



SFY26 Q2 Quarterly Financial Review

Presented Jan. 30, 2026



SFY26 Q2

Quarterly Financial Review

Division of Family Resources

Presented Jan. 30, 2026



Division of Family Resources

- Indiana's Family and Social Services Administration's (FSSA) Division of Family Resources is responsible for the accurate and timely delivery of SNAP and TANF benefits. DFR is also responsible for the accurate and timely determination for Indiana's Medicaid programs, such as HIP.
- DFR also manages programs to support refugees, employment and training services for some SNAP and TANF recipients, and burial services for some Medicaid recipients.
- DFR has 102 local offices across Indiana with at least one office in every county.

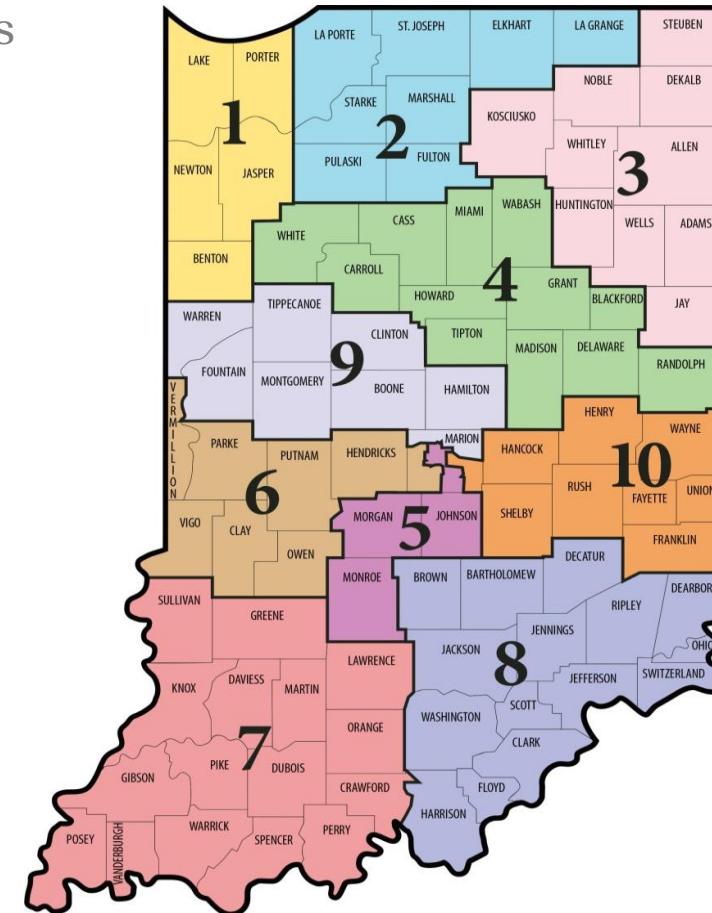
Local offices and Regional Change Centers



DFR has 102 local offices and 10 Regional Change Centers across the 10 DFR Regions.

- Region 1: Lake
- Region 2: St. Joe
- Region 3: Allen
- Region 4: Grant
- Region 5: Marion
- Region 6: Vigo
- Region 7: Vanderburgh
- Region 8: Clark
- Region 9: Tippecanoe
- Region 10: Wayne

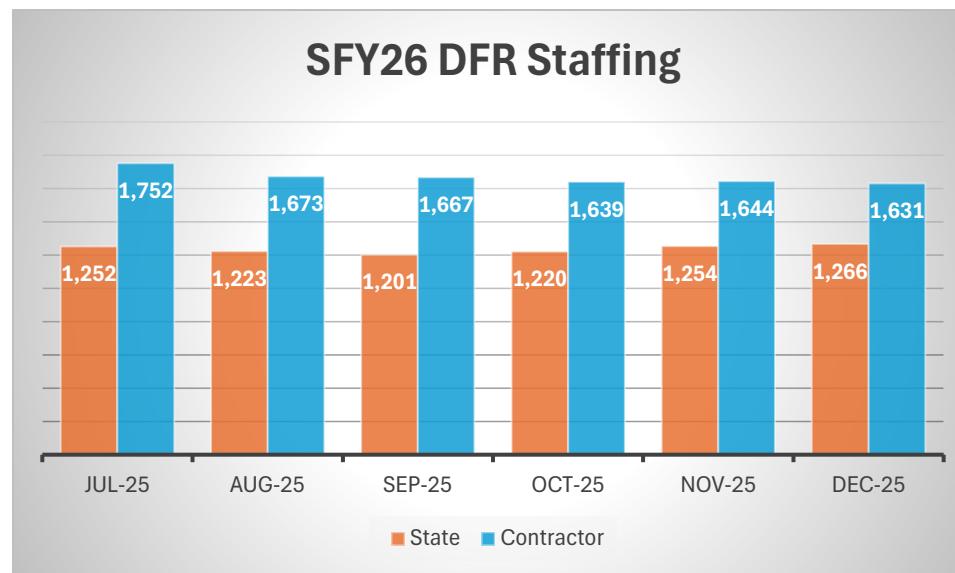
DFR leases ~846,000 square feet of office space.





DFR staffing summary

	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25
State	1,252	1,223	1,201	1,220	1,254	1,266
Contractor	1,752	1,673	1,667	1,639	1,644	1,631



- In September 2005, DFR had 2,623 state employees.
- In November 2025, DFR was approved to add an additional 65 state staff.

Monthly Financial Review outline



- Supplemental Nutrition Assistance Program (SNAP)
- SNAP Program Metrics
- SNAP Admin
- SNAP Indiana Manpower Placement and Comprehensive Training (IMPACT) Employment & Training (E&T)
- Electronic Benefits Transfer (EBT)
- Temporary Assistance for Needy Families (TANF)
- TANF Program Metrics
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- County Admin
- DFR Admin
- Indiana Eligibility Determination Services System (IEDSS)
- Summer Electronic Benefits Transfer (SEBT)
- DFR Major Contracts



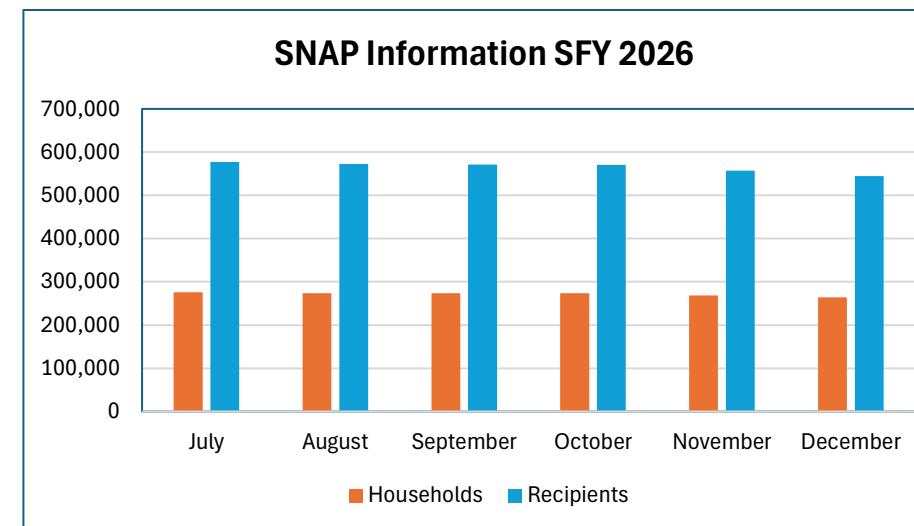
Supplemental Nutrition Assistance Program

- The Supplemental Nutrition Assistance Program (SNAP) provides food assistance to low-income individuals.
- It is a federal aid program administered by the USDA Food and Nutrition Service.
- Distribution of benefits occurs at the state level.
- Benefits are provided on an electronic card that is used like a debit card and accepted at most grocery stores.
- The benefit is 100% federally funded.
- The administration costs are split with 50% being funded by the state.



SNAP program metrics

SNAP Information SFY 2026 (July 2025-June 2026)							
	Households	Recipients	Total Issuance	Ave. Issuance per person	Ave Issuance per household	Applications	Redeterminations
July	275,966	577,054	\$112,866,837	\$195.59	\$408.99	38,332	13,349
August	273,964	572,388	\$111,489,124	\$194.78	\$406.95	37,179	13,046
September	273,867	571,594	\$111,460,740	\$195.00	\$406.99	37,083	14,446
October	273,834	570,325	\$113,230,343	\$198.54	\$413.50	31,240	12,465
November	268,746	557,432	\$110,807,915	\$198.78	\$412.31	24,554	11,313
December	264,392	544,870	\$108,129,150	\$198.45	\$408.97	33,553	13,853
YTD totals	1,630,769	3,393,663	\$667,984,109	\$196.83	\$409.61	201,941	78,472





SNAP program metrics

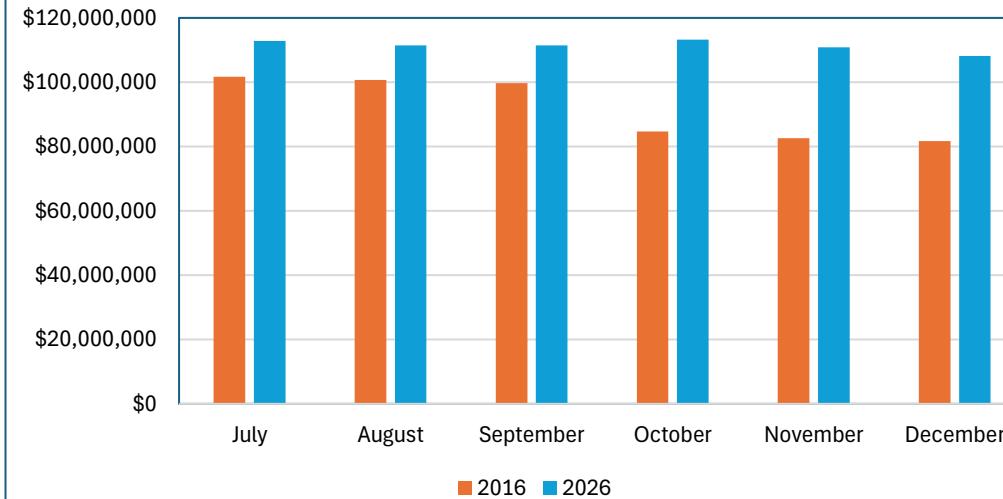
SNAP
historical
issuance
information

SNAP Information SFY 2016					
	Households	Recipients	Total Issuance	Ave. Issuance per person	Ave Issuance per household
July	371,336	813,163	\$101,662,048	\$125.02	\$273.77
August	368,123	808,144	\$100,681,503	\$124.58	\$273.50
September	364,661	803,254	\$99,718,657	\$124.14	\$273.46
October	312,191	708,553	\$84,652,673	\$119.09	\$270.28
November	307,756	697,678	\$82,599,742	\$118.39	\$268.39
December	305,550	692,024	\$81,682,191	\$118.03	\$267.33

**Year to Date
SFY 26 SNAP
Issuance
\$667,984,109**

**SFY 16 SNAP
Issuance
\$550,996,814**

SFY 2016 vs SFY 2026 SNAP Issuance





Upcoming SNAP changes

SNAP Admin state share increase to 75%

- Effective 10/1/2026
- Estimated fiscal impact SFY 2027 \$37M (9 months)
- Annual estimated fiscal impact \$47M

State share of SNAP benefits based on SNAP payment error rates

- Fiscal impact between \$71.5M - \$214.4M
- Effective 10/1/2027 will be based on error rate for 2025 or 2026
- SNAP Issuance 2025 \$1.4B
- No cost share of the SNAP error rate is 6% or less
- Error rate between 6% and 7.99%- state share of 5% (\$71.5M)
- Error rate between 8% and 9.99%- state share of 10% (\$143M)
- Error rate 10% or greater- state share 15% (\$214.4M)
- Error rate for FFY 24 was 9.27%

SNAP – Admin summary

<u>Expenditures</u>	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025		Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget		Forecast	Budget		
.1 Personal Services	\$ 240,705	\$ 1,115,535	\$ 1,382,432	\$ 266,897	\$ 2,071,708	\$ 2,567,373	\$ 495,665	
.2 Utilities Expenses	-	-	-	-	-	-	-	-
.3 External Services Expense		906,157	1,717,347	811,190	2,062,314	3,430,937	1,368,623	
.4 Supplies Materials Parts	27	67	86	19	134	172	38	
.5 Capital	-	-	-	-	-	-	-	-
.7 Grant Expense	50,390	277,916	539,083	261,167	555,832	994,377	438,545	
.8 Social Service Payments	-	-	-	-	-	-	-	-
.9 Administrative Expense	1,538	6,545	13,169	6,624	13,090	26,338	13,248	
ID Bills	4,925	396,682	42,664	(354,019)	449,256	85,327	(363,929)	
Total Expenditures	\$ 297,585	\$ 2,702,902	\$ 3,694,780	\$ 991,878	\$ 5,152,334	\$ 7,104,524	\$ 1,952,190	
<u>Funding</u>	Current Month Funding Dec 2025	Year to Date Funding Nov 2025		Variance	SFY2026 Total Funding			Variance
		Actual	Budget		Forecast	Budget		
State Funds	\$ 148,793	\$ 1,351,451	\$ 1,847,390	\$ 495,939	\$ 2,576,167	\$ 3,552,262	\$ 976,095	
Federal Funds	148,793	1,351,451	1,847,390	495,939	2,576,167	3,552,262	976,095	
Dedicated Funds	-	-	-	-	-	-	-	-
Total Funding	\$ 297,585	\$ 2,702,902	\$ 3,694,780	\$ 991,878	\$ 5,152,334	\$ 7,104,524	\$ 1,952,190	

SNAP Admin funding covers policy and
SNAP program oversight.

Appropriation Reduction \$326,979
Federal Impact \$326,979
Total Reduction \$653,958



SNAP – IMPACT summary

<u>Expenditures</u>	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
.2 Utilities Expenses	-	-	-	-	-	-	-	-	
.3 External Services Expense	367,354	1,806,757	3,023,506	1,216,749	4,837,551	6,180,741	1,343,190		
.4 Supplies Materials Parts	-	-	-	-	-	-	-	-	
.5 Capital	-	-	-	-	-	-	-	-	
.7 Grant Expense	-	-	-	-	-	-	-	-	
.8 Social Service Payments	15,049	123,799	487,388	363,589	698,298	974,776	276,478		
.9 Administrative Expense	-	-	-	-	-	-	-	-	
ID Bills	-	770	-	(770)	770	-	-	(770)	
Total Expenditures	\$ 382,403	\$ 1,931,326	\$ 3,510,894	\$ 1,579,568	\$ 5,536,619	\$ 7,155,517	\$ 1,618,898		
<u>Funding</u>	Current Month Funding Dec 2025	Year to Date Funding Nov 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 191,202	\$ 965,663	\$ 1,755,447	\$ 789,784	\$ 1,988,593	\$ 2,798,042		809,449	
Federal Funds	191,202	965,663	1,755,447	789,784	3,548,027	4,357,476		809,449	
Dedicated Funds	-	-	-	-	-	-	-	-	
Total Funding	\$ 382,403	\$ 1,931,326	\$ 3,510,894	\$ 1,579,568	\$ 5,536,619	\$ 7,155,517	\$ 1,618,898		

SNAP - IMPACT funding supports contracted worker and system solutions for the SNAP - IMPACT program.

Appropriation Reduction \$150,808
Federal Impact \$150,808
Total Reduction \$301,616



EBT summary

<u>Expenditures</u>	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
.1 Personal Services	\$ 10,628	\$ 56,225	\$ 63,131	\$ 6,906	\$ 104,418	\$ 117,243	\$ 12,825
.2 Utilities Expenses	-	-	-	-	-	-	-
.3 External Services Expense		204,510	47,437	(157,073)	274,565	94,874	(179,691)
.4 Supplies Materials Parts	-	-	50	50	100	100	-
.5 Capital	-	-	-	-	-	-	-
.7 Grant Expense	-	-	-	-	-	-	-
.8 Social Service Payments	-	-	-	-	-	-	-
.9 Administrative Expense	8	679	11,693	11,014	1,358	23,386	22,028
ID Bills	39	1,454	4,826	3,372	2,908	9,652	6,744
Total Expenditures	\$ 10,675	\$ 262,868	\$ 127,137	\$ (135,731)	\$ 383,349	\$ 245,255	\$ (138,094)

<u>Funding</u>	Current Month Funding Dec 2025	Year to Date Funding Nov 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ 10,675	\$ 164,662	\$ 60,228	\$ (104,434)	\$ 181,603	\$ 116,184	\$ (65,419)
Federal Funds	-	98,206	66,909	(31,297)	201,746	129,071	(72,675)
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ 10,675	\$ 262,868	\$ 127,137	\$ (135,731)	\$ 383,349	\$ 245,255	\$ (138,094)

EBT funding supports State staff conducting SNAP issuance oversight, as well as system solutions for SNAP issuance.

Appropriation Reduction \$6,115
Federal Impact \$6,264
Total Reduction \$12,379



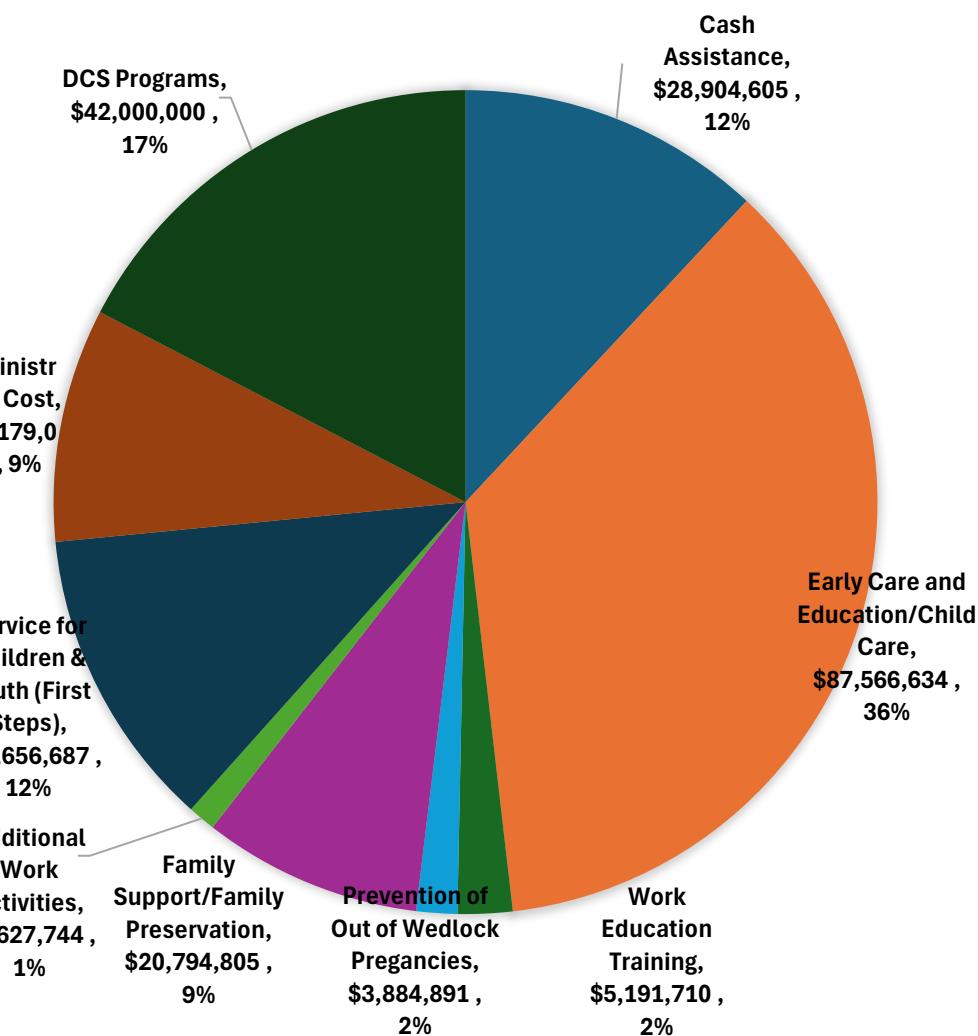


Temporary Assistance for Needy Families

- Provides cash assistance and supportive services to assist families with children under age 18 and pregnant women.
- The goal of the TANF program is to help individuals achieve or return to economic self-sufficiency.
- As a condition of eligibility for TANF, adult applicants are required to attend Applicant Job Search Orientation and complete Applicant Job Search activities. Failure to complete the Applicant Job Search program without good cause will result in the denial of the application for cash assistance. Applicant Job Search started in November 2011.

