY-20. Appx 71% or (\$1,012,191) of the total appropriation reduction occurred in Vocational Rehabilitation. As a result, DRS forfeited \$5.7 million in unmatched funds from the FFY-2020 grant, and is estimated to forfeit \$9.1 million in unmatched funds from the FFY-2021 grant as well as incur a maintenance of effort (MOE) penalty.

Annually, OSB and OSD are faced with scheduled increases to teacher salaries and do not receive funding from local ad valorem taxes or the State Department of Education funding formula to compensate for these additional costs. Without the annual maintenance funding and information technology increases for both schools, the school's operational budgets would be reduced to provide for the increases in teacher salary.

How would the agency handle a 2% appropriation reduction in FY '22?

Because we must provide a 21.3% funding match to be eligible to receive the 78.7% allotment of federal funds under Basic Support, a 2% loss of state appropriations would result in forfeiting appx. \$9.9 million federal funds and incurring a maintenance of effort (MOE) penalty of appx. \$1.1 million. In addition, OSB and OSD funding would be reduced by a total of \$348k. As a result, the following actions would be taken:

- 1 Holding and/or elimination of vacancies
- 2 Reduction in travel, supplies, printing, and equipment
- 3 Reduction in client services

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Is the agency seeking any fee increases for FY '22?

| | Fee Increase Request (\$) | Statutory change required? (Yes/No) |
|--|----------------------------------|--|
| Increase 1 No fees increases are anticipated | | |
| Increase 2 | | |
| Increase 3 | | |

What are the agency's top 2-3 capital or technology (one-time) requests, if applicable?

| Description of request in order of priority | Appropriated Amount (\$) | Submitted to LRCPC? (Yes/No) |
|---|---------------------------------|-------------------------------------|
| Priority 1 OSB - New Cafeteria | \$5,600,791 | Yes |
| Priority 2 OSD - Metal Roofing: Long Hall and Vocational Building | \$523,280 | Yes |
| Priority 3 CPC - ADA Accessible Sidewalks | \$52,153 | Yes |

Federal Funds

| CFDA | Federal Program Name | Agency Dept. # | FY 21 budgeted | FY 20 | FY 19 | FY 18 | FY 17 |
|---------------|--|--|-----------------------|--------------|--------------|--------------|--------------|
| 84.126 | Voc Rehabilitation Grant (Basic Support, Title I) Formula grant from US. Dept of Ed; 21.3% state match Provides assistance to individuals with disabilities statewide to obtain gainful employment in careers of their choice. | 2222000; 2222013; 2323000; 2323003; 2323005; 2323006; 2323007; 2323008; 2323009; 2323013; 2323033; 2727000; 2727006; 2734000; 2828002 | \$50,712,415 | \$38,156,350 | \$39,420,793 | \$37,821,986 | \$50,245,890 |
| 93.369 | Independent Living Formula grant from U.S. Dept of Ed; 10% state match Provides services to severely disabled persons allowing them to function more independently within the home and community. independently within the home and the community. | 1214000; 1414000 | \$338,717 | \$301,965 | \$363,958 | \$235,998 | \$584,825 |
| 84.177 | IL Services for Older Individuals Who Are Blind Formula grant from U.S. Dept of Ed; 10% state match Provides independent living skills and other services to blind and severely visually impaired individuals age 55 and older. | 1215000; 1515000; 1534000 | \$354,419 | \$294,864 | \$398,720 | \$349,482 | \$343,740 |
| 84.187 | Supported Employment Formula grant from U.S. Dept of Ed; 10% state match on the 50% of award set aside for youth Provides services leading to competitive employment integrated jobs in the community for individuals who have severe developmental and/or mental disabilities and competitive employment has not occurred. | 2727000 | \$300,000 | \$300,000 | \$300,000 | \$300,000 | \$300,000 |
| 96.001 | SSA Disability Program Program income/reimbursement from Social Security Administration Reimbursement is based on successful rehabilitation of social security recipients. | 1141000 | \$2,000,000 | \$1,588,930 | \$1,365,680 | \$1,950,974 | \$1,837,668 |
| 96.001 | SSA Disability Program Formula grant from Social Security Admin; no state match Provides determination of medical eligibility for Social Security Disability and Supplemental Security Income Programs. | 7272000; 7373000; 7474000 | \$54,060,000 | \$44,619,093 | \$45,317,949 | \$43,635,057 | \$43,411,912 |

FY22 Budget Performance Review
Department of Rehabilitative Services - 805

Melinda Freundt, Director

Kevin Statham, CFO

Federal Government Impact

1.) How much federal money received by the agency is tied to a mandate by the Federal Government?