FFY26 TANF funding allocation

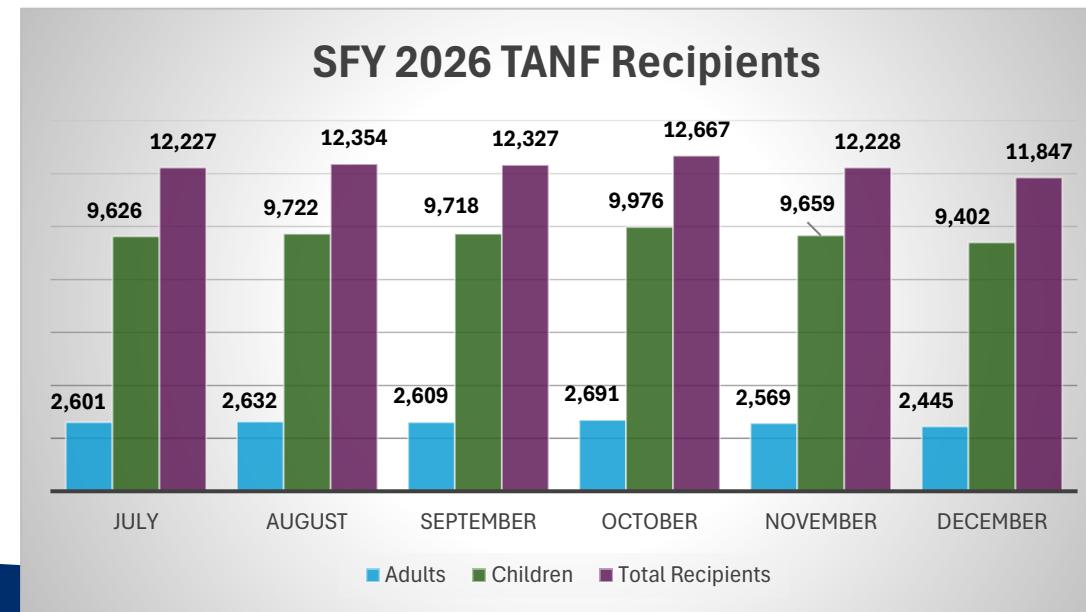
Cash Assistance	\$ 28,904,605
TANF Cash Assistance	\$ 28,815,013
TANF Benefit	\$ 89,592
Early Care and Education/Child Care	
CCDF Transfer	\$ 61,835,001
Working Families	\$ 25,731,633
Work Education Training	
AJS	\$ 1,482
TANF IMPACT	\$ 5,190,228
Prevention of Out of Wedlock Pregnancies	
DOH Family Planning Indiana Family Health Council	\$ 1,634,891
DOH Real Alternatives	\$ 2,250,000
Family Support/Family Preservation	
Nurse Family Partnership	\$ 214,000
NEST Project/New Parents	\$ 10,000,000
Dream Center's Pathway Program	\$ 1,067,752
DOH Perinatal Home Visiting Programs	\$ 4,325,553
IHCDA Rapid Rehousing Project	\$ 3,187,500
Indiana Diaper Bank	\$ 2,000,000
Additional Work Activities	
DWD Serve Indiana Mitch's Kids	\$ 2,627,744
Service for Children & Youth	
DDRS First Steps	\$ 28,656,687
Administrative Cost	
DFR	\$ 22,179,053
DCS Programs	
Healthy Families	\$ 20,000,000
Father Engagement Program	\$ 20,000,000
Tutoring/Literacy Classes	\$ 2,000,000
Total	\$ 241,806,129



TANF program metrics

TANF Information SFY 2026								
	Households	Child Only Households	Adults	Children	Total Recipients	Total Issuance	Redeterminations	Applications
July	5,116	2,286	2,601	9,626	12,227	\$2,082,087	446	6,317
August	5,166	2,255	2,632	9,722	12,354	\$2,103,787	590	6,274
September	5,186	2,270	2,609	9,718	12,327	\$2,112,367	570	6,085
October	5,251	2,247	2,691	9,976	12,667	\$2,144,701	355	5,184
November	5,098	2,209	2,569	9,659	12,228	\$2,083,436	353	4,073
December	4,953	2,167	2,445	9,402	11,847	\$2,007,681	458	5,503

Q2 SFY26 Total TANF Issuance \$6,235,818



TANF – Admin summary

<u>Expenditures</u>	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025			SFY 2026 Total Expenditures			
		Actual	Budget	Variance	Forecast	Budget	Variance	
.1 Personal Services	\$ 36,915	\$ 199,556	\$ 277,689	\$ 78,133	\$ 370,604	\$ 515,708	\$ 145,104	
.2 Utilities Expenses	-	-	-	-	-	-	-	
.3 External Services Expense	1,712,290	10,180,252	10,949,962	769,710	20,360,504	20,917,337	556,833	
.4 Supplies Materials Parts		50	287	237	100	573	473	
.5 Capital	-	-	-	-	-	-	-	
.7 Grant Expense		-	-	-	-	-	-	
.8 Social Service Payments	-	-	-	-	-	-	-	
TANF Cash Assistance	2,038,402	12,780,718	14,407,507	1,626,789	25,561,436	28,815,013	3,253,577	
TANF Benefit	2,280	12,158	44,796	32,638	24,316	89,592	65,276	
Working Families	9,135,162	10,099,882	12,865,817	2,765,935	25,731,633	25,731,633	-	
AJS	-	-	741	741	1,482	1,482	-	
Equus	7,428	42,767	47,500	4,733	85,534	95,000	9,466	
.9 Administrative Expense	727	43,681	26,316	(17,365)	52,632	52,632	-	
ID Bills	792	79,159	6,035	(73,124)	86,302	12,070	(74,232)	
Total Expenditures	\$ 12,933,996	\$ 33,438,223	\$ 38,626,648	\$ 5,188,425	\$ 72,274,543	\$ 76,231,040	\$ 3,956,497	
<u>Funding</u>	Current Month Funding Nov 2025	Year to Date Funding Nov 2025			SFY2026 Total Funding			
		Actual	Budget	Variance	Forecast	Budget	Variance	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Federal Funds	12,933,996	33,438,223	38,626,648	5,188,425	72,274,543	76,231,040	3,956,497	
Dedicated Funds	-	-	-	-	-	-	-	
Total Funding	\$ 12,933,996	\$ 33,438,223	\$ 38,626,648	\$ 5,188,425	\$ 72,274,543	\$ 76,231,040	\$ 3,956,497	



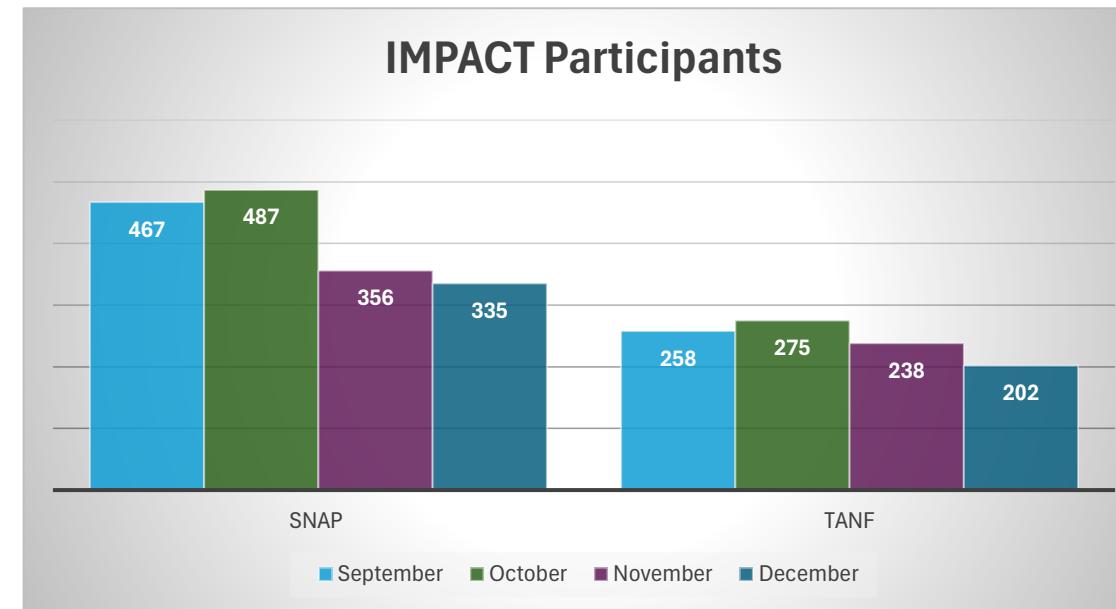
Indiana Manpower and Placement and Comprehensive Training



- IMPACT aims to help participants achieve economic self-sufficiency through a combination of education, training, and employment supportive services.
- Services available include job skills training, assistance with resume writing, interview preparation, access to local job fairs and employment opportunities.
- The IMPACT program is available to SNAP and TANF recipients.

IMPACT program metrics

IMPACT SFY 2026			
	SNAP	TANF	Total
July	416	228	644
August	451	255	706
September	467	258	725
October	487	275	762
November	356	238	594
December	335	202	537

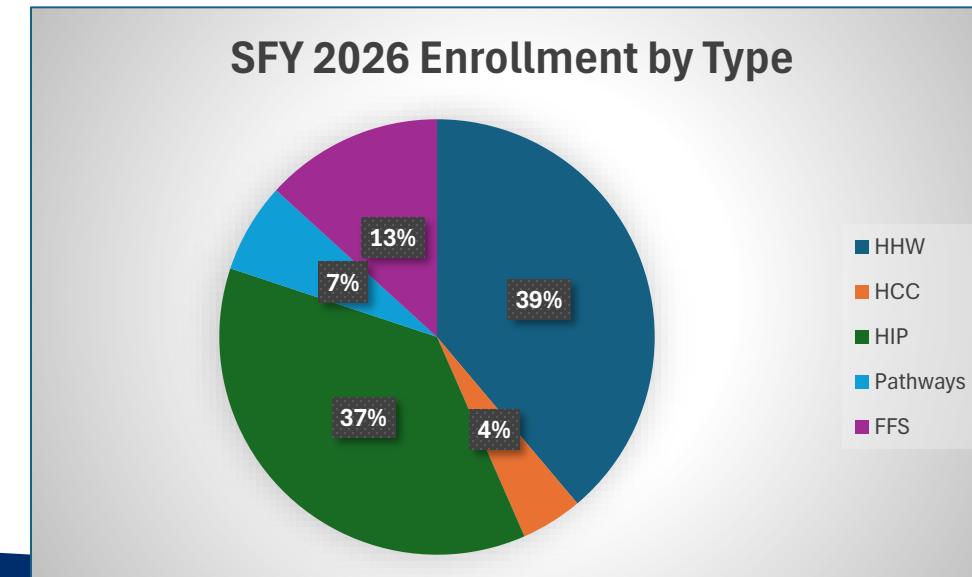


Medicaid program metrics

Medicaid Enrollment SFY 26						
	HHW	HCC	HIP	Pathways	FFS	Total
July	705,371	80,066	672,919	117,224	239,415	1,814,995
August	686,686	79,901	652,476	116,715	233,798	1,769,576
September	677,782	79,692	643,423	116,501	233,616	1,751,014
October	673,531	79,367	633,931	116,231	228,262	1,731,322
November	660,252	79,391	614,806	115,334	222,584	1,692,367
December	647,794	79,385	602,488	115,132	221,538	1,666,337

Medicaid Information SFY 2026		
	Applications	Redeterminations
July	65,395	121,070
August	67,022	116,656
September	68,005	116,600
October	66,623	112,784
November	69,308	115,273
December	77,784	119,279

[FSSA: Medicaid Policy: Medicaid Enrollment Dashboard](#)



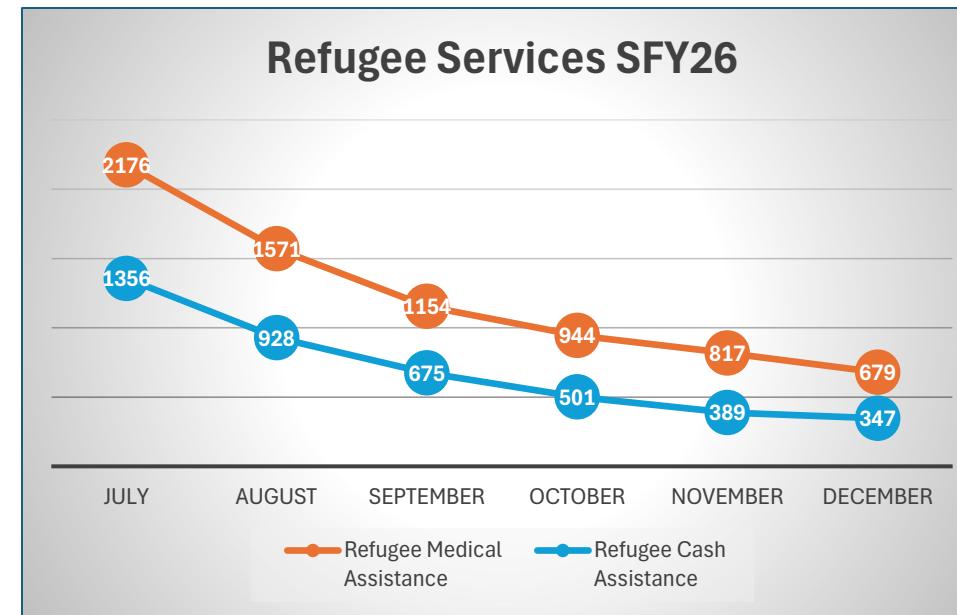


Refugee program

- Indiana Refugee Services provides assistance and services to refugees, asylees, certain Amerasian, Afghan and Ukrainian immigrants, Cuban and Haitian entrants, and victims of human trafficking (referred to collectively as “refugees”).
- Indiana Refugee Services monitors program planning, provision of services, and provides technical assistance to ensure compliance with federal and state regulations governing the delivery of refugee assistance and services, including cash and medical assistance.
- All individuals served by Indiana Refugee Services have legally entered the United States through applicable Federal programs.

Refugee program metrics

	Refugee Medical Assistance	Refugee Cash Assistance
July	2,176	1,356
August	1,571	928
September	1,154	675
October	944	501
November	817	389
December	679	347



Refugee summary

Expenditures	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ 30,168	\$ 139,372	\$ 160,185	\$ 20,813	\$ 258,834	\$ 297,487	\$ 38,653		
.2 Utilities Expenses	-	-	-	-	-	-	-		
.3 External Services Expense	163,945	1,858,482	3,133,053	1,274,571	4,335,086	6,637,241	2,302,155		
.4 Supplies Materials Parts	-	-	-	-	-	-	-		
.5 Capital	-	-	-	-	-	-	-		
.7 Grant Expense	-	-	-	-	-	-	-		
.8 Social Service Payments	-	-	-	-	-	-	-		
RCA	49,163	768,216	4,860,066	4,091,850	1,536,432	9,720,131	8,183,699		
RMA	155,773	2,322,565	7,843,706	5,521,141	4,645,130	15,687,411	11,042,281		
.9 Administrative Expense	46	195	704	509	390	1,408	1,018		
ID Bills	188	1,970	2,270	300	3,940	4,539	599		
Total Expenditures	\$ 399,283	\$ 5,090,800	\$ 15,999,983	\$ 10,909,183	\$ 10,779,812	\$ 32,348,217	\$ 21,568,405		
Funding	Current Month Funding Dec 2025	Year to Date Funding Dec 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Federal Funds	399,283	5,090,800	15,999,983	10,909,183	10,779,812	32,348,217	21,568,405		
Dedicated Funds	-	-	-	-	-	-	-		
Total Funding	\$ 399,283	\$ 5,090,800	\$ 15,999,983	\$ 10,909,183	\$ 10,779,812	\$ 32,348,217	\$ 21,568,405		

Refugee funding covers policy and Refugee program oversight, as well as support from partners and contracted entities facilitating Refugee program scope.

Burial program

The Burial Assistance Program was established by the state of Indiana to help with burial costs for those who are eligible in specific categories of Medicaid.

Burial assistance eligible categories are:

- MA A: Medicaid for the Aged
- MA D: Medicaid for the Disabled
- MA DW: Medicaid for the Disabled Working
- MA B: Medicaid for the Blind
- MA SI: Medicaid for the SSI
- MA R: Medicaid for Room / Board Nursing Home

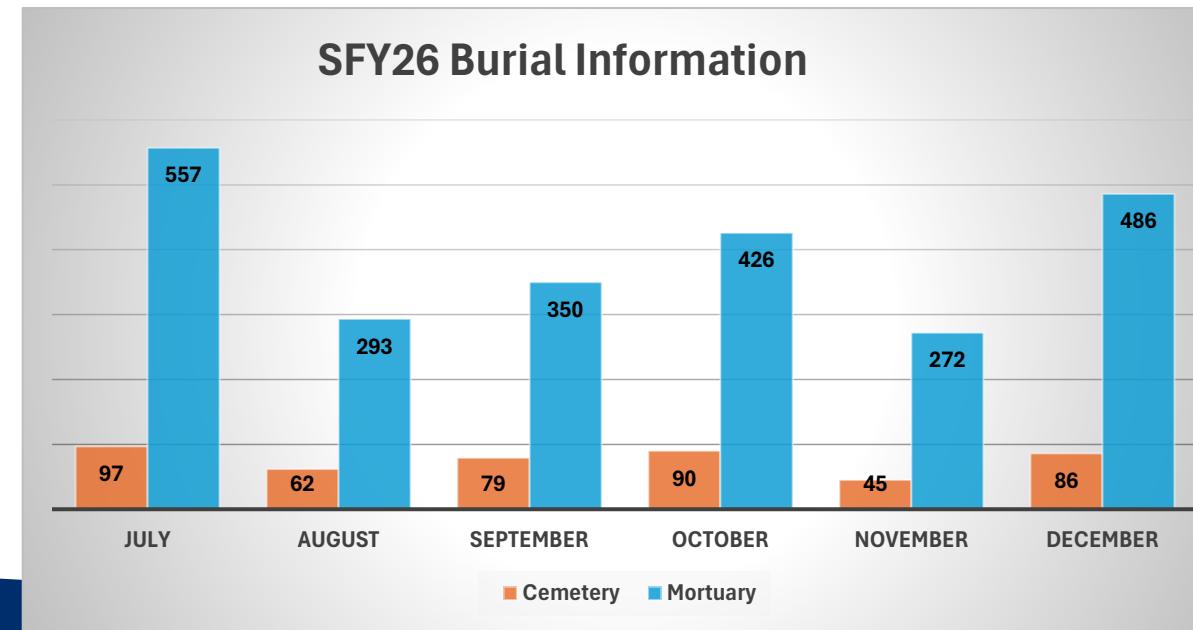
Maximum benefit amounts:

- Funeral \$1,200
- Cemetery \$800
- Rates were last updated in 2013 (\$600 funeral/\$400 cemetery)



Burial program metrics

	Cemetery	Mortuary	Total
July	97	557	654
August	62	293	355
September	79	350	429
October	90	426	516
November	45	272	317
December	86	486	572



Burial summary

<u>Expenditures</u>	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025			SFY 2026 Total Expenditures			Variance
		Actual	Budget	Variance	Forecast	Budget	Variance	
.1 Personal Services	\$ 16,477	\$ 59,322	\$ 122,612	\$ 63,290	\$ 110,169	\$ 227,708	\$ 117,539	
.2 Utilities Expenses	-	-	-	-	-	-	-	-
.3 External Services Expense	-	-	-	-	-	-	-	-
.4 Supplies Materials Parts	-	-	-	-	-	-	-	-
.5 Capital	-	-	-	-	-	-	-	-
.7 Grant Expense	-	-	-	-	-	-	-	-
.8 Social Service Payments	-	-	-	-	-	-	-	-
Cemetery	68,147	344,773	318,204	(26,569)	848,543	636,408	(212,135)	
Mortuary	578,362	2,831,687	2,496,512	(335,175)	6,865,482	4,993,024	(1,872,458)	
.9 Administrative Expense		12	25	13	50	50	-	
ID Bills	208	1,281	1,966	685	3,931	3,931	-	
Total Expenditures	\$ 663,194	\$ 3,237,075	\$ 2,939,319	\$ (297,757)	\$ 7,828,175	\$ 5,861,121	\$ (1,967,054)	
<u>Funding</u>	Current Month Funding Dec 2025	Year to Date Funding Dec 2025			SFY2026 Total Funding			
		Actual	Budget	Variance	Forecast	Budget	Variance	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ 1,967,054	\$ -	\$ (1,967,054)	
Federal Funds	-	-	-	-	-	-	-	
Dedicated Funds	663,194	3,237,075	2,939,319	(297,757)	5,861,121	5,861,121	-	
Total Funding	\$ 663,194	\$ 3,237,075	\$ 2,939,319	\$ (297,757)	\$ 7,828,175	\$ 5,861,121	\$ (1,967,054)	

Burial funding pays for eligible burials as well as Burial program state staff facilitating the program.



County admin summary

<u>Expenditures</u>	Current Month Expenditures Dec 2025	Year To Date Expenditures Nov 2025			Variance	SFY 2026 Total Expenditures		
		Actual	Budget	Forecast		Budget	Variance	
.1 Personal Services	\$ 931,699	\$ 43,179,803	\$ 45,961,570	\$ 2,781,767	\$ 87,157,074	\$ 85,357,201	\$ (1,799,873)	
.2 Utilities Expenses	43,345	162,806	154,882	(7,924)	325,612	309,764	(15,848)	
.3 External Services Expense	12,900,317	83,210,260	77,811,629	(5,398,631)	174,943,929	152,502,776	(22,441,153)	
.4 Supplies Materials Parts	53,201	398,264	640,650	242,386	796,528	1,281,299	484,771	
.5 Capital	265	301	-	(301)	-	-	-	
.7 Grant Expense	-	-	-	-	-	-	-	
.8 Social Service Payments	-	-	-	-	-	-	-	
.9 Administrative Expense	592,585	5,761,179	5,511,981	(249,199)	11,522,358	11,023,961	(498,397)	
Lease	1,294,904	8,390,102	7,365,268	(1,024,835)	16,780,204	14,730,535	(2,049,669)	
ID Bills	1,144,354	7,146,508	8,810,939	1,664,431	14,293,016	17,621,878	3,328,862	
Total Expenditures	\$ 16,960,670	\$ 148,249,223	\$ 146,256,917	\$ (1,992,306)	\$ 305,818,721	\$ 282,827,414	\$ (22,991,307)	
<u>Funding</u>	Current Month Funding Dec 2025	Year to Date Funding Dec 2025			Variance	SFY2026 Total Funding		
		Actual	Budget	Forecast		Budget	Variance	
State Funds	\$ 16,960,670	\$ 48,441,634	\$ 57,158,642	\$ 8,717,008	\$ 119,516,964	\$ 110,531,735	\$ (8,985,229)	
Federal Funds	-	99,807,590	89,098,275	(10,709,315)	186,301,757	172,295,678	(6,182,052)	
Dedicated Funds	-	-	-	-	-	-	-	
Total Funding	\$ 16,960,670	\$ 148,249,223	\$ 146,256,917	\$ (1,992,306)	\$ 305,818,721	\$ 282,827,414	\$ (22,991,307)	

County Admin funding covers all applicable State and contracted supports for DFR Operations to conduct Medicaid, SNAP, and TANF eligibility determinations.

Appropriation Reduction \$5,742,949
Federal Impact \$8,902,559
Total Reduction \$14,645,508



DFR admin summary

<u>Expenditures</u>	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ 246,755	\$ 1,135,789	\$ 1,488,242	\$ 352,453	\$ 2,109,322	\$ 2,763,878	\$ 654,556		
.2 Utilities Expenses	-	-	528	528	1,055	1,055	-		
.3 External Services Expense	24,037	50,948	55,839	4,891	101,896	118,614	16,718		
.4 Supplies Materials Parts	1,224	5,505	10,499	4,994	11,010	20,997	9,987		
.5 Capital	-	-	-	-	-	-	-		
.7 Grant Expense	-	-	-	-	-	-	-		
.8 Social Service Payments	-	-	-	-	-	-	-		
.9 Administrative Expense	(1,539)	37,920	26,133	(11,788)	75,840	52,265	(23,575)		
Lease	39,800	283,383	326,475	43,092	559,669	559,669	-		
ID Bills	159,133	912,086	666,447	(245,640)	1,824,172	1,332,893	(491,279)		
Total Expenditures	\$ 469,410	\$ 2,425,631	\$ 2,574,161	\$ 148,530	\$ 4,682,964	\$ 4,849,371	\$ 166,407		
<u>Funding</u>	Current Month Funding Dec 2025	Year to Date Funding Dec 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 469,410	\$ 1,296,029	\$ 1,062,505	\$ (233,524)	\$ 1,932,930	\$ 2,001,616	\$ 68,686		
Federal Funds	-	1,129,602	1,511,656	382,053	2,750,034	2,847,755	97,721		
Dedicated Funds	-	-	-	-	-	-	-		
Total Funding	\$ 469,410	\$ 2,425,631	\$ 2,574,161	\$ 148,530	\$ 4,682,964	\$ 4,849,371	\$ 166,407		

DFR Admin funding covers state and contracted supports for DFR program, policy and other related oversight.

Appropriation Reduction \$105,120
Federal Impact \$149,531
Total Reduction \$254,651



IEDSS summary

<u>Expenditures</u>	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ 71,355	\$ 326,220	\$ 401,884	\$ 75,664	\$ 605,837	\$ 746,356	\$ 140,519		
.2 Utilities Expenses	-	-	-	-	-	-	-	-	
.3 External Services Expense	420,876	13,727,513	15,778,867	2,051,354	25,678,618	25,678,618	-		
.4 Supplies Materials Parts	-	-	-	-	-	-	-	-	
.5 Capital	-	-	-	-	-	-	-	-	
.7 Grant Expense	-	-	-	-	-	-	-	-	
.8 Social Service Payments	-	-	-	-	-	-	-	-	
.9 Administrative Expense	1,006,253	2,067,921	2,321,274	253,353	4,135,842	4,642,548	506,706		
ID Bills	352,364	2,494,324	2,184,783	(309,542)	4,988,648	4,369,565	(619,083)		
Total Expenditures	\$ 1,850,848	\$ 18,615,978	\$ 20,686,808	\$ 2,070,830	\$ 35,408,945	\$ 35,437,087	\$ 28,142		
<u>Funding</u>	Current Month Funding Dec 2025	Year to Date Funding Dec 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 1,850,848	\$ 8,361,027	\$ 7,137,050	\$ (1,223,976)	\$ 12,216,260	\$ 12,225,969	\$ 9,709		
Federal Funds	-	10,254,951	13,549,757	3,294,806	23,192,685	23,211,118	18,433		
Dedicated Funds	-	-	-	-	-	-	-	-	
Total Funding	\$ 1,850,848	\$ 18,615,978	\$ 20,686,808	\$ 2,070,830	\$ 35,408,945	\$ 35,437,087	\$ 28,142		

IEDSS funding covers all applicable State and contracted Information Technology (IT) / system supports for DFR to conduct Medicaid, SNAP, and TANF eligibility determinations.
IEDSS: Indiana Eligibility Determination Services System

Appropriation Reduction \$557,486
Federal Impact \$998,196
Total Reduction \$1,555,682



DFR financial summary

Non-Medicaid

Program	Current Month Expenditures Dec 2025	Year To Date Expenditures Dec 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
		2025							
Supplemental Nutrition Assistance	\$ 297,585	\$ 2,702,902	\$ 3,694,780	\$ 991,878	\$ 5,152,334	\$ 7,104,524	\$ 1,952,190		
Supplemental Nutrition Assistance IMPACT	382,403	1,931,326	3,510,894	1,579,568	5,536,619	7,155,517	1,618,898		
Temporary Assistance for Needy Families	12,933,996	33,438,223	38,626,648	5,188,425	72,274,543	76,231,040	3,956,497		
County Administration	16,960,670	148,249,223	146,256,917	(1,992,306)	305,818,721	282,827,414	(22,991,307)		
Electronic Benefit Transfer	10,675	262,868	127,137	(135,731)	383,349	245,255	(138,094)		
Division of Family Resources Administration	469,410	2,425,631	2,574,161	148,530	4,682,964	4,849,371	166,407		
Indiana Eligibility Determination and Service System	1,850,848	18,615,978	20,686,808	2,070,830	35,408,945	35,437,087	28,142		
Refugee	399,283	5,090,800	15,999,983	10,909,183	10,779,812	32,348,217	21,568,405		
Burials	663,194	3,237,075	2,939,319	(297,757)	7,828,175	5,861,121	(1,967,054)		
Supplemental Nutrition Assistance Benefits	107,005,148	667,855,942	667,855,942	-	1,335,711,884	1,335,711,884	-		
Total Expenditures	\$ 140,973,212	\$ 883,809,968	\$ 902,272,588	\$ 18,462,620	\$ 1,783,577,346	\$ 1,787,771,430	\$ 4,194,084		

Sources of Funding	Current Month Funding Dec 2025	Year to Date Funding Dec 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
		2025							
State Funds	\$ 19,631,597	\$ 60,580,465	\$ 69,021,262	\$ 8,440,797	\$ 140,379,571	\$ 131,225,808	\$ (9,153,763)		
Federal Funds	120,678,421	819,992,428	830,312,007	10,319,579	1,637,336,654	1,650,684,501	13,347,847		
Dedicated Funds	663,194	3,237,075	2,939,319	(297,757)	5,861,121	5,861,121	-		
Total Funding	\$ 140,973,212	\$ 883,809,968	\$ 902,272,588	\$ 18,462,620	\$ 1,783,577,346	\$ 1,787,771,430	\$ 4,194,084		

DFR major contracts summary

Contractor	Contract Period	Total Contract Value	Annual Contact Amount SFY26	Annual Contract Breakdown by Program	Annual Contact Amount SFY26	State Funding SFY26	Federal Funding SFY26	YTD Expenditures
Knowledge Service-Guidesoft	7/1/2017 - 12/31/2026	\$ 313,461,938	\$ 38,292,050	County	\$ 38,292,050	\$ 14,861,145	\$ 23,430,905	\$ 10,657,269
Maximus RCC/CCC	4/1/2022 - 12/31/2026	368,637,913	93,830,052	County	93,830,052	36,415,443	57,414,609	29,521,068
Moser	1/1/2020 - 12/31/25	92,460,232	8,564,340	County TANF SNAP	7,067,549 770,395 726,395	3,106,113	5,458,226	712,334
TALX	7/1/2020 - 6/30/2025	30,175,317		County		-	-	
Deloitte	1/1/2023 - 6/30/2026	59,983,670	18,814,545	IEDSS	18,814,545	6,585,091	12,229,454	5,977,988
Equus	7/15/2023 - 9/30/2027	37,411,090	9,262,547	TANF IMPACT SNAP IMPACT	5,115,274 4,147,274	2,073,637	7,188,910	2,943,433
Phoenix	11/1/2022 - 10/31/2026	11,178,563	2,782,420	County	2,782,420	1,079,857	1,702,563	1,062,051
Conduent EBT	4/1/2020 - 9/30/2025	28,996,704	409,719	TANF SNAP EBT	8,996 400,104 619	200,345	209,374	334,025
Conduent L & D	5/1/2024 - 9/30/2028	18,850,682	4,712,671	County	4,712,671	1,828,987	2,883,683	1,400,705
First Data	1/1/2023 - 12/31/2026	18,652,720	409,719	County TANF	3,303,360 1,101,120	1,282,034	3,122,446	1,712,350
Total		\$ 979,808,830	\$ 177,078,061		\$ 181,072,823	\$ 67,432,652	\$ 113,640,171	\$ 54,321,223



SFY26 Q2

Quarterly Financial Review

Office of Early Childhood and Out-of-School Learning

Presented Jan. 30, 2026

Office of Early Childhood and Out-of-School Learning

Office of Early Childhood and Out-of-School Learning (OECOSL) has two primary responsibilities:

- Regulate and license child care programs
 - Child care centers
 - Registered ministries
 - Child care homes
- Administer Child Care Development Fund (CCDF), state appropriated funds, and other federal government grants as directed
 - CCDF Vouchers, ages 0-13
 - On My Way Pre-K Vouchers, 4-year-olds

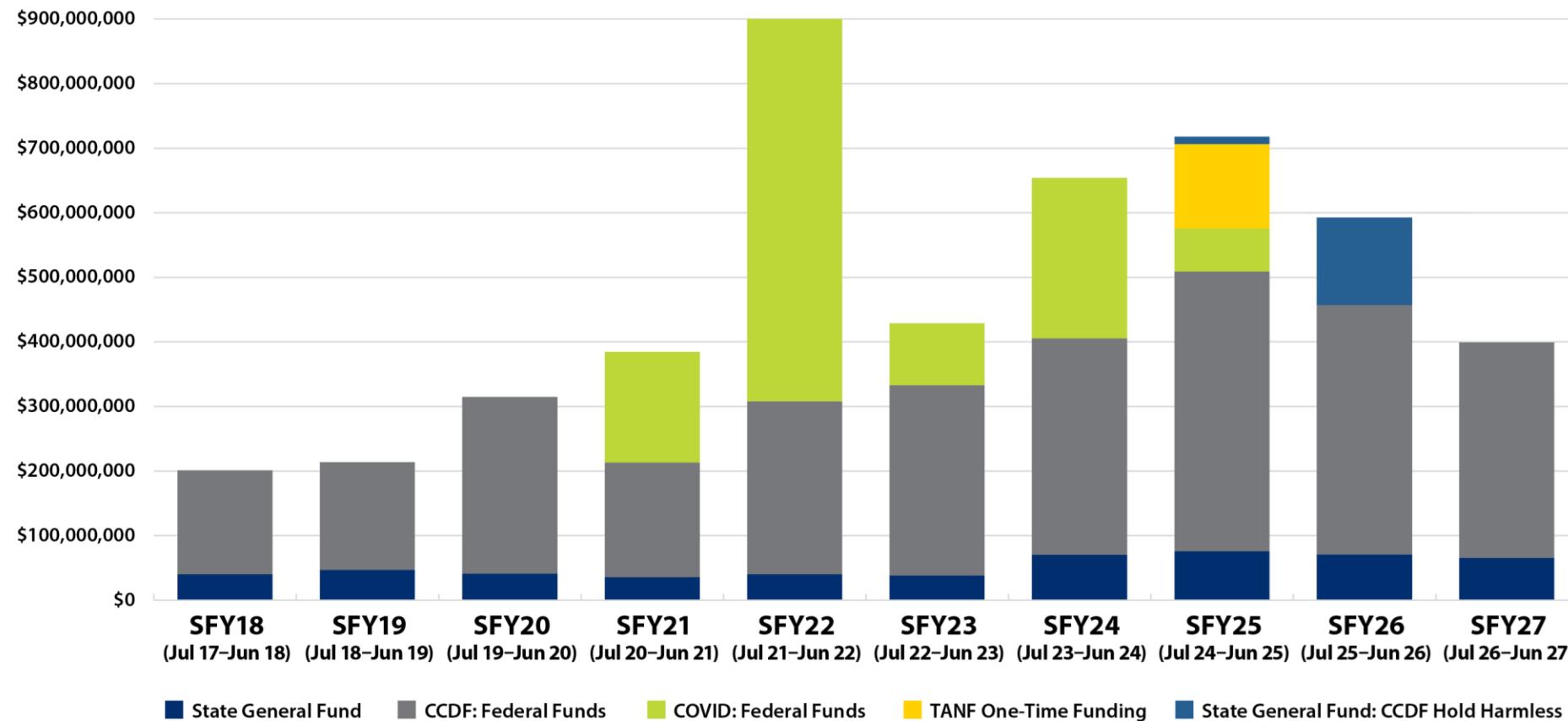


Child Care Federal Funding update

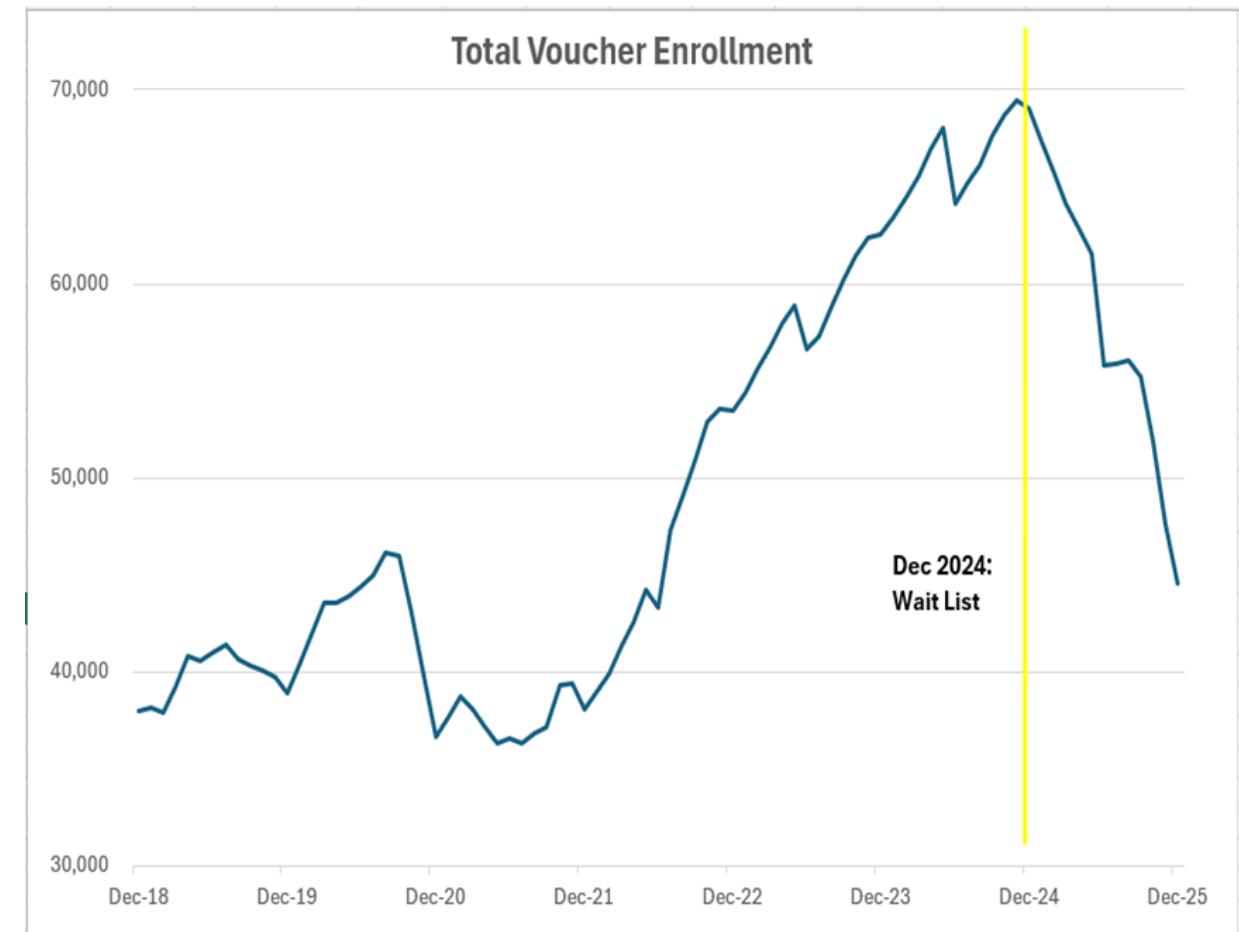
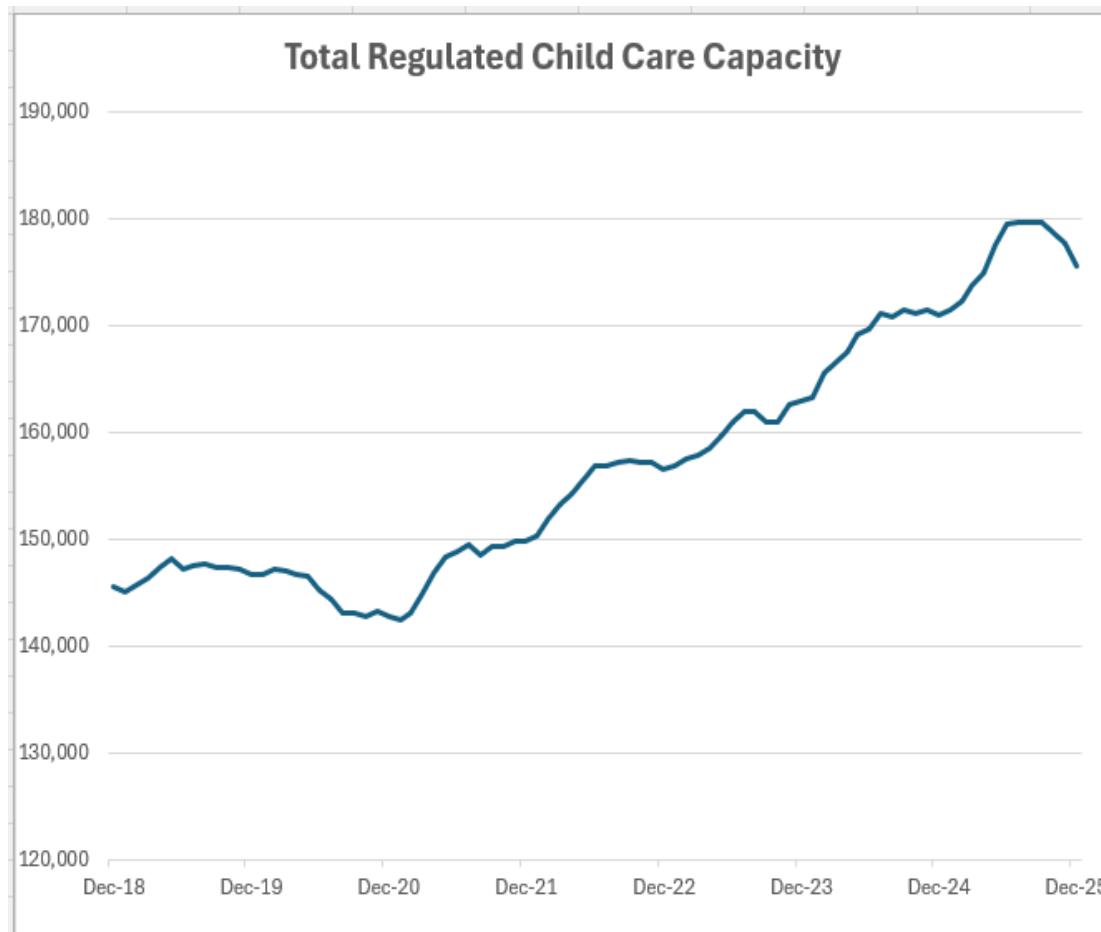
- OECOSL in constant contact with federal administration for Children and Families on CCDF draws.
- Provider voucher reimbursements continue as normal.
- OECOSL has strong internal controls and quality assurance processes.



Spending by State Fiscal Year



Historical data



Cost containment

Contractor	Contract Period	Total Contract Value	Annual Contact Amount	State Funding	Federal Funding	YTD Expenditures	Current Balance
Eligibility Office Contracts	10/01/2019 - 09/30/26	\$ 82,498,633	\$ 26,932,283	\$ 2,889,834	\$ 24,042,449	\$ 3,453,527	\$ 23,478,756
CCR&R Contracts	10/01/2019 - 09/30/25	30,116,941	4,836,545	3,869	4,832,676	3,126,684	1,709,862
Deloitte	08/15/2021-09/30/2027	54,019,779	5,679,111	-	5,679,111	5,679,111	-
Shine Early Learning Inc.	10/1/2019-09/30/2025	71,669,324	5,657,344	-	5,657,344	5,657,344	-
Resultant -KSM Consulting	03/01/2019-12/31/2025	20,411,700	2,096,674	-	2,096,674	1,056,923	1,039,751
The Consultant Consortium	01/01/2022-02/28/2026	10,324,684	5,354,133	-	5,354,133	1,315,880	4,038,253
INAEYC	10/1/2023-09/30/2027	28,437,044	7,402,192	1,628,482	5,773,710	3,465,244	3,936,948
Granicus	07/01/2019-12/31/2025	5,606,500	681,356	157,257	524,099	184,618	496,737
RadCube	02/01/2020-01/31/2026	4,031,437	1,881,468	-	1,881,468	627,472	1,253,996
Total		\$ 307,116,043	\$ 60,521,105	\$ 4,679,442	\$ 55,841,663	\$ 24,566,802	\$ 35,954,303

**Contract Reductions: contracts terminated,
amended or not renewed for SFY 2026**

Savings: \$30M in SFY26, \$75M over biennium (SFY26-27)
SAVINGS GOING TO FUND CCDF VOUCHERS

Cost containment

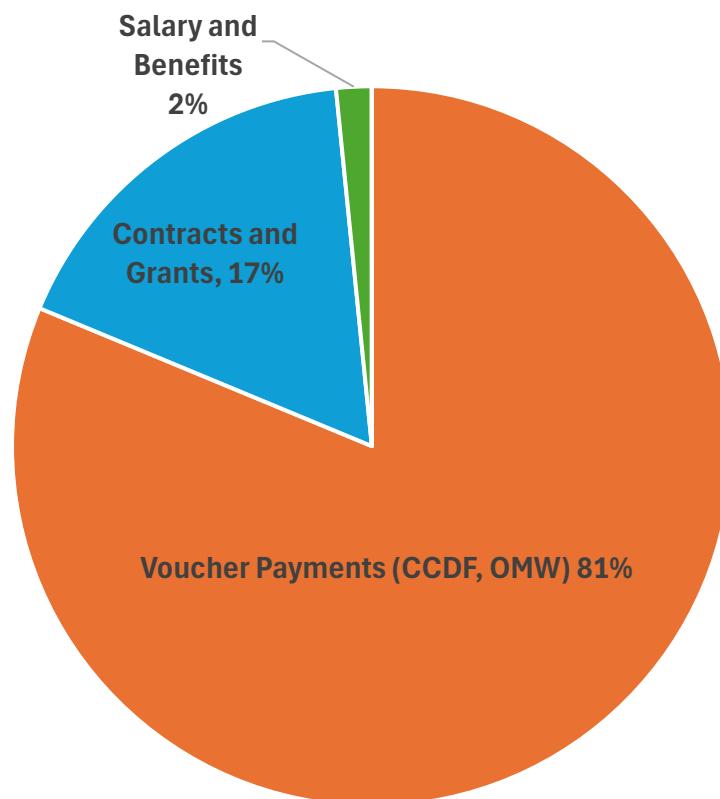
Reduction in contractor staffing by 2/3rds
Reduction in total staffing by 50%

	March 2025	June 2025	Sept 2025	Dec 2025
Total FTE Staffing	413	336	205	206
State FTE Staffing	86	86	94	97
# Filled	80	78	81	86
# Open	6	8	13	9
Contractor FTE Staffing	327	250	111	109