The money received for Basic Support is part of an entitlement grant that supports the activities of the 1973 Rehabilitation Act reauthorized as the Workforce Innovation and Opportunity Act. The level of support provided to the State of Oklahoma is 78.7% with a 21.3% State match. Funds supporting the Independent Living and Independent Living for the Older Blind are provided at a level of 90% with a 10% State match. Supported Employment funds are provided to serve the most severely disabled, with a 10% state match required on 50% of the award set aside for youth.

The Social Security Administration utilizes a Designated State Unit to adjudicate disability claims. The Department of Rehabilitation Services is the DSU for the SSA and the federal funding level is 100%.

2.) Are any of those funds inadequate to pay for the federal mandate?

SSA funds DRS's Disability Determination Services based on caseload work. The funding from SSA is adequate. As for Basic Support, Independent Living, Independent Living for the Older Blind, and Supported Employment, the funding is not adequate. According to the latest census data, there are 622,449 Oklahomans with disabilities. When all priority groups are open, DRS is able to serve about 18,000 cases for the year; however, that number decreases when order of selection is in place.

3.) What would the consequences be of ending all of the federal funded programs for your agency?

Individuals with disabilities would not receive services provided by DRS. The scope of services includes the daily support provided through the social security disability insurance program and the training or re-training to become employed. Either program provides vital services to support and restore individual's lives as they work to overcome any limitation as a result of their disability.

4.) How will your agency be affected by federal budget cuts in the coming fiscal year?

The ratio of available funding is \$4 federal dollars to every \$1 dollar of state matching funds. Federal funds from the Basic Support (Title I) grant through U.S. Dept of Ed. are contingent upon the State of Oklahoma providing the minimum 21.3% funding match to be eligible to receive the full 78.7% allotment of federal funding. Increased funding maximizes services to Oklahomans with disabilities, enhancing their opportunity to become self-sufficient through working and becoming independent in their homes and communities. This means more Oklahomans can terminate their dependence on state and federal programs and move toward becoming taxpayers, which positively impacts the stability of the Oklahoma economy. SFY-21 appropriations were reduced (3.95%) overall including a (\$1,012,191) reduction in VR/SBVI for Basic Support. As a result Oklahoma forfeited \$5.7 million in unmatched funds from the FFY-2020 grant. The requested \$2.5 million in VR/SBVI would prevent the State of Oklahoma from forfeiting additional federal funds from the 2021 and 2022 grants.

5.) Has the agency requested any additional federal earmarks or increases?

The agency has not applied for additional federal dollars.

FY'21 Budgeted FTE

| Division # | Division Name | Supervisors | Classified | Unclassified | \$0 - \$35 K | \$35 K - \$70 K | \$70 K - \$\$\$ |
|--------------|--|--------------|--------------|--------------|--------------|-----------------|-----------------|
| 11-36 | Voc Rehab/Services for the Blind and Visually Impaired | 63.0 | 327.3 | 26.0 | 98.3 | 248.0 | 7.0 |
| 42-43 | Oklahoma School for the Blind | 11.0 | 55.0 | 44.0 | 48.0 | 47.0 | 4.0 |
| 52-55; 95 | Oklahoma School for the Deaf | 16.0 | 71.8 | 57.5 | 63.3 | 62.0 | 4.0 |
| 72-74 | Disability Determination Services | 44.0 | 314.0 | 64.3 | 1.0 | 327.5 | 49.8 |
| 38; 82-83 | Administration (Support Services) | 27.0 | 58.0 | 17.1 | 7.5 | 52.8 | 14.8 |
| Total | | 161.0 | 826.1 | 208.9 | 218.1 | 737.3 | 79.6 |

FTE History

| Division # | Division Name | 2021 Budgeted | 2020 | 2019 | 2017 | 2012 |
|--------------|--|---------------|--------------|--------------|--------------|--------------|
| 11-36 | Voc Rehab/Services for the Blind and Visually Impaired | 353.3 | 315.4 | 323.5 | 350.8 | 390.4 |
| 42-43 | Oklahoma School for the Blind | 99.0 | 89.6 | 86.6 | 82.5 | 89.9 |
| 52-55; 95 | Oklahoma School for the Deaf | 129.3 | 112.8 | 109.0 | 108.2 | 125.0 |
| 72-74 | Disability Determination Services | 378.3 | 303.5 | 297.8 | 330.9 | 302.1 |
| 38; 82-83 | Administration (Support Services) | 75.1 | 72.7 | 66.8 | 66.7 | 73.1 |
| Total | | 1035.0 | 894.0 | 883.7 | 939.1 | 980.5 |

FY22 Budget Performance Review

Department of Rehabilitative Services - 805

Melinda Fruendt, Director

Kevin Statham, CFO

| Performance Measure Review | | | | | |
|---|------------|---------------------------------|------------|------------|------------|
| Vocational Rehabilitation and Services for the Blind and Visually Impaired | FY 20 | FY 19 | FY 18 | FY 17 | FY 16 |
| Division of Vocational Rehabilitation/Services for Blind and Visually Impaired | | | | | |
| 1. Clients served | 11,532 | 15,225 | 10,082 | 11,765 | 12,954 |
| 2. Program applications | 3,868 | 4,424 | 4,614 | 6,212 | 7,773 |
| 3. Employment plans completed | 2,420 | 3,964 | 1,114 | 2,830 | 5,188 |
| 4. Employment outcomes achieved | 1,310 | 1,115 | 1,460 | 2,014 | 2,125 |
| 5. Average yearly earnings | \$ 24,558 | \$ 23,409 | \$ 22,299 | \$ 22,212 | \$ 20,957 |
| 6. Average cost of services per client | \$ 10,609 | \$ 10,145 | \$ 9,478 | \$ 11,817 | \$ 10,942 |
| 7. Average yearly taxes paid (based on 15% tax rate) | \$ 3,684 | \$ 3,511 | \$ 3,345 | \$ 3,332 | \$ 3,144 |
| <i>data is SFY for FY 18 on; FFY all previous years</i> | | | | | |
| Oklahoma Library for the Blind and Physically Handicapped | | | | | |
| 1. Services Provided | | | | | |
| A. OLBPH patrons | 5,385 | 4,798 | 5,000 | 4,945 | 4,884 |
| B. Books circulated daily to patrons | 569 | 580 | 807 | 797 | 959 |
| C. Books received weekly by patrons | 2,726 | 2,913 | 4,036 | 3,664 | 3,825 |
| D. Daily inquiries | 130 | 150 | 120 | 120 | 160 |
| 2. Accessible Instructional Materials (AIM) Center | | | | | |
| A. Children served | 1,285 | 1,158 | 1,089 | 924 | 767 |
| B. Average days for child to receive in-house books | 1 | 1 | 2 | 2 | 2 |