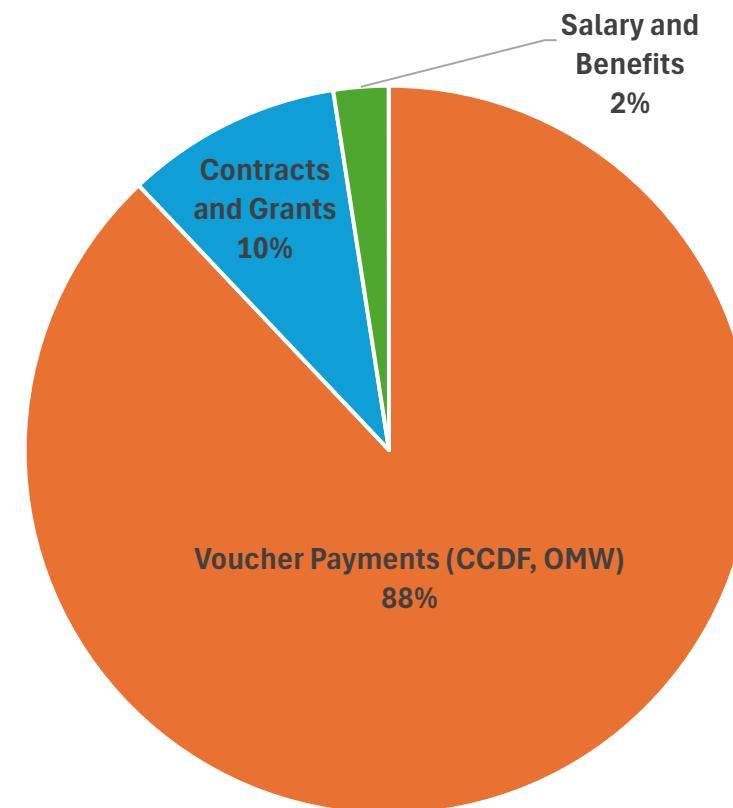


Cost containment

SFY 2025



SFY 2026



2026 initiatives

Fiscal responsibility and oversight

- CCDF Vouchers
- OMWPK Vouchers

Federal PDG Grant Award: \$14.8M federal, \$4.4M state; \$19.2M total

- Referral Slots Pilot Program, target on infant and toddlers
- Partnership with IEDC
 - Microfacility Pilot Program
 - Child Care Business Supports
 - Hoosier Employer Toolkit



2026 initiatives

Rule reform

- Child care homes rules submitted to Office of Management and Budget in December
- Child care centers rules submitted to Office of Management and Budget soon
- Others to follow this year



Child care voucher statistics: Dec. 2025

Total Vouchers (CCDF + OMW)	44,580
Total Wait List (CCDF + OMW)	33,199
% Families Voucher: Employment	94%
% Families: Single Parent	90%



Child care voucher statistics: Dec. 2025

	September 2024	December 2024	March 2025	June 2025	September 2025	December 2025
Enrollment						
Total Vouchers	67,868	69,326	64,172	55,846	55,233	44,580
CCDF Vouchers	61,753	63,351	58,476	53,565	53,109	42,509
OMW Vouchers	6,115	5,975	5,696	2,281	2,124	2,071
Waitlist						
Waitlist Total	931	3,328	13,701	25,149	30,808	33,449
Waitlist - CCDF	931	3,328	13,629	21,955	30,533	33,215
Waitlist - OMW	0	0	72	3,194	275	234
Reauthorization						
Reauthorization %	63%	66%	72%	75%	75%	66%

Child care voucher statistics: Dec. 2025

Total Vouchers By Age	Max Nov. 2024	Sept. 2025	Dec. 2025	% Chg
Infant	3,673	189	26	(99%)
Toddler	14,956	10,050	7,402	(51%)
3/4/5s	28,955	24,888	20,037	(31%)
School Age	21,893	20,106	17,114	(22%)
Total	69,477	55,233	44,579	(36%)

Regulated child care supply statistics

Total Regulated Child Care Supply						
	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25
Capacity	171,486	170,923	173,751	179,404	179,602	175,553
Capacity YOY % Chg	6.6%	5.0%	4.4%	5.7%	4.7%	2.7%
Locations	4,279	4,321	4,353	4,372	4,349	4,257
Ave seats/location	40	40	40	41	41	41

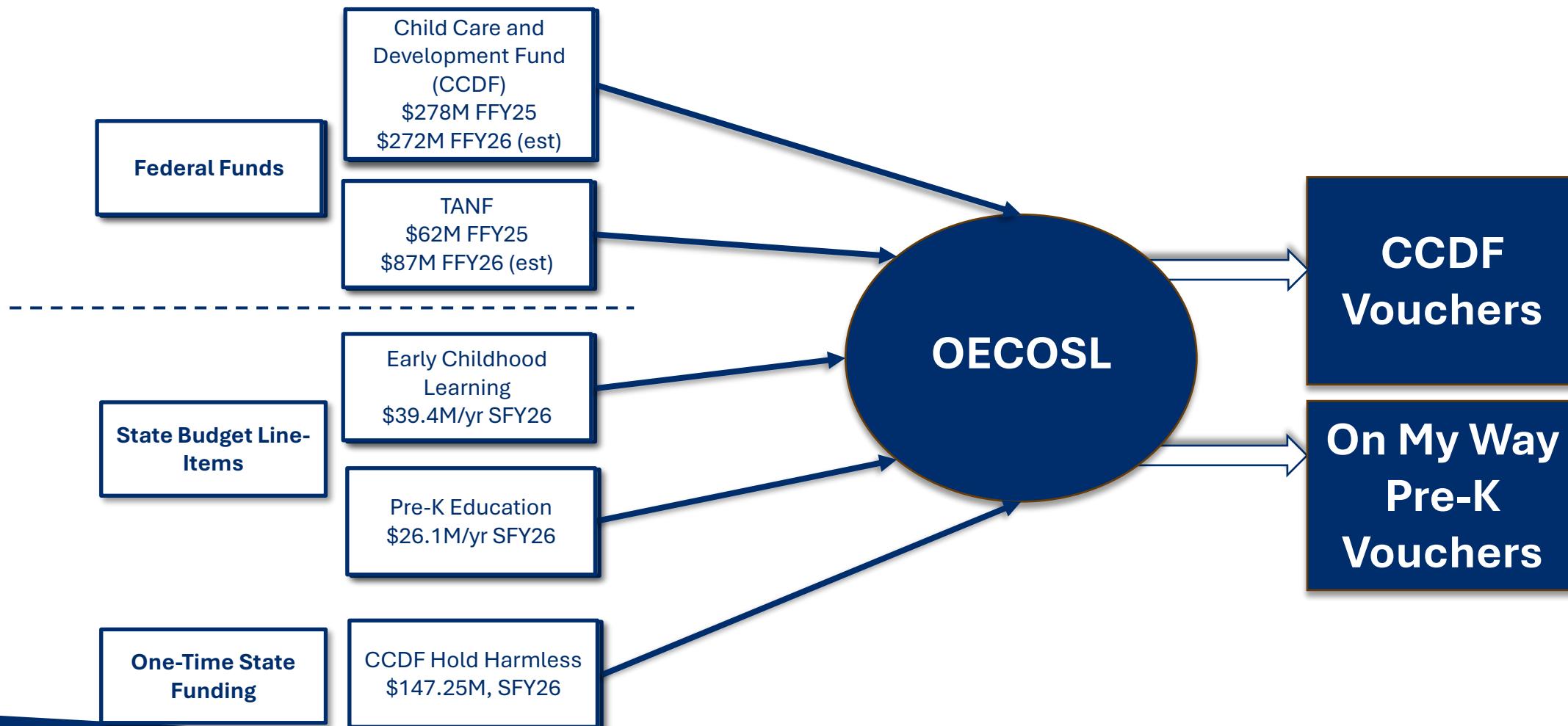
Regulated child care supply statistics

Centers						
	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25
Capacity	102,191	103,667	105,900	109,519	111,005	109,408
Capacity YOY % Chg	7.9%	6.7%	7.4%	10.1%	8.6%	6%
Locations	1,334	1,352	1,387	1,425	1,445	1,427
Ave seats/location	77	77	76	77	77	77

Homes						
	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25
Capacity	28,206	28,347	28,263	27,939	27,315	26,444
Capacity YOY % Chg	-0.5%	1.2%	0.5%	-0.2%	-3.2%	-7%
Locations	2,192	2,210	2,204	2,183	2,135	2,066
Ave seats/location	13	13	13	13	13	13

Registered Ministries						
	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25
Capacity	41,089	38,909	39,588	41,946	41,282	39,701
Capacity YOY % Chg	8.6%	3.3%	-0.5%	-0.7%	0.5%	2%
Locations	753	759	762	764	769	764
Ave seats/location	55	51	52	55	54	52

OECOSL funding



OECOSL financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ 906,443	\$ 4,006,989	\$ 4,987,105	\$ 980,116	\$ 8,877,957	\$ 9,363,909	\$ 485,952		
.2 Utilities Expenses	277	965	822	(143)	1,931	1,644	(287)		
.3 External Services Expense	742,255	25,404,699	50,192,244	24,787,545	66,568,721	80,311,043	13,742,322		
.4 Supplies Materials Parts	1,705	19,953	25,711	5,758	37,096	44,535	7,439		
.5 Capital	7,910	3,321	-	(3,321)	3,423	-	(3,423)		
.7 Grant Expense	20,719	5,418,192	12,767,526	7,349,334	11,256,116	18,011,046	6,754,930		
.8 Social Service Payments	27,687,996	227,821,665	279,856,115	52,034,450	386,932,491	412,050,222	25,117,731		
.9 Administrative Expense	17,256	249,065	255,181	6,117	517,470	511,830	(5,640)		
ID Bills	53,199	484,867	730,395	245,528	1,015,908	1,456,497	440,589		
Total Expenditures	\$ 29,437,759	\$ 263,409,716	\$ 348,815,099	\$ 85,405,383	\$ 475,211,113	\$ 521,750,725	\$ 46,539,612		

OECOSL financial summary

Program	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
Child Care and Development Fund	\$ 27,938,119	\$ 242,328,378	\$ 319,471,794	\$ 77,143,416	\$ 437,628,986	\$ 479,245,849	\$ 41,616,863		
On My Way PreK	1,445,813	5,647,417	10,852,780	5,205,363	17,953,062	23,393,871	5,440,809		
Preschool Development Grant	34,747	14,999,458	17,579,238	2,579,780	18,175,040	17,579,238	(595,802)		
School Age Child Care	-	235,858	655,310	419,452	1,007,650	1,041,206	33,556		
Head Start Collaboration	11,271	112,838	152,922	40,084	241,319	285,505	44,186		
Social Services Block Grant	-	71,055	89,055	18,000	170,056	170,056	-		
Child Care Licensing	7,809	14,711	14,000	(711)	35,000	35,000	-		
Total Expenditures	\$ 29,437,759	\$ 263,409,716	\$ 348,815,099	\$ 85,405,383	\$ 475,211,113	\$ 521,750,725	\$ 46,539,612		

Sources of Funding	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 25,699,501	\$ 111,240,546	\$ 191,905,266	\$ 80,664,720	\$ 206,024,025	\$ 227,102,279	\$ 21,078,254		
Federal Funds	3,730,449	152,154,458	156,895,833	4,741,375	269,152,088	294,613,446	25,461,358		
Dedicated Funds	7,809	14,711	14,000	(711)	35,000	35,000	-		
Total Funding	\$ 29,437,759	\$ 263,409,715	\$ 348,815,099	\$ 85,405,384	\$ 475,211,113	\$ 521,750,725	\$ 46,539,612		

Child Care Development Fund (CCDF)

Expenditures

	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
.1 Personal Services	\$ 883,882	\$ 3,877,092	\$ 4,840,762	\$ 963,670	\$ 8,600,256	\$ 9,089,182	\$ 488,926
.2 Utilities Expenses	277	965	822	(143)	1,931	1,644	(287)
.3 External Services Expense	700,075	10,718,091	30,749,728	20,031,637	44,504,356	58,329,878	13,825,522
.4 Supplies Materials Parts	1,913	12,919	18,613	5,694	25,837	37,226	11,389
.5 Capital	101	101	-	(101)	202	-	(202)
.7 Grant Expense	-	3,860,253	10,709,722	6,849,469	8,148,716	14,845,635	6,696,919
.8 Social Service Payments	26,274,381	223,140,255	272,206,115	49,065,860	374,861,667	395,050,222	20,188,555
FFY24 Social Service Payments	5,495,313	45,493,645	33,109,917	(12,383,728)	42,987,172	33,321,833	(9,665,339)
FFY25 Social Service Payments	20,827,346	176,812,224	215,489,348	38,677,124	242,882,776	215,489,349	(27,393,427)
FFY26 Social Service Payments	(48,277)	834,386	23,606,850	22,772,464	88,991,719	146,239,041	57,247,322
.9 Administrative Expense	24,969	244,478	229,220	(15,258)	488,957	458,439	(30,518)
ID Bills	52,520	474,225	716,812	242,587	997,064	1,433,623	436,559
Total Expenditures	\$ 27,938,119	\$ 242,328,378	\$ 319,471,794	\$ 77,143,416	\$ 437,628,986	\$ 479,245,849	\$ 41,616,863

Funding

	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ 24,243,414	\$ 101,925,543	\$ 176,310,981	\$ 74,385,438	\$ 182,872,965	\$ 198,554,490	\$ 15,681,525
Federal Funds	3,694,704	140,402,835	143,160,813	2,757,978	254,756,021	280,691,359	25,935,338
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	27,938,119	242,328,378	319,471,794	77,143,416	437,628,986	479,245,849	41,616,863

On My Way Pre-K (OMW) Fund

Expenditures

.1 Personal Services
.2 Utilities Expenses
.3 External Services Expense
.4 Supplies Materials Parts
.5 Capital
.7 Grant Expense
.8 Social Service Payments
.9 Administrative Expense
ID Bills
Total Expenditures

	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget		Forecast	Budget		
.1 Personal Services	\$ 10,980	\$ 75,855	\$ 95,118	\$ 19,263	\$ 174,572	\$ 178,551	\$ 3,979	
.2 Utilities Expenses			-	-	-	-	-	
.3 External Services Expense		137,193	2,538,654	2,401,461	4,883,692	5,077,303	193,611	
.4 Supplies Materials Parts			212	212	-	423	423	
.5 Capital			-	-	-	-	-	
.7 Grant Expense	20,719	747,418	559,818	(187,600)	812,891	1,119,638	306,747	
.8 Social Service Payments	1,413,614	4,681,410	7,650,000	2,968,590	12,070,824	17,000,000	4,929,176	
.9 Administrative Expense	20	227	2,666	2,439	454	5,332	4,878	
ID Bills	480	5,315	6,312	997	10,629	12,625	1,996	
Total Expenditures	\$ 1,445,813	\$ 5,647,417	\$ 10,852,780	\$ 5,205,363	\$ 17,953,062	\$ 23,393,871	\$ 5,440,809	

Funding

State Funds
Federal Funds
Dedicated Funds
Total Funding

	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding			Variance
		Actual	Budget		Forecast	Budget		
State Funds	\$ 1,445,813	\$ 5,595,494	\$ 10,852,780	\$ 5,257,286	\$ 17,901,139	\$ 23,393,871	\$ 5,492,732	
Federal Funds	-	51,923	-	(51,923)	51,923	-	(51,923)	
Dedicated Funds	-	-	-	-	-	-	-	
Total Funding	\$ 1,445,813	\$ 5,647,417	\$ 10,852,780	\$ 5,205,363	\$ 17,953,062	\$ 23,393,871	\$ 5,440,809	

Appendix: Non-subsidy funds



Pre-School Development Grant (PDG) Fund

Expenditures

.1 Personal Services

.2 Utilities Expenses

.3 External Services Expense

.4 Supplies Materials Parts

.5 Capital

.7 Grant Expense

.8 Social Service Payments

.9 Administrative Expense

ID Bills

Total Expenditures

	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
		\$ 34,747	\$ 14,541,982	16,903,862	17,173,240	16,903,862	(269,378)
.4 Supplies Materials Parts		6,886	6,886	2,361,880	-	6,886	6,886
.7 Grant Expense		455,036	658,674	203,638	999,360	658,674	(340,686)
.9 Administrative Expense		5,527	5,527	-	-	5,527	5,527
ID Bills		2,440	4,289	1,849	2,440	4,289	1,849
Total Expenditures	\$ 34,747	\$ 14,999,458	\$ 17,579,238	\$ 2,579,780	\$ 18,175,040	\$ 17,579,238	\$ (595,802)

Funding

State Funds

Federal Funds

Dedicated Funds

Total Funding

	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
		\$ 8,020	\$ 3,461,340	\$ 4,055,610	\$ 4,194,264	\$ 4,055,610	\$ (138,654)
Federal Funds		26,727	11,538,118	13,523,628	13,980,776	13,523,628	(457,148)
Total Funding	\$ 34,747	\$ 14,999,458	\$ 17,579,238	\$ 2,579,780	\$ 18,175,040	\$ 17,579,238	\$ (595,802)

School Aged Child Care (SACC) Fund

Expenditures

	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
.1 Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
.2 Utilities Expenses	-	-	-	-	-	-	-
.3 External Services Expense	-	-	-	-	-	-	-
.4 Supplies Materials Parts	-	-	-	-	-	-	-
.5 Capital	-	-	-	-	-	-	-
.7 Grant Expense	-	235,858	655,310	419,452	1,007,650	1,041,206	33,556
.8 Social Service Payments	-	-	-	-	-	-	-
.9 Administrative Expense	-	-	-	-	-	-	-
ID Bills	-	-	-	-	-	-	-
Total Expenditures	\$ -	\$ 235,858	\$ 655,310	\$ 419,452	\$ 1,007,650	\$ 1,041,206	\$ 33,556

Funding

	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ 235,858	\$ 655,310	\$ 419,452	\$ 1,007,650	\$ 1,041,206	\$ 33,556
Federal Funds	-	-	-	-	-	-	-
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ -	\$ 235,858	\$ 655,310	\$ 419,452	\$ 1,007,650	\$ 1,041,206	\$ 33,556

Head Start Fund

Expenditures

.1 Personal Services
.2 Utilities Expenses
.3 External Services Expense
.4 Supplies Materials Parts
.5 Capital
.7 Grant Expense
.8 Social Service Payments
.9 Administrative Expense
ID Bills
Total Expenditures

	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget		Forecast	Budget		
.1 Personal Services	\$ 11,580	\$ 54,042	\$ 51,225	\$ (2,817)	\$ 103,129	\$ 96,177	\$ (6,953)	
.2 Utilities Expenses		-	-	-	-	-	-	
.3 External Services Expense	7,433	7,433	-	(7,433)	7,433	-	(7,433)	
.4 Supplies Materials Parts	(208)	4,224	-	(4,224)	8,448	-	(8,448)	
.5 Capital	-	-	-	-	-	-	-	
.7 Grant Expense		48,572	94,947	46,375	117,443	175,837	58,394	
.8 Social Service Payments		-	-	-	-	-	-	
.9 Administrative Expense	(7,733)	(4,321)	3,768	8,089	(909)	7,532	8,441	
ID Bills	199	2,887	2,982	95	5,775	5,960	185	
Total Expenditures	\$ 11,271	\$ 112,838	\$ 152,922	\$ 40,084	\$ 241,319	\$ 285,505	\$ 44,186	

Funding
State Funds
Federal Funds
Dedicated Funds
Total Funding

	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding			Variance
		Actual	Budget		Forecast	Budget		
State Funds	\$ 2,254	\$ 22,310	\$ 30,585	\$ 8,275	\$ 48,007	\$ 57,102	\$ 9,095	
Federal Funds	9,017	90,528	122,337	31,809	193,312	228,403	35,091	
Dedicated Funds	-	-	-	-	-	-	-	
Total Funding	\$ 11,271	\$ 112,838	\$ 152,922	\$ 40,084	\$ 241,319	\$ 285,505	\$ 44,186	

Social Services Block Grant Fund

Expenditures

	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
.1 Personal Services				\$ -	\$ -	\$ -	\$ -
.2 Utilities Expenses				-	-	-	-
.3 External Services Expense				-	-	-	-
.4 Supplies Materials Parts				-	-	-	-
.5 Capital				-	-	-	-
.7 Grant Expense	-	71,055	89,055	18,000	170,056	170,056	-
.8 Social Service Payments				-	-	-	-
.9 Administrative Expense				-	-	-	-
ID Bills				-	-	-	-
Total Expenditures	\$ -	\$ 71,055	\$ 89,055	\$ 18,000	\$ 170,056	\$ 170,056	\$ -

Funding

	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	-	71,055	89,055	18,000	170,056	170,056	-
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ -	\$ 71,055	\$ 89,055	\$ 18,000	\$ 170,056	\$ 170,056	\$ -

Child Care Licensing Fund

Expenditures

	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
.1 Personal Services	\$ -	\$ -		\$ -	\$ -	\$ -	\$ -
.2 Utilities Expenses	-	-		-	-	-	-
.3 External Services Expense	-	-		-	-	-	-
.4 Supplies Materials Parts	-	2,811		(2,811)	2,811	-	(2,811)
.5 Capital	7,809	3,220		(3,220)	3,221	-	(3,221)
.7 Grant Expense	-	-		-	-	-	-
.8 Social Service Payments	-	-		-	-	-	-
.9 Administrative Expense	-	8,680	14,000	5,320	28,968	35,000	6,032
ID Bills	-	-		-	-	-	-
Total Expenditures	\$ 7,809	\$ 14,711	\$ 14,000	\$ (711)	\$ 35,000	\$ 35,000	\$ -

Funding

	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	-	-	-	-	-	-	-
Dedicated Funds	7,809	14,711	14,000	(711)	35,000	35,000	-
Total Funding	\$ 7,809	\$ 14,711	\$ 14,000	\$ (711)	\$ 35,000	\$ 35,000	\$ -

The FSSA Quarterly Financial Review will resume after a brief break.

Email questions to
askthesecretary@fssa.in.gov

Schedule:



[www.in.gov/fssa/
Quarterly-Financial-Reporting](http://www.in.gov/fssa/Quarterly-Financial-Reporting)



SFY26 Q2

Quarterly Financial Review

Division of Mental Health & Addiction

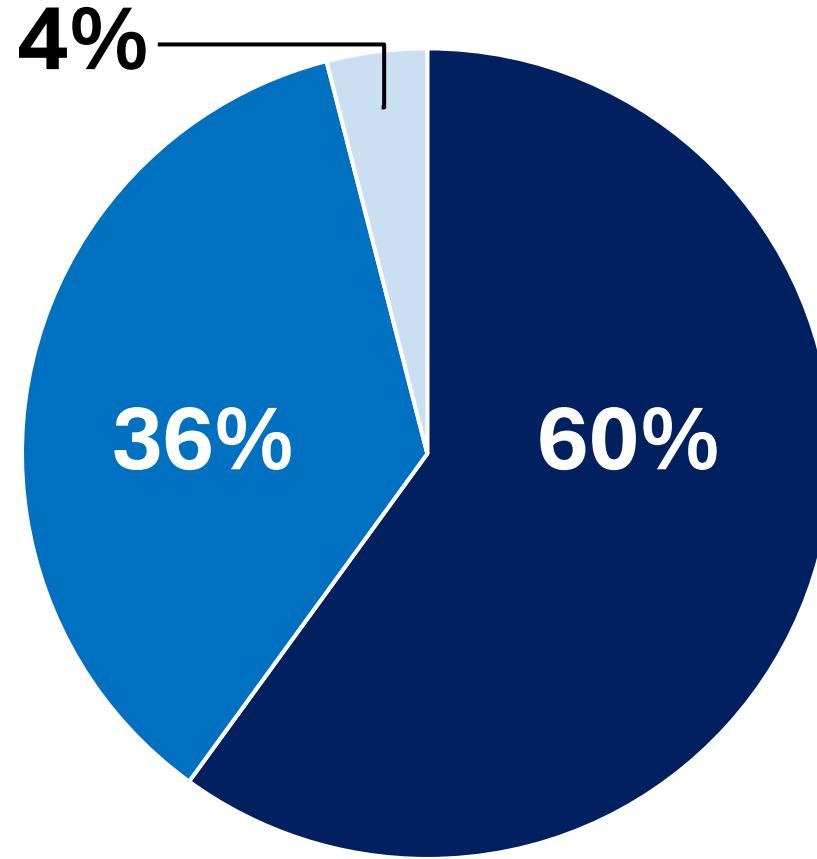
Presented Jan. 30, 2026

Quarterly Financial Review outline

1. SFY25 mental health & addiction spend
2. Individuals served
3. By program
 - a. Certified Community Behavioral Health Clinics (CCBHC)
 - b. 988 crisis system
 - c. Addiction/state opioid response
 - d. Substance Abuse Treatment (SAT)
 - e. Gambling Assistance
 - f. Substance Abuse Prevention
 - g. Opioid Settlement Fund
 - h. Methadone clinics
- i. Recovery Works
- j. Mental Health Funds Recovery
- k. Quality Assurance/Quality Improvement
4. Division-wide metrics
 - a. DMHA admin
 - b. DMHA financial summary
 - c. DMHA major contracts summary
5. ISPHN



SFY25 DMHA spend on Mental Health and Addiction



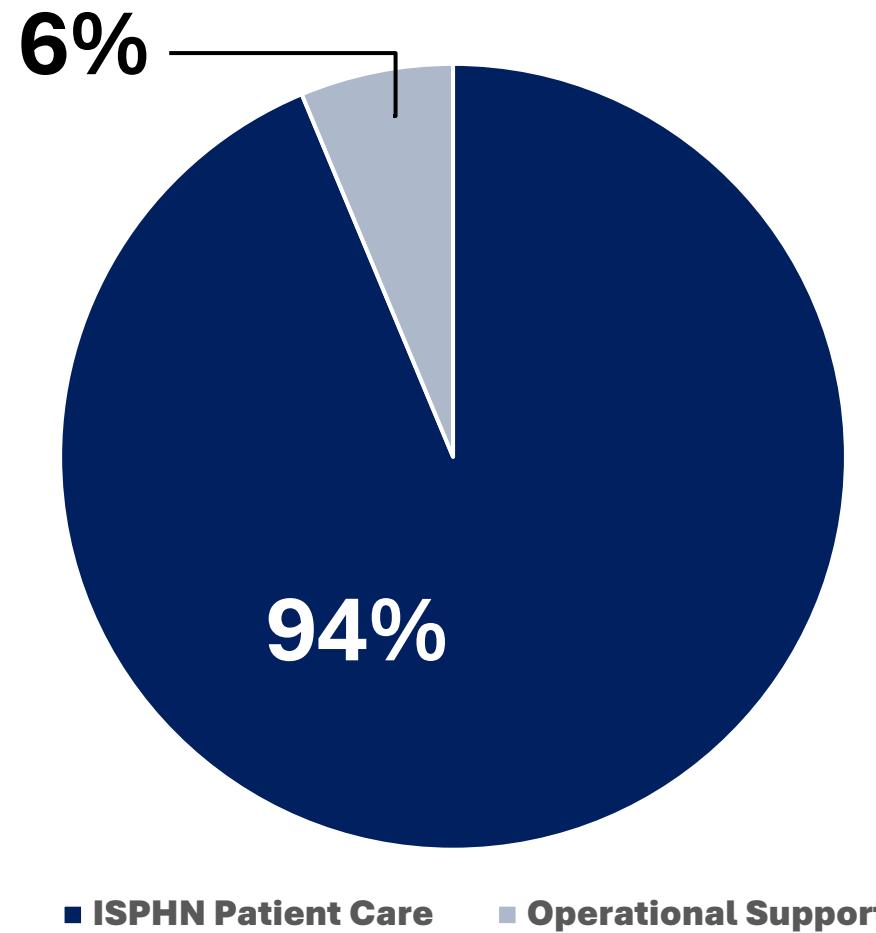
Type of Spend	SFY25 Amount
Mental Health & Addiction Services	\$223,195,739
Grants & Contracts	\$131,513,230
Operational Support	\$15,049,501
Total SFY25 Spend*	\$369,758,470

Spend by Source	SFY25 Amount
State Funds	\$191,177,665
Federal Funds*	\$108,556,354
Dedicated Funds	\$70,024,451

*Includes \$27,274,816 of one-time, Federal COVID Grants



SFY25 ISPHN spend on Mental Health and Addiction



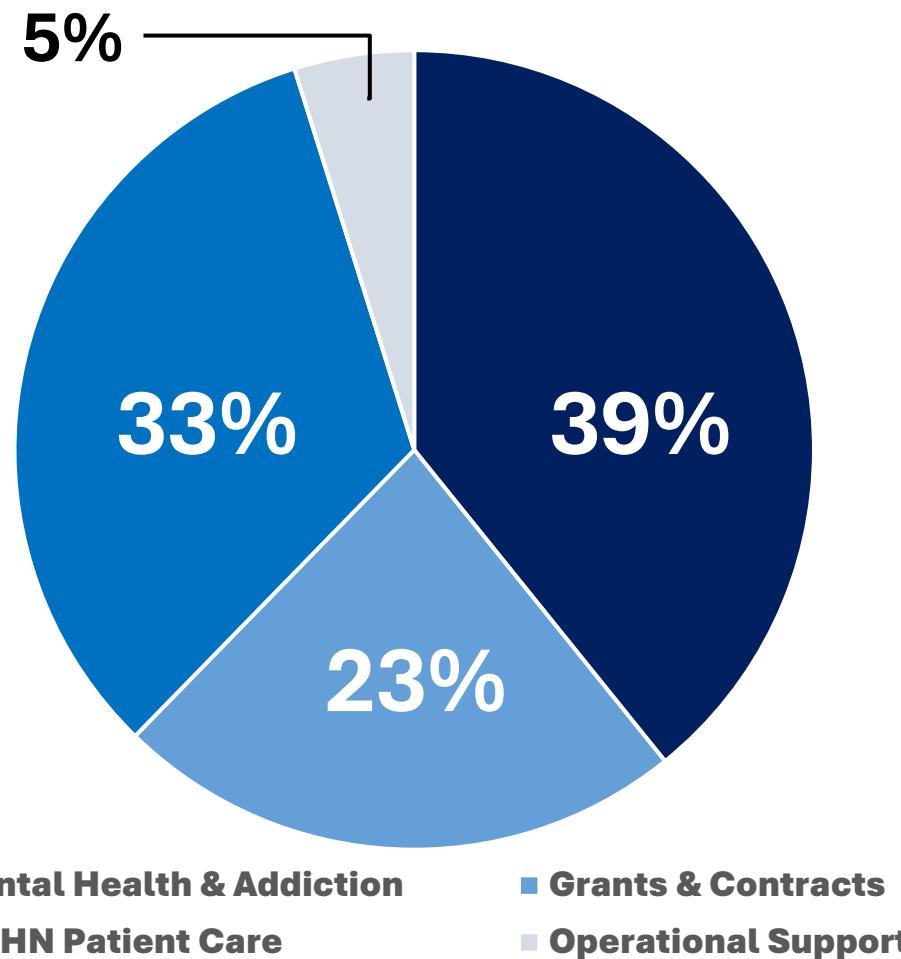
Type of Spend	SFY25 Amount
ISPHN Patient Care	\$187,003,969
Operational Support*	\$12,559,523
Total SFY25 Spend	\$199,563,492

Spend by Source	SFY25 Amount
State Fund	\$168,232,093
Mental Health Fund	\$31,331,399

*Includes internal billing, utilities, supplies, operating costs, and capital expenses



SFY25 total spend on Mental Health and Addiction



Type of Spend	SFY25 Amount
Mental Health & Addiction Services	\$223,195,739
Grants & Contracts	\$131,513,230
ISPHN Patient Care	\$187,003,969
Operational Support	\$27,609,024
Total SFY25 Spend	\$569,321,962



Individuals served

Across DMHA's key programs, our system¹ served:

Population	Total SFY25	Jul 2025	Aug 2025	Sept 2025	Oct 2025	Nov 2025	Total SFY26
Adult	110,552	50,605	49,843	50,375	51,389	48,945	89,344
Youth	58,552	27,009	29,063	30,347	30,773	30,574	45,095
Total	169,104	77,614	78,906	80,722	82,162	79,519	134,439

1. Data includes unique individuals continuing care as well as new episodes of care for SFY Totals and each monthly count.



Seriously Mentally Ill (SMI) program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 137,793	\$ 691,463	\$ 696,337	\$ 4,874	\$ 1,293,197	\$ 1,293,197	\$ -
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	6,865,153	31,182,087	32,255,707	1,073,621	73,875,108	73,911,236	36,128
Supplies Materials Parts	148	1,342	1,578	236	2,014	3,156	1,142
Capital	-	-	-	-	-	-	-
Grant Expense	395,317	4,812,298	3,879,545	(932,753)	6,948,162	6,948,162	-
Social Service Payments	255,436	1,768,762	2,000,000	231,238	4,000,000	4,000,000	-
Administrative Expense	2,042	11,852	11,852	-	23,703	23,703	-
ID Bills	6,757	42,521	42,521	-	85,041	85,041	-
Total Expenditures	\$ 7,662,646	\$ 38,510,324	\$ 38,887,540	\$ 377,216	\$ 86,227,226	\$ 86,264,497	\$ 37,270
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ 5,465,155	\$ 15,851,515	\$ 16,018,405	\$ 166,890	\$ 54,689,162	\$ 54,726,433	\$ 37,271
Federal Funds	2,197,491	22,658,810	22,869,135	210,325	31,538,064	31,538,064	-
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ 7,662,646	\$ 38,510,324	\$ 38,887,540	\$ 377,216	\$ 86,227,226	\$ 86,264,497	\$ 37,270

Seriously Emotionally Disturbed (SED) program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 35,189	\$ 185,728	\$ 212,224	\$ 26,496	\$ 394,130	\$ 393,269	\$ (861)
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	554,552	8,157,819	9,305,474	1,147,656	18,610,948	18,610,948	-
Supplies Materials Parts	-	-	17,500	17,500	30,000	35,000	5,000
Capital	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-
Social Service Payments	-	-	-	-	-	-	-
Administrative Expense	-	84	2,500	2,416	336	5,000	4,664
ID Bills	1,450	9,366	15,000	5,634	19,392	30,000	10,608
Total Expenditures	\$ 591,191	\$ 8,352,997	\$ 9,552,698	\$ 1,199,701	\$ 19,054,807	\$ 19,074,218	\$ 19,411
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ 389,015	\$ 4,034,530	\$ 4,205,367	\$ 170,837	\$ 4,205,367	\$ 4,205,367	\$ -
Federal Funds	202,177	4,318,467	5,347,331	1,028,864	14,849,440	14,868,851	19,411
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ 591,191	\$ 8,352,997	\$ 9,552,698	\$ 1,199,701	\$ 19,054,807	\$ 19,074,218	\$ 19,411

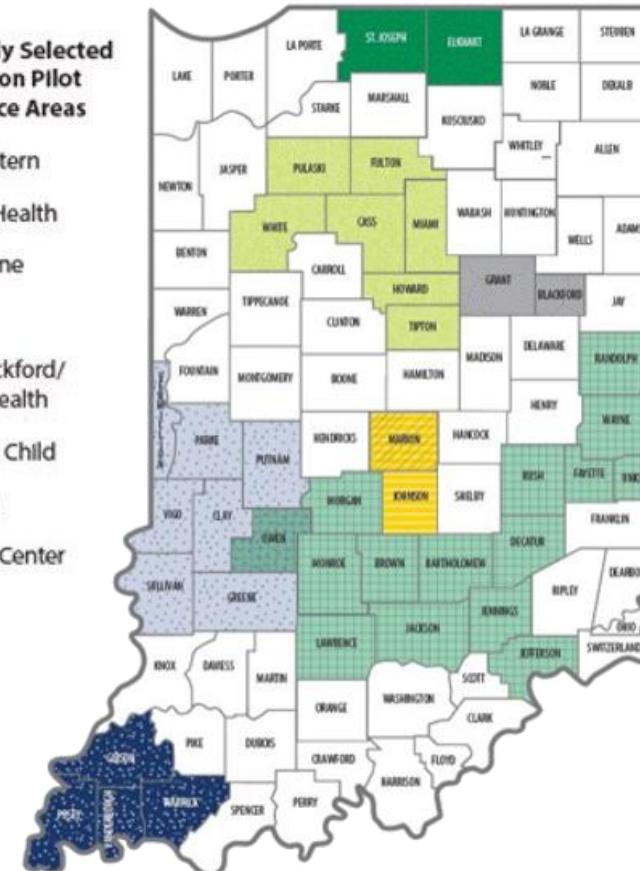
CCBHC program overview

CCBHCs provide a comprehensive range of mental health and addiction services for **anyone** seeking services, **regardless of their diagnosis, insurance, place of residence or age.**

- ✓ Outpatient mental health & substance use services
- ✓ Psychiatric rehabilitation services
- ✓ Community-based mental health care for veterans
- ✓ Screening, diagnosis & risk assessment
- ✓ Targeted case management
- ✓ Person- & family-centered treatment planning
- ✓ Outpatient primary care screening and monitoring
- ✓ Peer, family support & counselor services
- ✓ Crisis services

Competitively Selected Demonstration Pilot CCBHC Service Areas

- Southwestern
- Eskenazi Health
- Centerstone
- Oaklawn
- Grant Blackford/Radiant Health
- Adult and Child
- 4C Health
- Hamilton Center



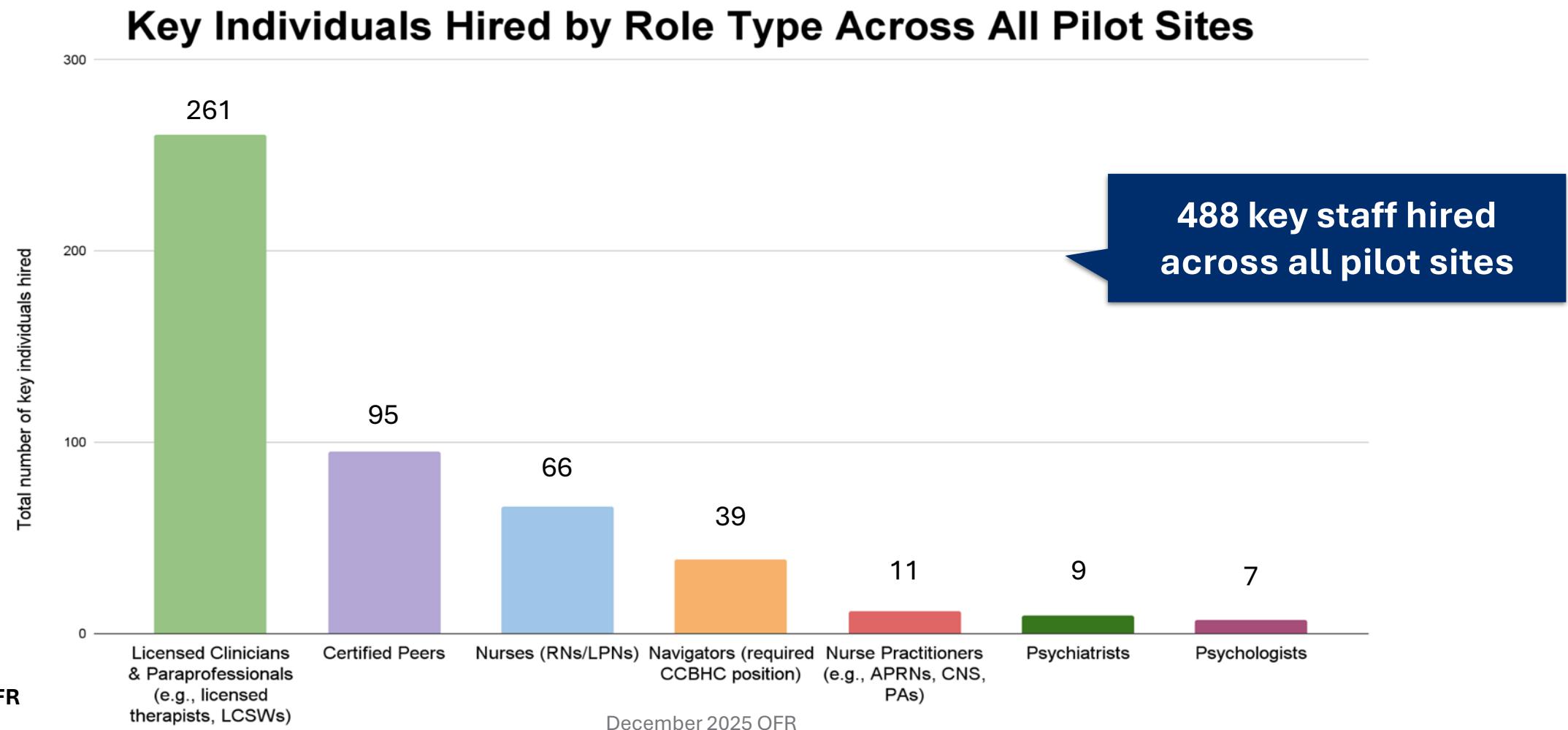
21 Required Quality Metrics & Goals

Programmatic, site-specific service mix goals across **9** service categories

10 Required & **13** Recommended Evidence-Based Practices

CCBHC - workforce expansion

CCBHC has enabled targeted workforce expansion across pilot sites to **strengthen access and expand capacity during CCBHC Demonstration Year One (2025)**.



CCBHC improves access to services



- In Indiana's first demonstration year, **87%** of new patients received an initial evaluation within 10 days of first contact.
- Nationally, **70%** of new CCBHC patients received an initial evaluation within 10 days of first contact.¹

1. [Certified Community Behavioral Health Clinics Demonstration Program: Report to Congress, 2020](#)



Indiana's CCBHC supports crisis system

- Indiana's CCBHC designation requires one mobile crisis team per county and access to crisis receiving and stabilization services
- In calendar year 2025 :
 - **15,038 individuals** in crisis were served by these new services
 - Local law enforcement agencies **referred 2,617 of these individuals**



CCBHC metrics – One CCBHC example

Measure	Total Completed ¹	Total Eligible ²	% of Compliance
Screening for Unhealthy Alcohol Use	2,762	2,923	94.49%
Screening for Tobacco Use	2,948	3,090	95.40%
Screening for Social Drivers of Health Issues	3,488	3,688	94.58%
Assessing for Suicide Risk – Adults	893	1,109	80.52%
Assessing for Suicide Risk - Youth	2,057	2,782	73.94%
Screening for Depression & Creating a Follow-Up Plan – Adults	2,756	3,012	91.50%
Screening for Depression & Creating a Follow-Up Plan – Youth	875	930	94.09%
Providing Brief Counseling to Patients with Unhealthy Alcohol Use	137	180	76.11%
Providing Tobacco Cessation Intervention for Tobacco Users	1,120	1,303	85.96%
TOTAL	17,036	19,017	89.58%

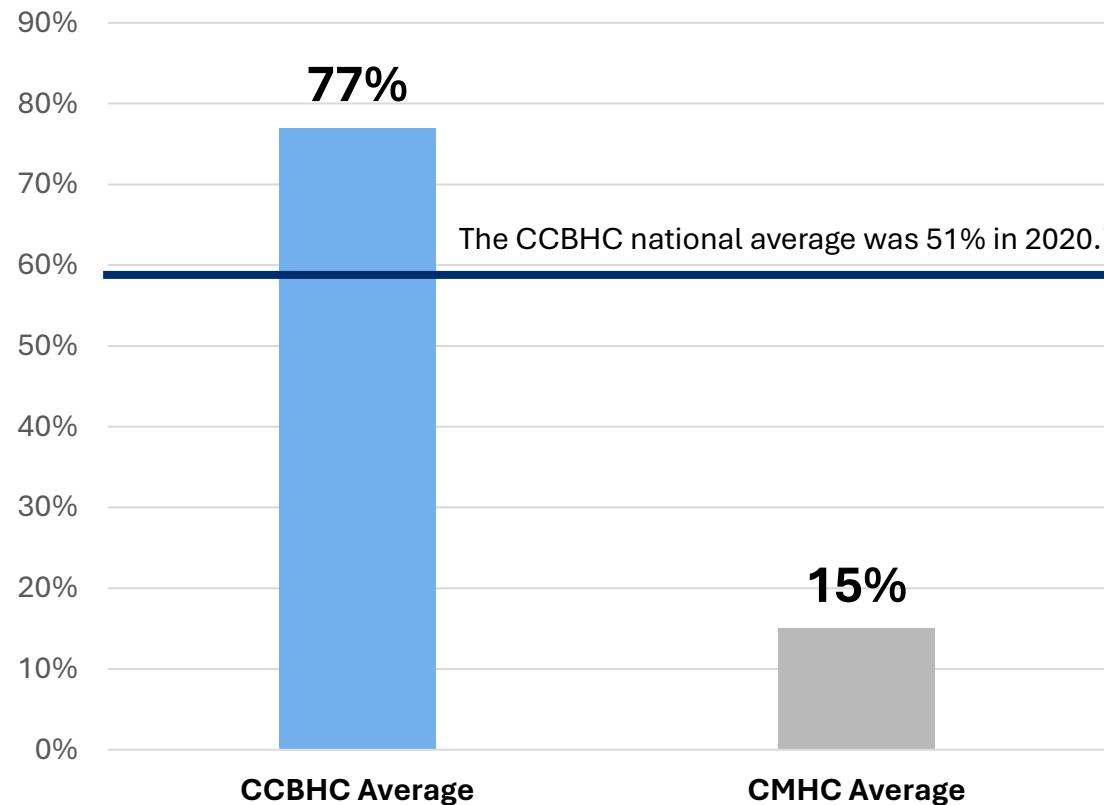
Days from First Contact with Provider & Initial Evaluation	2 days
Days from First Contact with Provider & Initial Service	12 days

¹Total # of eligible individuals with services completed

²Total # of eligible individuals

Indiana's CCBHCs exceed national average

Screening and follow-up for clinical depression



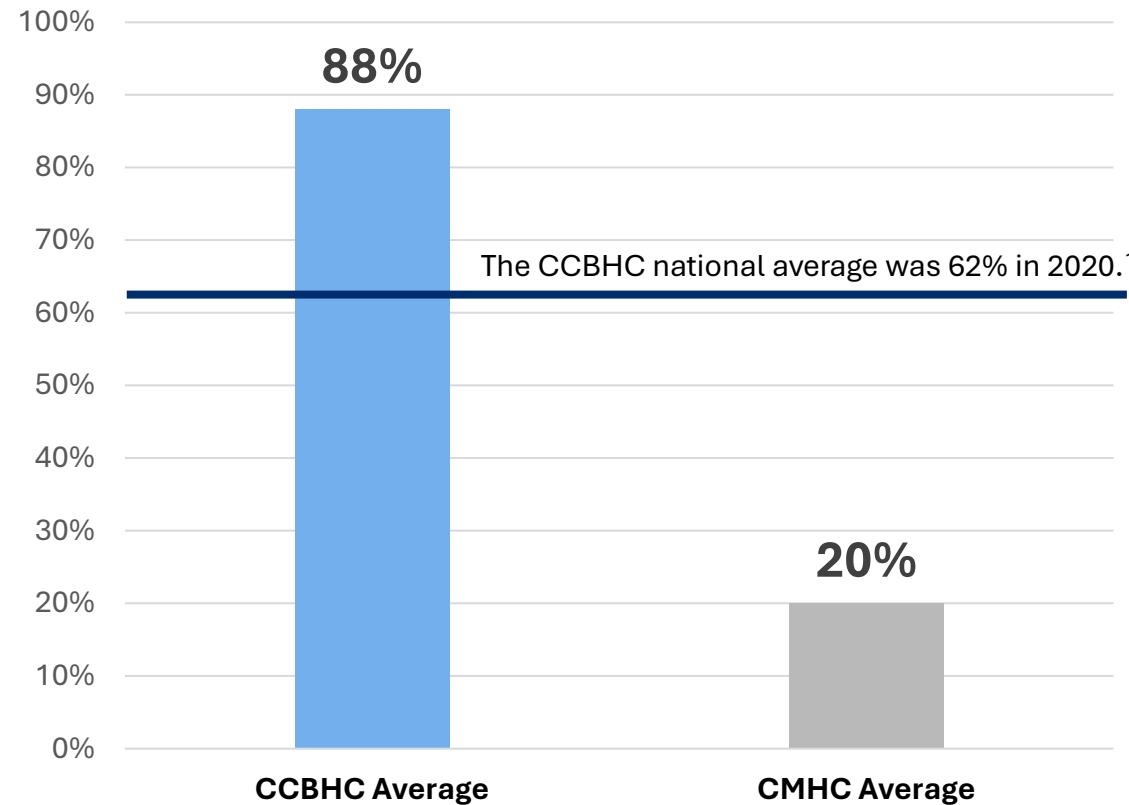
Percentage of patients 12 and older who were screened during calendar year 2025 for clinical depression and who received a follow up plan if needed.