| C. Average days for child to receive ordered Braille | 42 | 28 for book or 1 electronically | 15 | 10 | 10 |
| D. Average days for child to receive ordered large print | 14 | 14 | 10 | 8 | 8 |
| E. Total books/items in collection | 8,560 | 2,686 titles/10,836 products | 3,045 | 13,148 | 13,600 |
| F. New Braille books purchased | 22 | 9 titles/16 electronic files | 48 | 78 | 161 |
| G. New large print books purchased | 160 | 216 | 229 | 222 | 419 |
| H. New A&E's purchased | 3,105 | 1,188 | 2,798 | 3,959 | 4,280 |
| 3. Federal Quota Funds (Previous School Year) | | | | | |
| A. Children eligible for textbooks | 875 | 819 | 753 | 323 | 760 |
| B. Funding | \$ 287,501 | \$ 287,501 | \$ 250,000 | \$ 205,336 | \$ 212,115 |
| Oklahoma School for the Blind | | | | | |
| 1. Numbers of seniors | 8 | 11 | 15 | 10 | 8 |
| 2. Seniors graduating | 8 | 11 | 15 | 10 | 8 |
| 3. Graduation rate at OSB | 100% | 100% | 100% | 100% | 100% |
| 4. Number of students taking the ACT * | 0 | 6 | 7 | 14 | 12 |
| 5. Average ACT score * | 0 | 18 | 20 | 14 | 18 |
| 6. Post graduate summary | | | | | |
| a. Currently attending college/Vo-tech | 4 | 5 | 3 | 1 | 6 |
| b. Employed | 0 | 0 | 0 | 3 | 1 |
| c. Unemployed (includes stay-at-home housewives) | 4 | 2 | 5 | 6 | 1 |
| d. VR/VS Transition program | 0 | 4 | 7 | 0 | 0 |
| e. Unavailable for survey | 0 | 0 | 0 | 0 | 0 |
| 7. School census | | | | | |
| a. Residential students | 58 | 63 | 65 | 59 | 60 |
| b. Day students | 25 | 31 | 32 | 30 | 31 |
| c. Students enrolled for the year | 83 | 94 | 97 | 89 | 91 |
| d. Counties served | 77 | 60 | 77 | 52 | 52 |
| e. Students with multiple disabilities | 6 | 5 | 4 | 12 | 12 |
| f. Teacher to student ratio | 1 to 4 | 1 to 4 | 1 to 4 | 1 to 5 | 1 to 5 |
| g. Direct care specialist to student ratio | 1 to 4 | 1 to 4 | 1 to 6 | 1 to 6 | 1 to 6 |
| h. Summer school students * | 0 | 65 | 45 | 62 | 67 |
| i. Days of summer school * | 0 | 10 | 10 | 10 | 24 |
| 8. Outreach program | | | | | |
| a. Direct services | 8,410 | 4,522 | 1,809 | 2,487 | 2,856 |
| b. Consultations and evaluations | 200 | 212 | 299 | 280 | 288 |
| c. Services to families | 1401 | 1392 | 132 | 151 | 296 |
| d. Services to schools | 2041 | 1472 | 754 | 1708 | 1094 |
| e. Services to organizations | 1141 | 1658 | 923 | 628 | 1475 |