1. Certified Community Behavioral Health Clinics Demonstration Program: Report to Congress, 2020



Indiana's CCBHCs exceed national average

Screening and counseling for unhealthy alcohol use



Percentage of patients 18 and older who were screened during calendar year 2025 for unhealthy alcohol use and who received brief counseling if needed.

1. Certified Community Behavioral Health Clinics Demonstration Program: Report to Congress, 2020



CMHC County Provider Reports

County Provider Reports

74 SFY26 Q2 QFR

County Provider Reports

State Fiscal Year (SFY) 2025
7/1/2024 – 6/30/2025



Division of Mental Health and Addiction

Click to view data by:

A Single County/Provider

All Counties/Providers

Demographics & Measures

Patients Residing in the County of a CMHC

Patients Served	219,370
Patients funded by the Public Mental Health and Addiction Treatment System*	106,518
Patients Receiving Addiction Treatment Services	50,274
Patients Receiving Mental Health Services	179,273
Patients Receiving Both	64,654

Additional SFY 2025 Figures

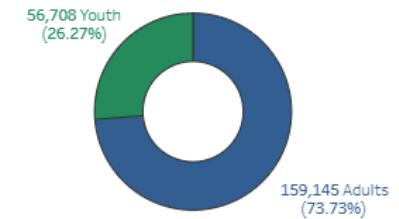
Clinical Encounters (All Outpatient Services in SFY)	5,438,874
Completed Intakes	102,517

* Patients funded are at or below 200% of poverty per the HHS Poverty Guideline and/or have no insurance or are on a sliding scale fee. In addition, patients have an eligible diagnosis and current functional impairment. Numbers include patients receiving treatment in the CMHC designated area.

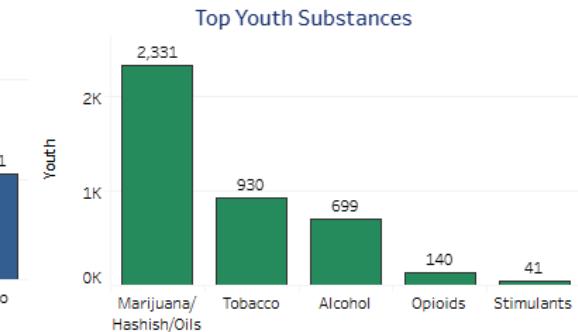
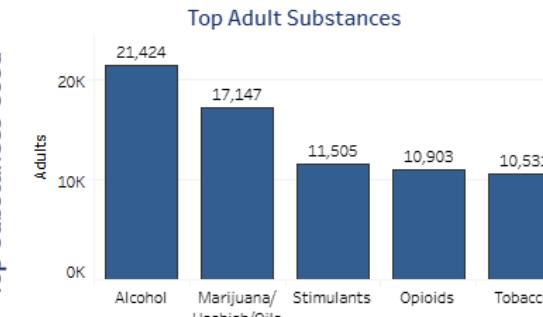
Funding for Patients in the Public Mental Health and Addiction System*

\$120,120,518

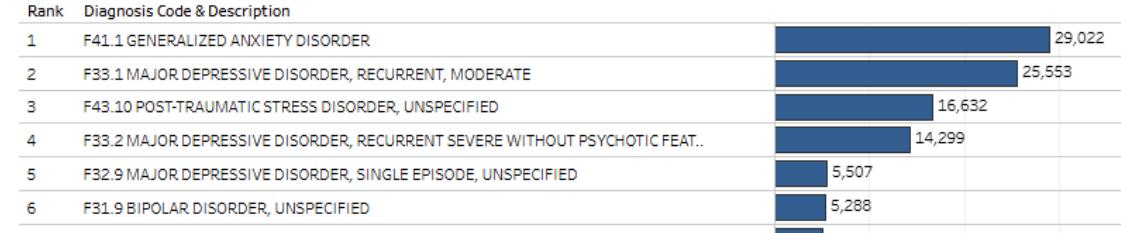
Adults & Youth Served



Top Substances Used



Top Adult Diagnoses



Coming soon... Crisis Dashboard



988 SUICIDE & CRISIS LIFELINE

Someone to Contact 

Someone to Respond 

A Safe Place for Help 

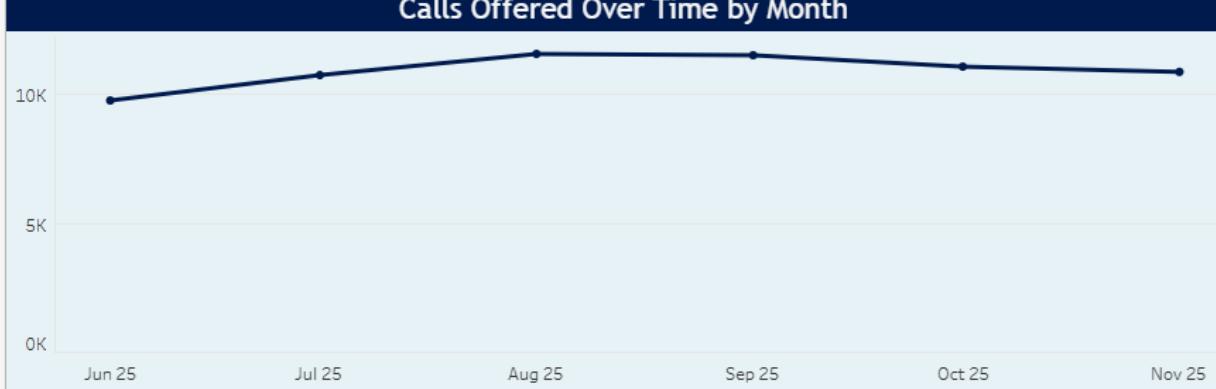
INDIANA FAMILY & SOCIAL SERVICES ADMINISTRATION  Division of Mental Health and Addiction

The dashboard is currently displaying data for dates June 1, 2025 through November 30, 2025

Calls to 988 Indiana	In-State Answer Rate	Average Speed of Answer	Average Talk Time
 65,237 Calls	 97.34 % Answered	 8.3 Seconds	 0:17:19 h:mm:ss

Step 1: Choose a date period Step 2: Select a metric to view over time

Calls Offered Over Time by Month



Month	Calls Offered
Jun 25	10K
Jul 25	11K
Aug 25	12K
Sep 25	11K
Oct 25	10.5K
Nov 25	11K

This dashboard updates at the beginning of each month with data from two months prior.

About 988 Indiana

Individuals connecting to 988 Indiana talk to a trained crisis specialist. Specialists are prepared to help anyone experiencing suicidal thoughts or other mental health or substance use crises.

More information about 988 Indiana is available at <https://988indiana.org>.

More About the 988 Indiana Data 

75 SFY26 Q2 QFR

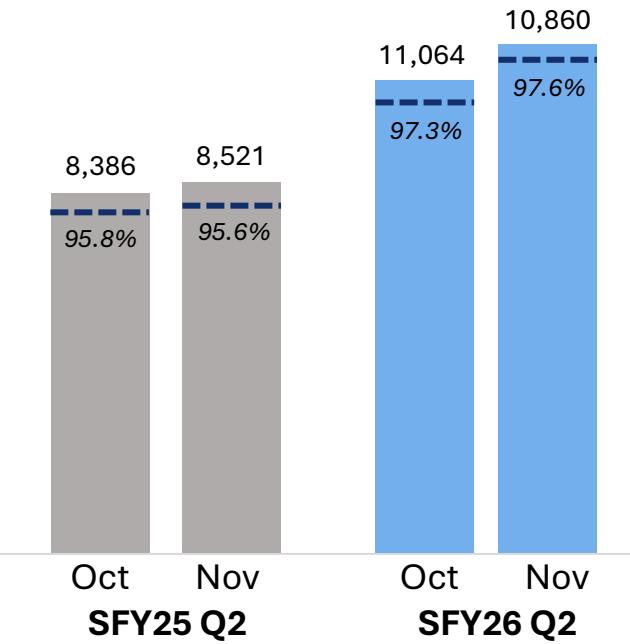
988 Crisis Response System map



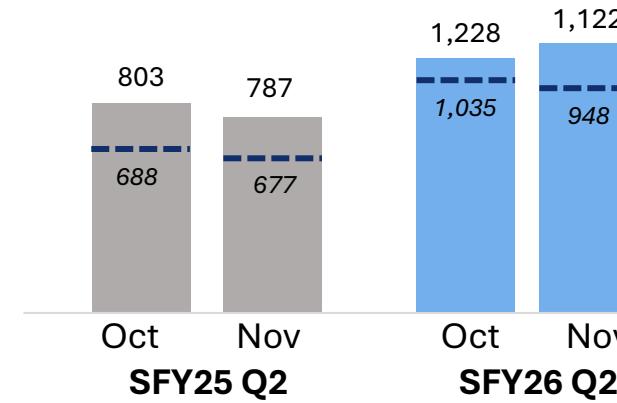
988 comparison data: Oct. and Nov. SFY25 & SFY26



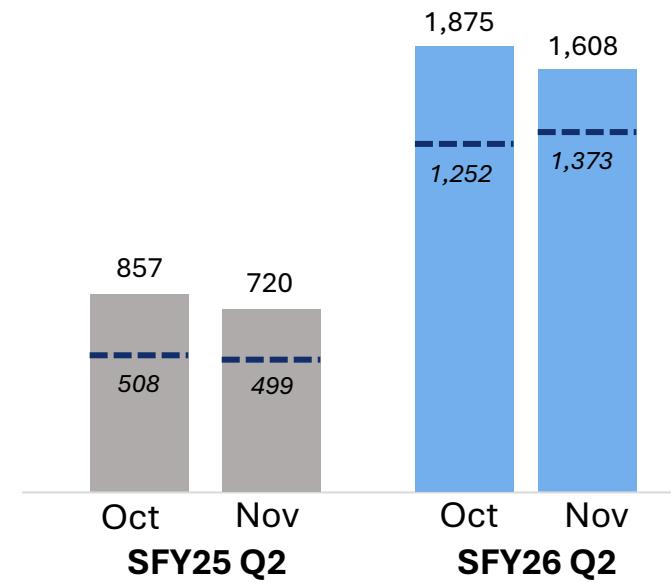
Pillar 1: 988 Calls



Pillar 2: Mobile Crisis Responses



Pillar 3: Crisis Receiving and Stabilization Services



988 Crisis System program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 16,006	\$ 104,578	\$ 144,121	\$ 39,544	\$ 267,654	\$ 267,002	\$ (653)
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	2,087,291	18,267,302	18,267,300	(2)	28,925,394	28,925,394	-
Supplies Materials Parts	-	-	7,500	7,500	14,500	15,000	500
Capital	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-
Social Service Payments	-	-	-	-	-	-	-
Administrative Expense	3,455	4,438	12,500	8,062	2,772	25,000	22,228
ID Bills	618	3,657	6,500	2,843	7,260	13,000	5,740
Total Expenditures	\$ 2,107,370	\$ 18,379,974	\$ 18,437,920	\$ 57,947	\$ 29,217,580	\$ 29,245,396	\$ 27,815
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ 1,495,236	\$ 14,624,794	\$ 14,624,676	\$ (18)	\$ 22,780,997	\$ 22,000,000	\$ (780,997)
Federal Funds	612,134	3,755,180	3,813,244	58,065	6,436,583	7,245,396	808,813
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ 2,107,370	\$ 18,379,974	\$ 18,437,920	\$ 57,947	\$ 29,217,580	\$ 29,245,396	\$ 27,815

Addiction/state opioid response

Mixture of state and federally-funded programs:



State Opioid Response Grant

- Substance Use Disorder (SUD) Treatment and Recovery Residence for patients with Opioid Use Disorder (OUD) or Stimulant Use Disorder (StUD) and no access to third party payer
- Overdose Lifeline purchase and distributes Naloxone to community partners, local health departments, and laypersons across the State



State Treatment Funds

- Regional Recovery Hubs connect Hoosiers with mental health and substance use disorder to treatment and recovery supports through Certified Peer Support Professionals.
- Lyft Rides administered through Indiana 211 to provide people with transportation to treatment and recovery appointments



Substance Use Prevention, Treatment and Recovery Services Block Grant

- Residential Treatment (ASAM 3.1 and 3.5 Levels) for patients below 200% of poverty level, pregnant women or women with dependent children with no access to third party payer or denial from payer

Addiction/State Opioid Response (SOR) program metrics

Addiction/State Opioid Response	Total SFY25	SFY26 Q1	SFY26 Q2
# of Lyft rides through 211	1,390	775	1,579
Unduplicated # of participants in recovery residences within DEBS ¹	541	241	203
Unduplicated # of participants in substance use disorder treatment within DEBS ¹	1,244	962	916
Amount of Naloxone distributed	323,929	90,998	68,299

1. DMHA Electronic Billing System (DEBS)

“These funds gave me an opportunity to battle my addiction head-on. ... Had it not been for DMHA funding, I wouldn't have had the opportunity to work for Goodwill and be promoted to Manager of Donations.”
– *Individual in recovery*



Substance Abuse Treatment (SAT) Program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 115,783	\$ 593,971	\$ 1,243,399	\$ 649,427	\$ 1,258,037	\$ 1,309,169	\$ 51,133
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	3,991,053	25,788,449	25,712,585	(75,864)	51,425,169	51,425,169	-
Supplies Materials Parts	31	2,865	5,000	2,135	8,172	10,000	1,828
Capital	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-
Social Service Payments	728,177	3,498,067	3,500,000	1,933	7,018,176	7,000,000	(18,176)
Administrative Expense	289	725,515	840,000	114,485	1,453,524	1,680,000	226,476
ID Bills	2,614	15,935	15,000	(935)	30,096	30,000	(96)
Total Expenditures	\$ 4,837,947	\$ 30,624,803	\$ 31,315,983	\$ 691,181	\$ 61,193,174	\$ 61,454,340	\$ 261,166
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	4,697,129	29,900,868	29,565,016	(335,852)	57,864,418	57,952,408	87,990
Dedicated Funds	140,818	723,935	1,750,966	1,027,032	3,328,756	3,501,932	173,176
Total Funding	\$ 4,837,947	\$ 30,624,803	\$ 31,315,983	\$ 691,181	\$ 61,193,174	\$ 61,454,340	\$ 261,166

DMHA Problem Gambling program overview

Funding comes from the admissions / supplemental wagering tax and a portion of sports betting tax revenue that are deposited into the Addiction Services Fund:

- DMHA currently has provider agreements with 14 agencies that offer problem gambling treatment / education services.
- Administer the toll-free Problem Gambling helpline: 1-800-994-8448 (*WITH-IT*)
- Provide oversight of state-wide partners that address problem gambling issues.



Gambling program metrics

Gambling	Total SFY25	SFY26 Q1	SFY26 Q2
# of unique clients served by Problem Gambling Providers ¹	867	327	276
# of new intakes conducted by Problem Gambling Providers	669	154	112
# of new Voluntary Exclusion Program participants (allows individuals to self-exclude from all Indiana casinos)	569	148	107
# of new Internet Self Restriction Program participants (enables individuals to request to be barred from participating in licensed mobile sports wagering in Indiana)	124	44	33
# of Problem Gambling Help Line Specific Calls	696	193	185

1. Data includes unique clients served for SFY Total and each quarterly count.



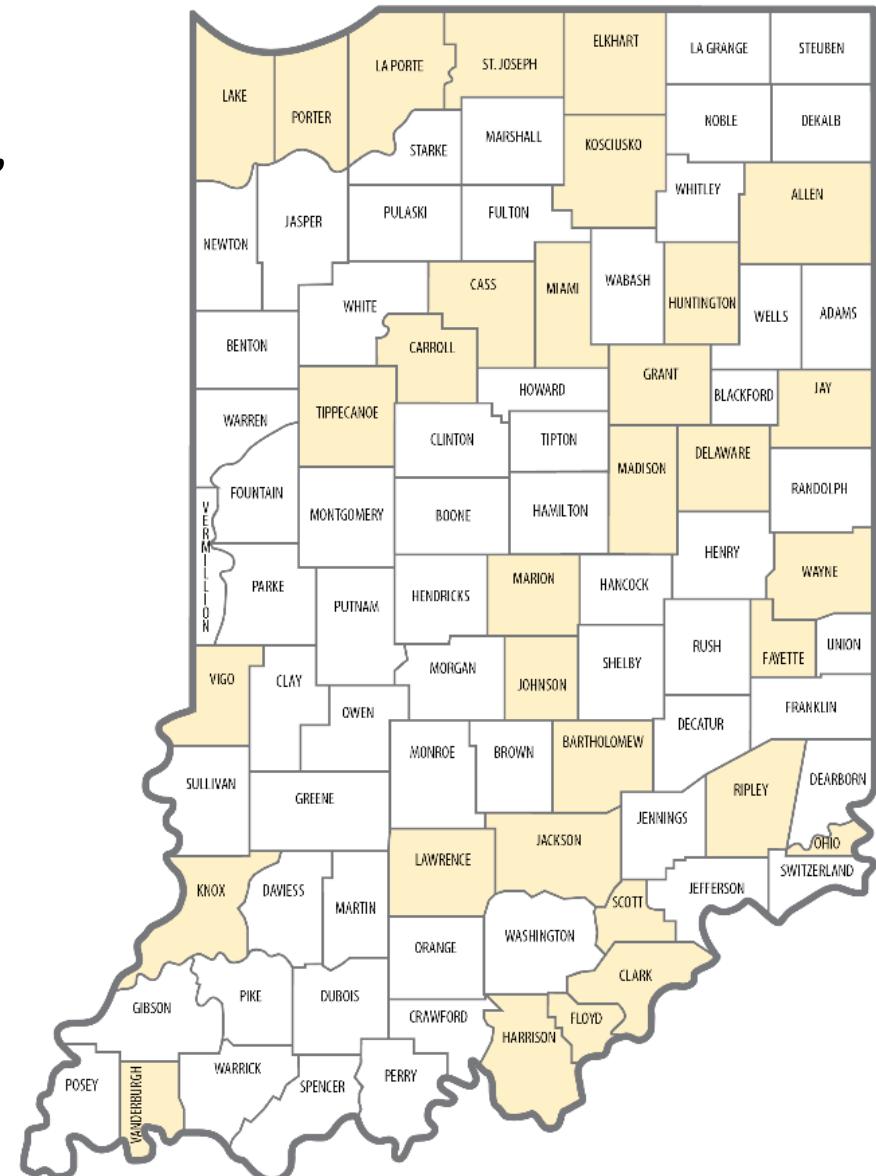
Gambling program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 29,673	\$ 143,689	\$ 100,408	\$ (43,281)	\$ 290,336	\$ 261,997	\$ (28,339)
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	2,337	319,834	315,000	(4,834)	836,153	836,153	-
Supplies Materials Parts	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-
Social Service Payments	53,964	518,174	800,000	281,826	1,509,552	1,600,000	90,448
Administrative Expense	-	-	1,100	1,100	-	2,200	2,200
ID Bills	3,903	4,861	1,100	(3,761)	2,145	2,200	55
Total Expenditures	\$ 89,877	\$ 986,558	\$ 1,217,608	\$ 231,050	\$ 2,638,186	\$ 2,702,550	\$ 64,364
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	-	-	-	-	-	-	-
Dedicated Funds	89,877	986,558	1,217,608	231,050	2,638,186	2,702,550	64,364
Total Funding	\$ 89,877	\$ 986,558	\$ 1,217,608	\$ 231,050	\$ 2,638,186	\$ 2,702,550	\$ 64,364

Substance Use Prevention

Primary prevention set-aside of Substance Use Prevention, Treatment and Recovery Block Grant

- Evidence-based programs for youth in schools and after-school settings that focus on preventing substance use through education and skill-building.
- Evidence-based programs for adults, parents and families that educate, build parenting skills and develop healthy family engagement.
- Substance-free events and social messaging campaigns that educate and change social norms in communities and on college campuses.
- Social messaging to educate the public on preventing under-age drinking and to educate colleges about substance use prevention on campuses.



Substance Abuse Prevention summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 40,111	\$ 233,464	\$ 150,405	\$ (83,059)	\$ 317,884	\$ 339,012	\$ 21,128
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	513,812	3,851,739	5,000,000	1,148,261	10,000,000	10,000,000	-
Supplies Materials Parts	-	-	75	75	150	150	-
Capital	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-
Social Service Payments	-	-	-	-	-	-	-
Administrative Expense	110	4,050	25,000	20,950	11,820	50,000	38,180
ID Bills	-	-	-	-	-	-	-
Total Expenditures	\$ 554,032	\$ 4,089,252	\$ 5,175,480	\$ 1,086,228	\$ 10,329,855	\$ 10,389,162	\$ 59,308
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	554,032	4,022,319	4,623,324	601,005	9,225,544	9,284,851	59,307
Dedicated Funds	-	66,934	552,156	485,222	1,104,311	1,104,311	-
Total Funding	\$ 554,032	\$ 4,089,252	\$ 5,175,480	\$ 1,086,228	\$ 10,329,855	\$ 10,389,162	\$ 59,308

Opioid settlement

- Indiana is receiving more than \$980 million from the National Opioid Settlement over 18 years
- The [Attorney General Website](#) houses all information and financial updates from the National Opioid Settlement
- **IC 4-6-15-4** defines the distribution structure as a 50/50 split between the state and local municipalities who opted in
- Abatement funds are obligated based on [Exhibit E](#) – National Settlement Approved Restricted Funds Uses
- Indiana Opioid Settlement updates are posted on the [Indiana Opioid Settlement Website](#)



Opioid Settlement program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 40,591	\$ 206,989	\$ 174,172	\$ (32,816)	\$ 323,463	\$ 353,177	\$ 29,714
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	812,916	6,096,051	10,000,163	3,904,112	18,234,850	20,013,996	1,779,146
Supplies Materials Parts	38	242	195	(47)	242	195	(47)
Capital	-	-	-	-	-	-	-
Grant Expense	-	18,308	18,308	-	18,308	18,308	-
Social Service Payments	132,279	751,206	666,766	(84,440)	1,480,368	1,333,533	(146,835)
Administrative Expense	100	784	756	(28)	1,496	1,512	16
ID Bills	860	3,918	2,880	(1,038)	6,600	5,760	(840)
Total Expenditures	\$ 986,785	\$ 7,077,497	\$ 10,863,240	\$ 3,785,743	\$ 20,065,279	\$ 21,726,481	\$ 1,661,201
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	-	-	-	-	-	-	-
Dedicated Funds	986,785	7,077,497	10,863,241	3,785,743	20,065,279	21,726,481	1,661,202
Total Funding	\$ 986,785	\$ 7,077,497	\$ 10,863,240	\$ 3,785,743	\$ 20,065,279	\$ 21,726,481	\$ 1,661,201

Opioid Treatment Programs: Methadone clinics

- 26 DMHA Certified Opioid Treatment Programs in Indiana
- Provide a multi-modal approach including medication, counseling and other supportive services
- Must meet DMHA certification standard (440 IAC 10)
- Comply with state and federal laws
 - HHS/Substance Abuse and Mental Health Services Administration (SAMHSA)
 - DEA Requirements
 - Indiana Board of Pharmacy
- Accreditation by recognized national body



Opioid Treatment Programs: Methadone clinics

Allen

Bowen Recovery Center, BHG Fort Wayne Treatment Center

Clark

Southern Indiana Comprehensive Treatment Center

Dearborn

East Indiana Comprehensive Treatment Center

Delaware

Muncie Comprehensive Treatment Center

Grant

Premier Care of Indiana, Inc. DBA Community Medical Services

Hendricks

WIN Recovery: Hendricks

Howard

Pinnacle Treatment Centers – Kokomo Treatment Services

Jackson

Seymour Comprehensive Treatment Center

Johnson

New Vista Outpatient Recovery Center

Knox

WIN Recovery: Knox

Lake

MedMark Treatment Centers Merrillville, New Season Treatment Center - Semoran, Edgewater New-Life

LaPorte

Porter-Starke Recovery Center: LaPorte

Marion

Indianapolis Comprehensive Treatment Center, Sandra Eskenazi Mental Health Center
Caring Recovery OTP, New Vista North

Monroe

MedMark Treatment Centers Bloomington

Morgan

Pinnacle Treatment Centers – Martinsville Treatment Services

Porter

Porter-Starke Recovery Center: Valparaiso

St. Joseph

Victory Clinical Services II

Tippecanoe

MedMark Treatment Centers Lafayette

Vanderburgh

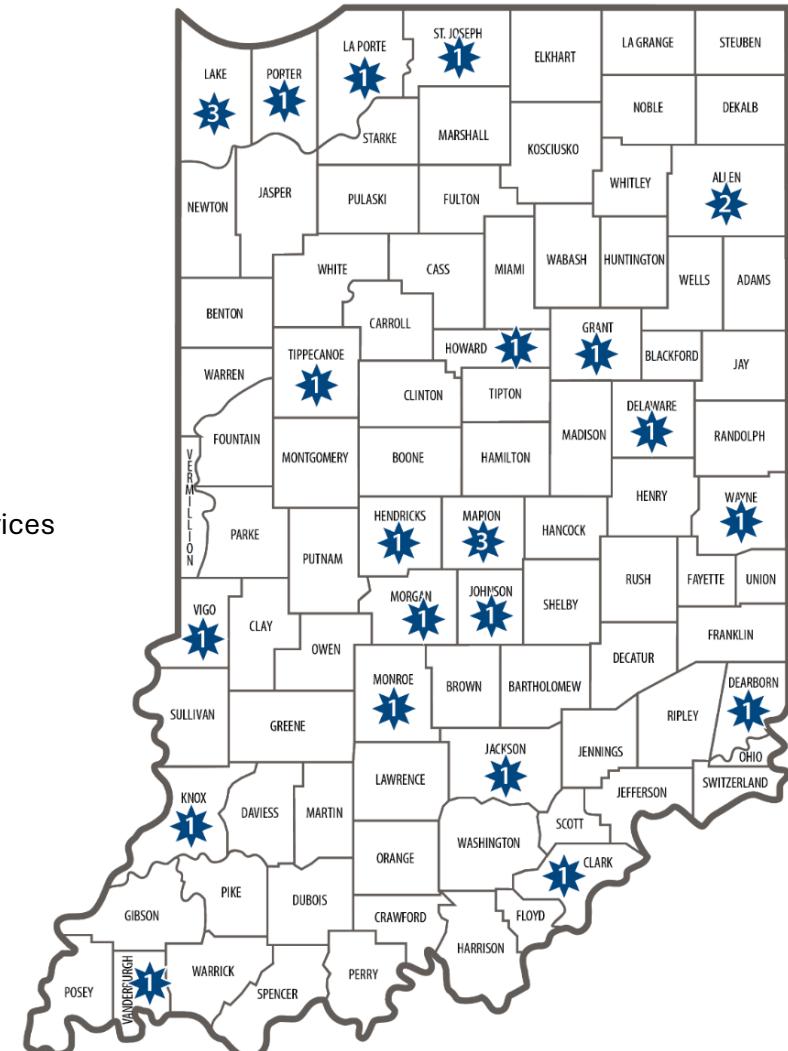
Evansville Comprehensive Treatment Center

Vigo

WIN Recovery: Vigo

Wayne

Richmond Comprehensive Treatment Center



Opioid Treatment Programs: Methadone clinics

Program Enrollment Data	Total SFY25	SFY26 Q1	SFY26 Q2
Unique # patients served	14,013	11,610	11,805
Admissions	5,676	1,314	1,281
Discharges	5,193	1,311	1,291

1. Data includes unique # of patients served for SFY Total and each quarterly count.



Opioid Treatment Programs: Methadone clinics

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 64,119	\$ 314,256	\$ 317,972	\$ 3,715	\$ 581,233	\$ 584,281	\$ 3,048
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	3,640	24,440	24,668	228	49,335	49,335	-
Supplies Materials Parts	244	1,029	843	(186)	1,677	1,686	9
Capital	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-
Social Service Payments	-	-	-	-	-	-	-
Administrative Expense	1,883	21,208	15,370	(5,838)	30,000	30,740	740
ID Bills	751	4,565	4,508	(58)	9,000	9,016	16
Total Expenditures	\$ 70,637	\$ 365,499	\$ 363,360	\$ (2,139)	\$ 671,245	\$ 675,057	\$ 3,812
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	-	-	-	-	-	-	-
Dedicated Funds	70,637	365,499	363,360	(127,948)	671,245	675,057	3,812
Total Funding	\$ 70,637	\$ 365,499	\$ 363,360	\$ (2,139)	\$ 671,245	\$ 675,057	\$ 3,812

Recovery Works

The Recovery Works program, launched in 2016 through HB1006, is a \$12.5 million per year funding initiative aimed at diverting low-level offenders from incarceration into community-based services. This initiative has been instrumental in curbing substance use and reducing recidivism rates.

- ★ The funding encompasses traditional treatment methods, such as mental health counseling, substance use groups, and intensive outpatient programs.
- ★ It also supports alternative treatment approaches, including Recovery Community Organizations (providing peer support within the community) and faith-based treatment options.
- ★ Recovery Works incorporates participant centered perspective while using a structured set of factors to guide placement, including participant location, service needs, treatment availability, and alignment between facility services and participant needs. The program fosters a sense of empowerment and encourages active participation throughout the recovery process, while promoting engagement in employment and meaningful contributions to care.



Recovery Works program metrics

	Total SFY25	SFY26 Q1	SFY26 Q2
Web Infrastructure for Treatment Services (WITS)			
Total \$ expended	\$6,058,272	\$1,158,297	\$1,540,318
Total number of participants newly enrolled	6,110	1,213	1,601
Total participants utilizing services	51,859	10,578	12,843
Referrals – Public Advocates in Community Re-Entry (PACE)			
Number of referrals	4,538	1,012	826
Unite Indy			
Number of participants served	470	99	181
Number of vans utilized	76	11	21
Number of employers	46	54	56

Recovery Works program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 37,879	\$ 176,422	\$ 176,769	\$ 347	\$ 328,286	\$ 328,286	\$ -
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	85,250	3,199,535	2,953,341	(246,194)	5,911,868	5,911,868	-
Supplies Materials Parts	-	67	67	-	200	200	-
Capital	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-
Social Service Payments	618,043	3,324,963	3,121,823	(203,140)	6,244,354	6,243,646	(708)
Administrative Expense	149	4,580	6,000	1,420	11,964	12,000	36
ID Bills	2,192	12,026	12,000	(26)	23,328	24,000	672
Total Expenditures	\$ 743,513	\$ 6,717,593	\$ 6,270,000	\$ (447,593)	\$ 12,520,000	\$ 12,520,000	\$ -
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ 743,513	\$ 6,697,593	\$ 6,250,000	\$ (447,593)	\$ 12,500,000	\$ 12,500,000	\$ -
Federal Funds	-	-	-	-	-	-	-
Dedicated Funds	-	20,000	20,000	-	20,000	20,000	-
Total Funding	\$ 743,513	\$ 6,717,593	\$ 6,270,000	\$ (447,593)	\$ 12,520,000	\$ 12,520,000	\$ -

Mental Health Funds Recovery program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget	Forecast	Budget	
Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Utilities Expenses	-	-	-	-	-	-	-	-	-
External Services Expense	5,482	20,621,552	20,732,080	110,528	41,243,103	41,243,103	41,243,103	41,243,103	41,243,103
Supplies Materials Parts	-	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-	-	-
Social Service Payments	-	-	-	-	-	-	-	-	-
Administrative Expense	-	-	-	-	-	-	-	-	-
ID Bills	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 5,482	\$ 20,621,552	\$ 20,732,080	\$ 110,528	\$ 41,243,103	\$ 41,243,103	\$ 41,243,103	\$ 41,243,103	\$ -
Funding	Current Month Funding December 2025	Year To Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget	Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	5,482	20,423,302	20,416,080	(7,222)	40,611,103	40,611,103	40,611,103	40,611,103	40,611,103
Dedicated Funds	-	198,250	316,000	110,528	632,000	632,000	632,000	632,000	632,000
Total Funding	\$ 5,482	\$ 20,621,552	\$ 20,732,080	\$ 110,528	\$ 41,243,103	\$ 41,243,103	\$ 41,243,103	\$ 41,243,103	\$ -

Quality Assurance/Quality Improvement

The QA/QI Team is responsible for auditing Community Mental Health Centers, Addiction Service Providers, Private Mental Health Institutions and Recovery Residences

- These providers may hold multiple certifications or designations, such as Addiction Service provider with a sub-acute and American Society of Addiction Medicine (ASAM) designations.
- The team received and reviewed a total of 135 provider complaints from the Consumer Service Line (CSL).
- The team received and reviewed a total of 614 provider-reported critical incidents.

Trends:

- Staff providing services without the correct training or credentials
- Lack of signatures on treatment plans, no Releases of Information for external contacts
- Lack of appropriate assessment of needs; diagnostic, risk
- Lack of safety or relapse prevention planning



Quality Assurance/Quality Improvement data (Q2 SFY26)

	Private Mental Health Institutions	Outpatient/Residential	Recovery Residences	Opioid Treatment Programs
Scheduled/Unscheduled Site Visits	8	19	18	3
Critical Incident Reports/Complaints/Mortality Reviews	85	668	N/A	26
Total # of Corrective Action Plans	8	19	2	3
# of Conditionals	1	2	0	0
# of Terminations	0	1	0	0

DMHA Admin program summary

Expense Category	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
Personal Services	\$ 412,100	\$ 1,607,203	\$ 1,806,456	\$ 199,253	\$ 3,376,302	\$ 3,354,848	\$ (21,454)
Utilities Expenses	-	-	-	-	-	-	-
External Services Expense	73,061	786,868	718,784	(68,083)	845,629	845,629	-
Supplies Materials Parts	1,037	4,014	5,000	986	5,000	5,000	-
Capital	-	-	-	-	-	-	-
Grant Expense	-	-	-	-	-	-	-
Social Service Payments	-	-	-	-	-	-	-
Administrative Expense	6,497	36,157	50,000	13,843	104,532	100,000	(4,532)
ID Bills	116,795	576,539	575,000	(1,539)	1,210,500	1,150,000	(60,500)
Total Expenditures	\$ 609,490	\$ 3,010,781	\$ 3,155,241	\$ 144,460	\$ 5,541,962	\$ 5,455,477	\$ (86,485)
Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ 602,961	\$ 2,972,597	\$ 2,826,789	\$ (145,809)	\$ 5,466,140	\$ 4,798,571	\$(667,569)
Federal Funds	6,529	38,184	328,453	290,269	75,822	656,906	581,084
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ 609,490	\$ 3,010,781	\$ 3,155,241	\$ 144,460	\$ 5,541,962	\$ 5,455,477	\$ (86,485)

DMHA major contracts summary

Contractor	Contract Period	Annual Contract Value	YTD Expenditures Jul – Dec 25	Current Balance
InteCare Inc.	07/01/22 - 06/30/26	\$ 116,728,774	\$ 11,440,655	\$ 105,288,119
CMHC and CCBHC Providers (aggregate)	07/01/23 - 06/30/26	\$ 86,071,437	\$ 19,782,310	\$ 66,289,127
Indiana Council Of Community Mental Health (Group Homes)	07/01/23 - 06/30/26	\$ 9,476,894	\$ 3,328,706	\$ 6,148,188
Affiliated Service Providers	07/01/25 - 06/30/26	\$ 8,802,045	\$ 2,292,172	\$ 6,509,873
James Whitcomb Riley Memorial Association	10/01/22 - 09/30/26	\$ 6,131,798	\$ 1,659,958	\$ 4,471,840
Black Onyx Management Inc	02/01/24 - 06/30/26	\$ 6,267,502	\$ 4,912,334	\$ 1,355,168
Indiana Council Of Community Mental Health (Bridge Grant)	07/01/22 - 06/30/26	\$ 4,179,920	\$ 1,064,794	\$ 3,115,126



DMHA financial summary

Data through December 2025

Program	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
988 Crisis System	\$ 2,107,370	\$ 18,379,974	\$ 18,437,920	\$ 57,947	\$ 29,217,580	\$ 29,245,396	\$ 27,815
Seriously Mentally Ill	7,662,646	38,510,324	38,887,540	377,216	86,227,226	86,264,497	37,270
Seriously Emotionally Disturbed	591,191	8,352,997	9,552,698	1,199,701	19,054,807	19,074,218	19,411
Substance Abuse Treatment	4,837,947	30,624,803	31,315,983	691,181	61,193,174	61,454,340	261,166
Opioid Settlement Fund	986,785	7,077,497	10,863,240	3,785,743	20,065,279	21,726,481	1,661,201
Recovery Works	743,513	6,717,593	6,270,000	(447,593)	12,520,000	12,520,000	-
Methadone Clinics	70,637	365,499	363,360	(2,139)	671,245	675,057	3,812
Gamblers Assistance	89,877	986,558	1,217,608	231,050	2,638,186	2,702,550	64,364
Substance Abuse Prevention	554,032	4,089,252	5,175,480	1,086,229	10,329,855	10,389,162	59,308
Mental Health Funds Recovery	5,482	20,621,552	20,732,080	110,528	41,243,103	41,243,103	-
DMHA Administration	609,490	3,010,781	3,155,241	144,460	5,541,962	5,455,477	(86,485)
Total Expenditures	\$ 18,258,969	\$ 138,736,830	\$ 145,971,150	\$ 7,234,320	\$ 288,702,417	\$ 290,750,280	\$ 2,047,863

SFY2026 YTD funding breakdown

Program	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State	\$ 8,695,880	\$ 44,181,030	\$ 43,925,237	\$ (255,793)	\$ 99,641,666	\$ 98,230,371	\$ (1,411,295)
Federal	8,274,973	85,117,129	86,962,584	1,845,455	160,600,974	162,157,579	1,556,605
Dedicated	1,288,116	9,438,672	15,083,330	5,644,658	28,459,777	30,362,331	1,902,554
Total Funding	\$ 18,258,969	\$ 138,736,830	\$ 145,971,150	\$ 7,234,320	\$ 288,702,417	\$ 290,750,280	\$ 2,047,863



DMHA Medicaid financial summary

Medicaid: Data through December 2025

Program	Dec 2025 Expenditures	YTD Expenditure July – Dec 2025	YTD Forecast July – Dec 2025	Variance Actuals YTD to Forecast
1915(i) Adult Mental Health and Habilitation	\$ 107,145	\$ 637,173	\$ 678,673	\$ 41,500
1915(i) Child Mental Health Wraparound Services	1,817,906	10,593,608	11,086,036	492,428)
1915(i) Behavioral and Primary Healthcare Coordination	72,994	456,402	450,508	(5,894)
Inpatient Psychiatric	5,726,722	35,110,143	34,382,177	(727,966)
Mental Health Rehabilitation	14,458,307	85,084,957	89,091,860	4,006,903
Certified Community Behavioral Health Clinic FFS	25,642,004	143,822,192	145,521,624	1,699,432
Other Mental Health Services	2,488,403	14,258,152	13,706,712	(551,440)
PRTF Facility	2,003,788	12,290,996	17,595,387	5,304,390
Medicaid Total	\$ 52,317,269	\$ 302,253,624	\$ 312,512,976	\$ 10,259,352