* FY20--No summer school and no ACT due to Covid

FY22 Budget Performance Review
Department of Rehabilitative Services - 805

Melinda Freundt, Director

Kevin Statham, CFO

| Oklahoma School for the Deaf | FY 20 | FY 19 | FY 18 | FY 17 | FY 16 |
|---|--------|--------|--------|--------|--------|
| 1. Numbers of seniors | 11 | 9 | 11 | 8 | 19 |
| 2. Seniors graduating | 11 | 8 | 11 | 8 | 19 |
| 3. Graduation rate at OSD | 100.0% | 89.0% | 100.0% | 100.0% | 100.0% |
| 4. Number of students taking the ACT * | 0 | 8 | 6 | 7 | 12 |
| 5. Average ACT score * | 0 | 12 | 13 | 15 | 15 |
| 6. Post graduate summary | | | | | |
| a. Currently attending college/Vo-tech | 2 | 3 | 3 | 3 | 9 |
| b. Employed | 1 | 1 | 4 | 4 | 2 |
| c. Unemployed (includes stay-at-home housewives) | 8 | 2 | 4 | 1 | 6 |
| d. VR/VS Transition program | 0 | 0 | 0 | 0 | 0 |
| e. Unavailable for survey | 0 | 2 | 0 | 0 | 2 |
| 7. School census | | | | | |
| a. Residential students | 80 | 84 | 87 | 73 | 99 |
| b. Day students | 32 | 53 | 50 | 72 | 71 |
| c. Students enrolled for the year | 112 | 137 | 137 | 145 | 170 |
| d. Counties served | 77 | 53 | 52 | 69 | 67 |
| e. Students w/multiple disabilities | 11 | 9 | 4 | 5 | 2 |
| f. Teacher to student ratio | 1 to 5 | 1 to 4 | 1 to 5 | 1 to 5 | 1 to 6 |
| g. Direct care specialist to student ratio | 1 to 4 | 1 to 4 | 1 to 4 | 1 to 4 | 1 to 9 |
| h. Summer school students * | 0 | 97 | 85 | 52 | 70 |
| i. Days of summer school * | 0 | 6 | 6 | 6 | 5 |
| j. Satellite preschool programs | 3 | 2 | 2 | 2 | 2 |
| k. Students in satellite preschool programs | 21 | 22 | 17 | 16 | 23 |
| 8. Outreach program | | | | | |
| a. Direct services | 29,428 | 27,396 | 29,713 | 32,606 | 34,447 |
| b. Consultations and evaluations | 2,648 | 2,466 | 2,858 | 3,170 | 3,385 |
| c. Services to families | 14,129 | 13,150 | 14,062 | 15,851 | 16,894 |
| d. Services to schools | 8,827 | 8,219 | 9,917 | 10,998 | 11,392 |
| e. Services to organizations | 3,824 | 3,561 | 2,333 | 2,587 | 2,776 |
| <i>* FY20--No summer school and no ACT due to Covid</i> | | | | | |
| Disability Determination Services (DDS) | FY 20 | FY 19 | FY 18 | FY 17 | FY 16 |
| 1. Budgeted workload | 71,867 | 88,122 | 84,681 | 92,867 | 90,825 |
| 2. Disability benefits cases completed | 63,537 | 89,997 | 92,547 | 98,973 | 92,506 |
| 3. Processed budgeted workload | 88.0% | 102.1% | 109.3% | 106.6% | 101.9% |
| 4. Performance indicators | | | | | |
| a. Decision accuracy rate Oklahoma | 93.2% | 92.4% | 94.5% | 94.9% | 99.1% |
| b. Decision accuracy rate national | 94.0% | 94.3% | 94.7% | 94.5% | 97.8% |
| c. Processing time (days of receipt) | 96.0 | 89.9 | 81.2 | 87.3 | 81.0 |

Based on FFY. Current year is estimated as of 9/3/20; prior years are actual.

FY22 Budget Performance Review
Department of Rehabilitative Services - 805

Melinda Fruendt, Director

Kevin Statham, CFO

| Revolving Funds (200 Series Funds) | | | |
|--|-------------------------------|-----------------------------------|-------------------------|
| | FY'18-20 Avg. Revenues | FY'18-20 Avg. Expenditures | June '20 Balance |
| Fund 205 School for the Blind/Deaf Revolving Fund | | | |
| <i>Revenue from tax refund donations, to fund programs for OSB and OSD.</i> | \$0 | \$0 | \$21,661 |
| Fund 212 OK School for the Blind Revolving Fund | | | |
| <i>Revenue from Career Technology and income from land; provides special educational services for OSB. (Also revenue received in previous years from Medicaid for OSB medical services.)</i> | \$19,773 | \$22,177 | \$75,524 |
| Fund 213 OK School for the Deaf Revolving Fund | | | |
| <i>Revenue from Career Technology; provides special educational services for OSD. (Also revenue received in previous years from Medicaid for OSD medical services.)</i> | \$29,360 | \$19,632 | \$354,959 |
| Fund 216 Donation Fund | | | |
| <i>Revenue from donations for OSB, OSD, Sr Citizen Hearing Aids (OSD), Oklahoma Library for the Blind, and DVR/DSBVI; for the benefit of each as received.</i> | \$278,801 | \$180,059 | \$784,843 |
| Fund 218 Interpreter Certification Fund | | | |
| <i>Revenue from fees; provides financial support for the Interpreter Certification Program.</i> | \$20,702 | \$18,007 | \$27,417 |
| Fund 235 Telecommunications for Hearing Impaired Fund | | | |
| <i>Revenue from telecommunications tax on land lines; funds adaptive equipment and hearing aids for deaf and hearing impaired individuals, primarily senior citizens.</i> | \$377,053 | \$268,679 | \$751,171 |