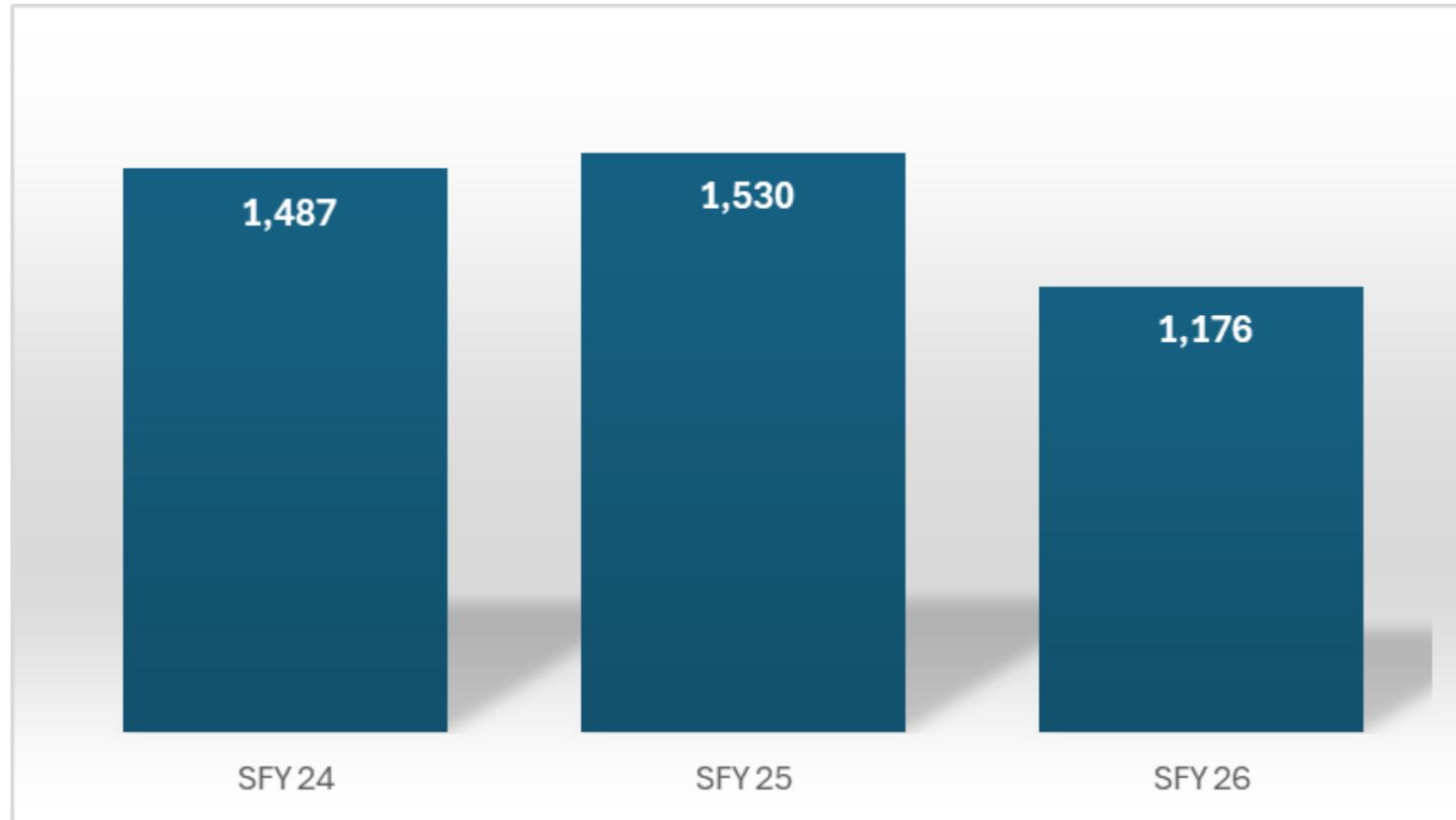
SFY26 Q2

Quarterly Financial Review

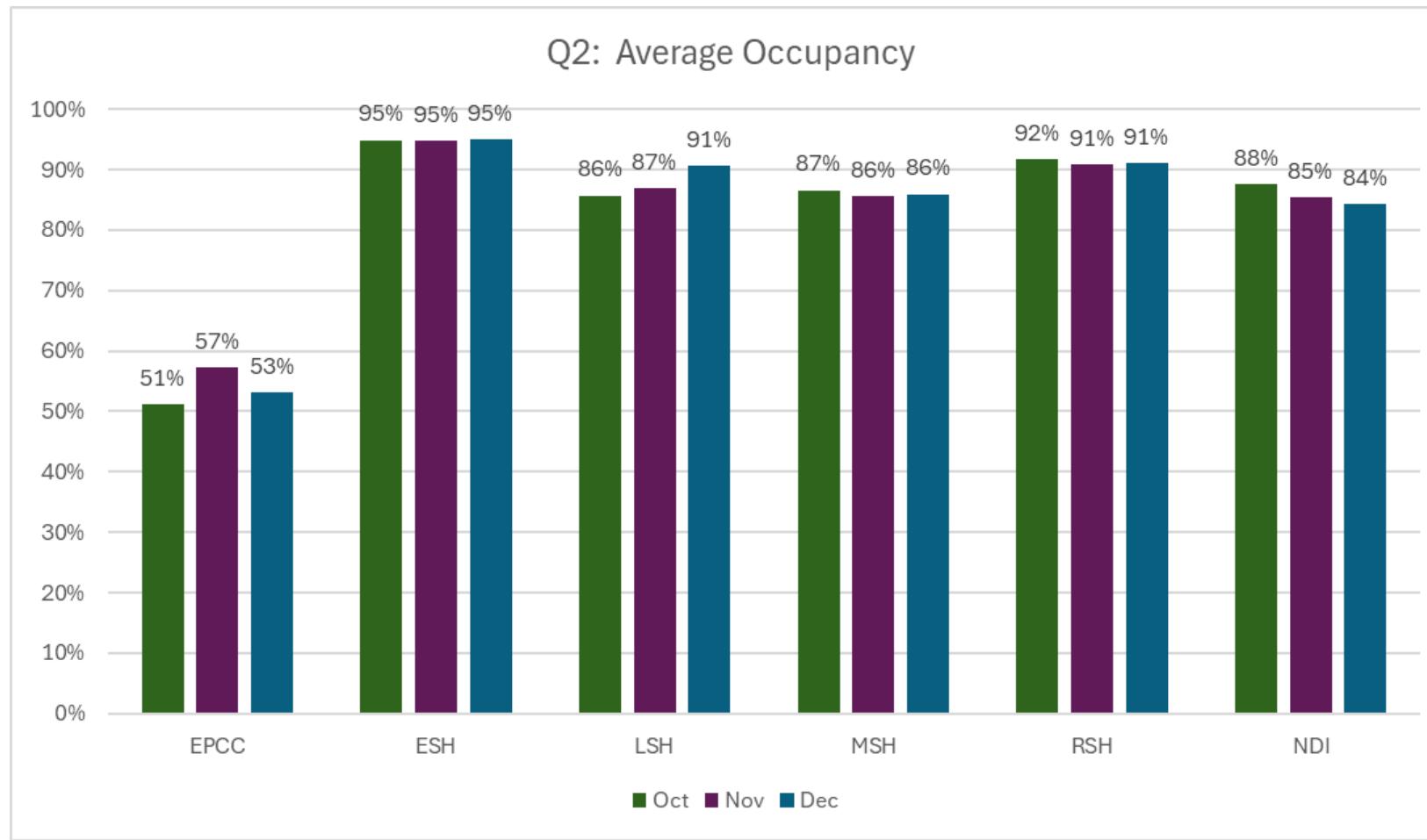
Indiana State Psychiatric Hospital Network

Presented Jan. 30, 2026

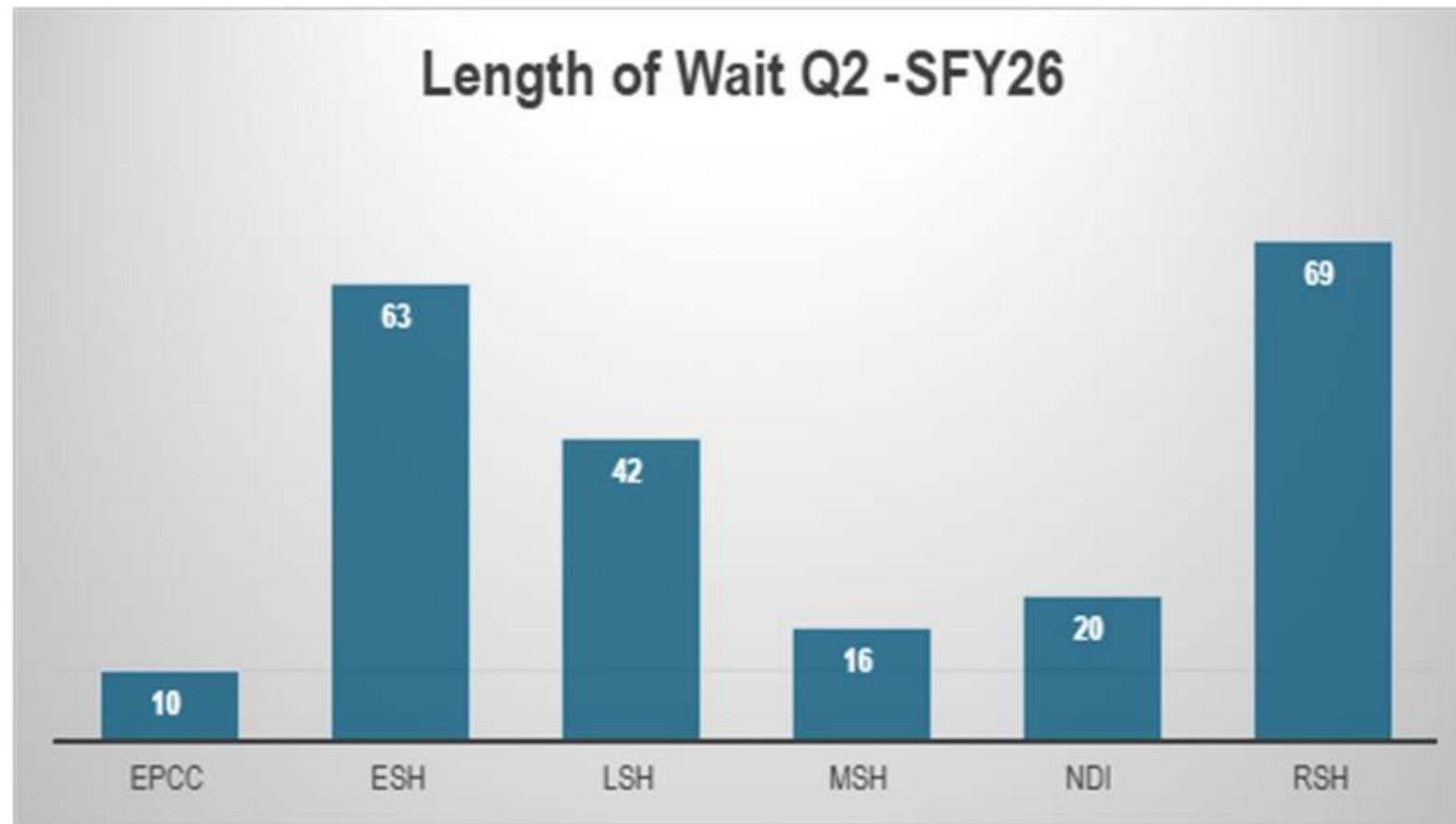
ISPHN patients served



ISPHN program metrics summary

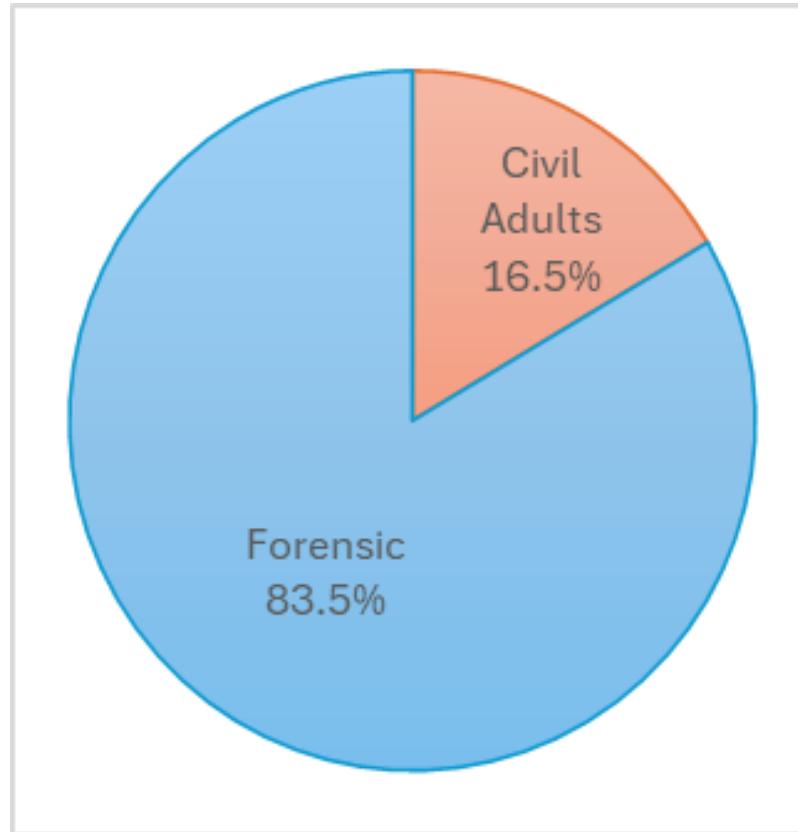


ISPHN program metrics summary

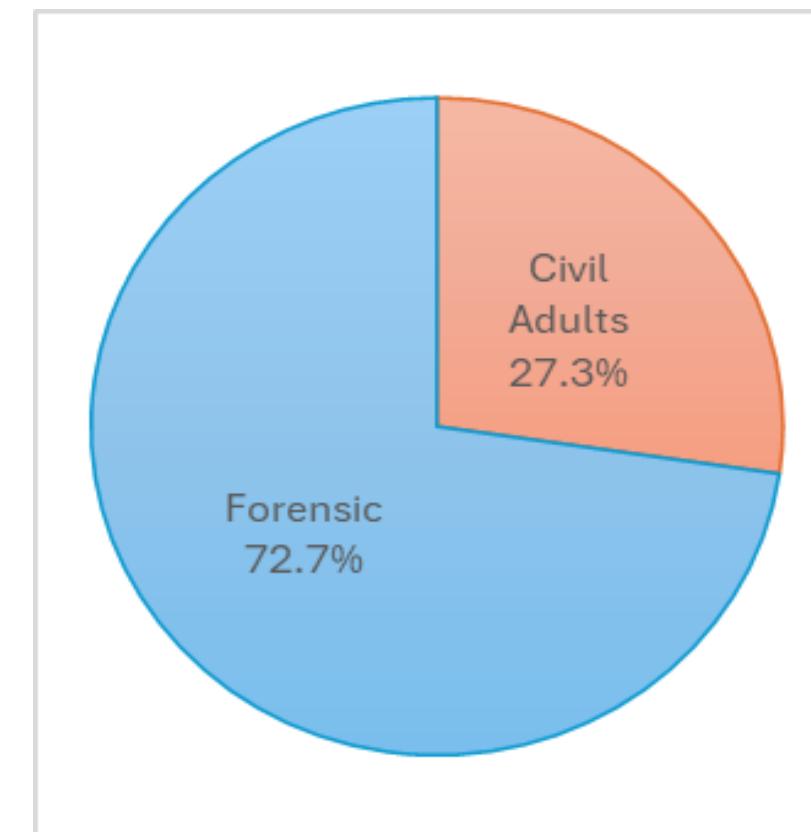


ISPHN adult patient populations

Admitted



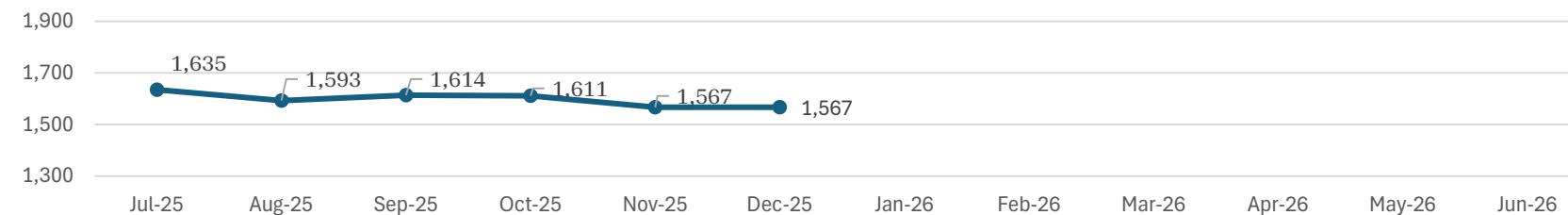
Currently Serving



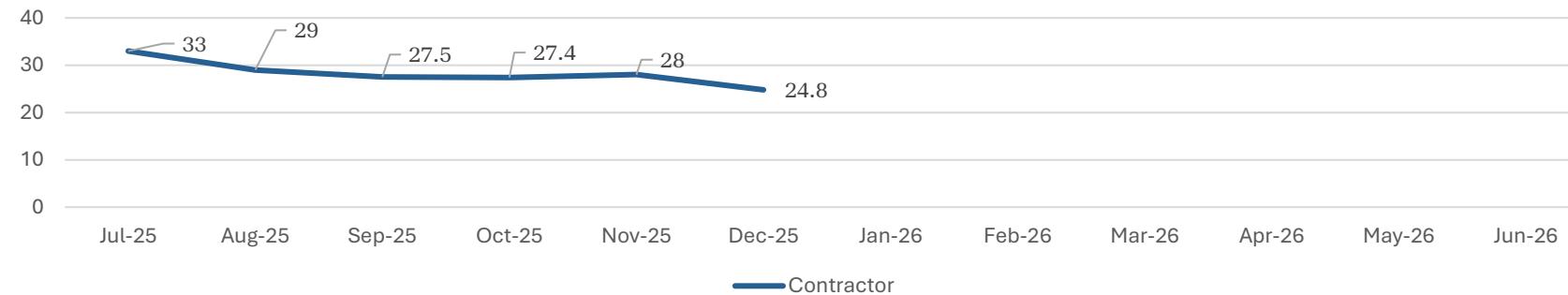
ISPHN staffing summary

Active FTE SFY 2026	Jul-25	Aug-25	Sept-25	Oct-25	Nov-25	Dec-25	YTD Average
State	1,635	1,593	1,614	1,611	1,567	1,567	1,598
Contractor	33	29	27.5	27.4	28	24.8	28.3

Active State FTE SFY 26



Contracted Staffing Levels



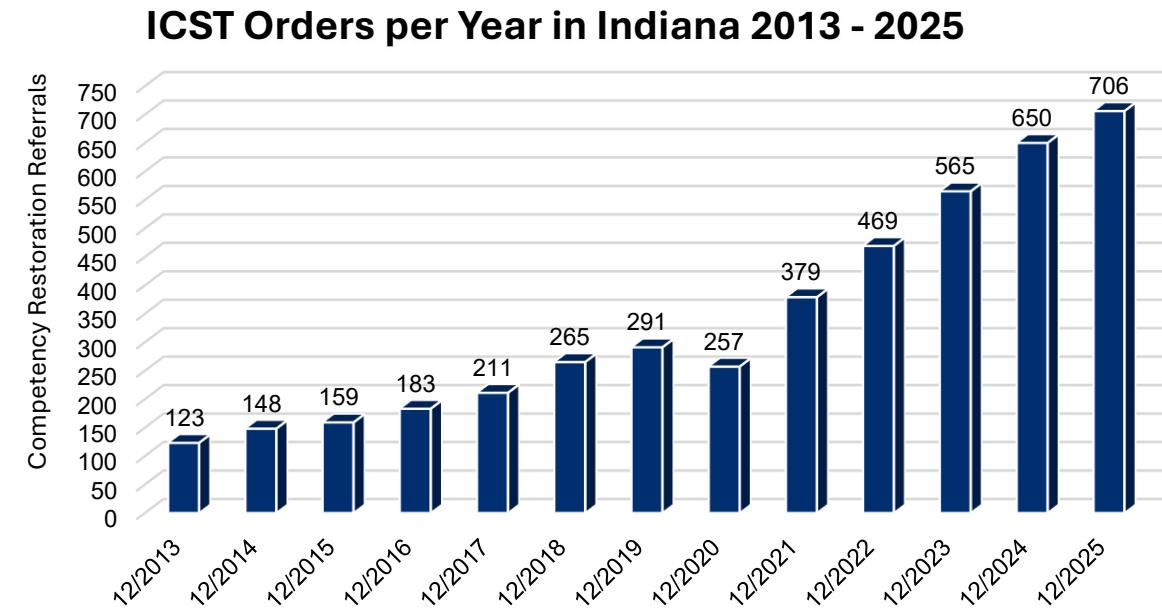
ISPHN contracts summary

Contractor	Contract Period	Total Contract Value	Annual Contact Amount	State Funding	Federal Funding	YTD Expenditures July - Dec 2025	Current Balance
Cura Hospitality, LLC	07/01/2025 - 06/30/2029	\$27,241,554	\$6,810,388	\$6,810,388	\$0	\$1,906,858	\$4,903,530
Cerner Corp (Oracle)	02/04/2019 - 02/03/2027	22,102,315	2,037,146	2,037,146	-	497	2,036,649
Community Health Network	01/01/2025 - 12/31/2029	11,585,638	2,170,700	2,170,700	-	1,301,204	869,496
Blue & Company, LLC	01/01/2019 - 12/31/2026	5,926,800	847,000	847,000	-	398,250	448,750
Pharmatech Management	07/01/2019 - 06/30/2027	4,678,312	598,332	598,332	-	296,039	302,293
CPS Solutions LLC	07/01/2023 - 06/30/2027	2,856,139	723,947	723,947	-	356,834	367,113
Syra Health Corp	02/01/2025 - 01/31/2026	1,484,375	1,484,375	1,484,375	-	436,018	1,048,357
NJH DMD P.C.	07/01/2025 - 06/30/2027	812,999	400,687	400,687	-	102,253	298,434
Total		\$76,688,131	\$15,072,575	\$15,072,575	\$0	\$4,797,953	\$10,274,622

Competency restoration

Incompetent to Stand Trial (ICST)

- A defendant deemed incompetent lacks the fitness to stand trial
- They are unable to help in defending their own charges
- The number of referrals are surging, and state hospitals cannot meet the demand

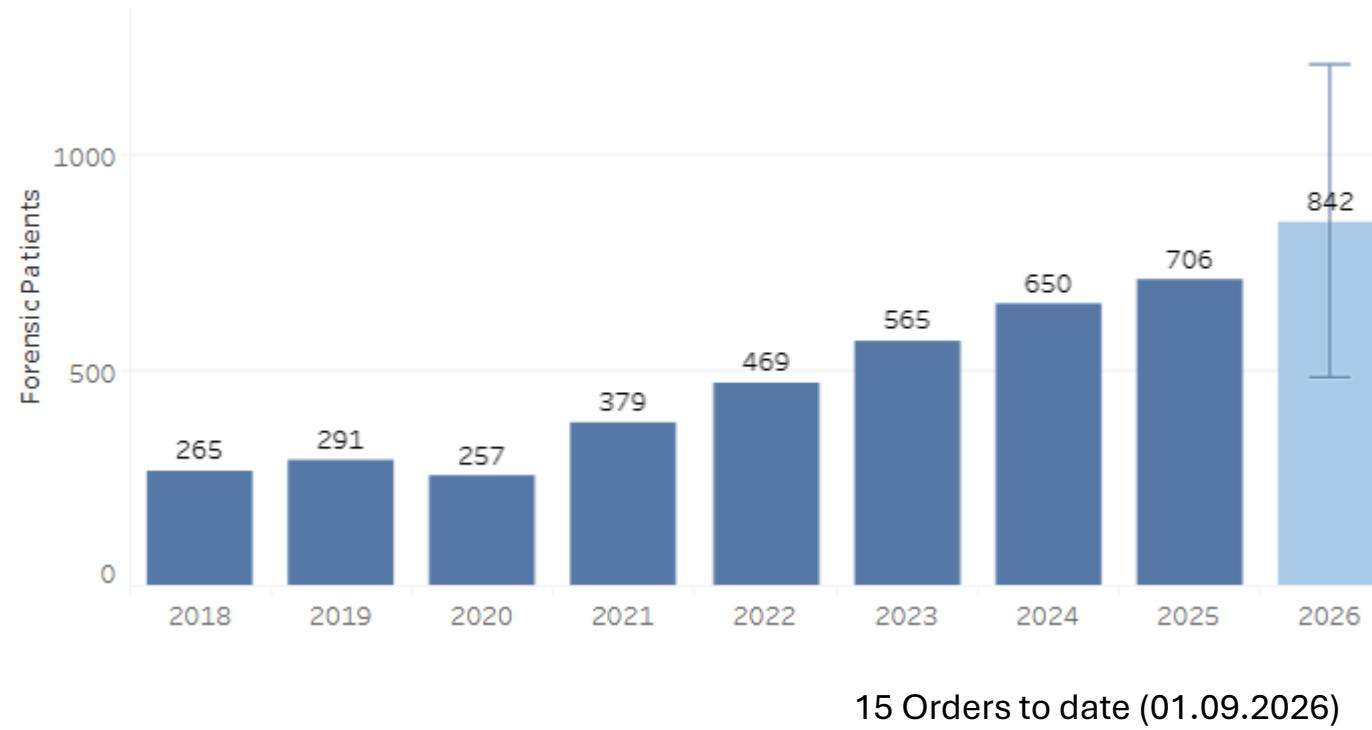


From 2013 to 2025, the number of incompetent to stand trial (ICST) referrals per year in Indiana increased by 474%.



Competency restoration ICST orders

All ICSTs by Court Ordered Date



Competency restoration program metrics

	July 2025	Aug 2025	Sept 2025	Oct 2025	Nov 2025	Dec 2025
Number of Admissions	6	9	12	5	18	10
Number of Active Patients	26	25	31	23	40	42

Project CREATE is a private inpatient model that offers an alternative pathway to competency restoration by providing services to low acuity justice-involved Hoosiers determined incompetent to stand trial (ICST) outside of the ISPHN.

1. Competency Restoration Expedited Access to Therapeutic Environments (CREATE)



Competency restoration contracts metrics

Contractor	Contract Period	Total Contract Value	Annual Contract Amount	YTD Expenditures	Current Balance
Indiana Center for Recovery South Bend	9/1/25 - 8/31/28	\$18,000,000	\$6,000,000	\$532,800	\$5,467,200
Hendricks Behavioral Health	8/1/25 - 7/31/28	\$12,000,000	\$4,000,000	\$1,340,900	\$2,659,100



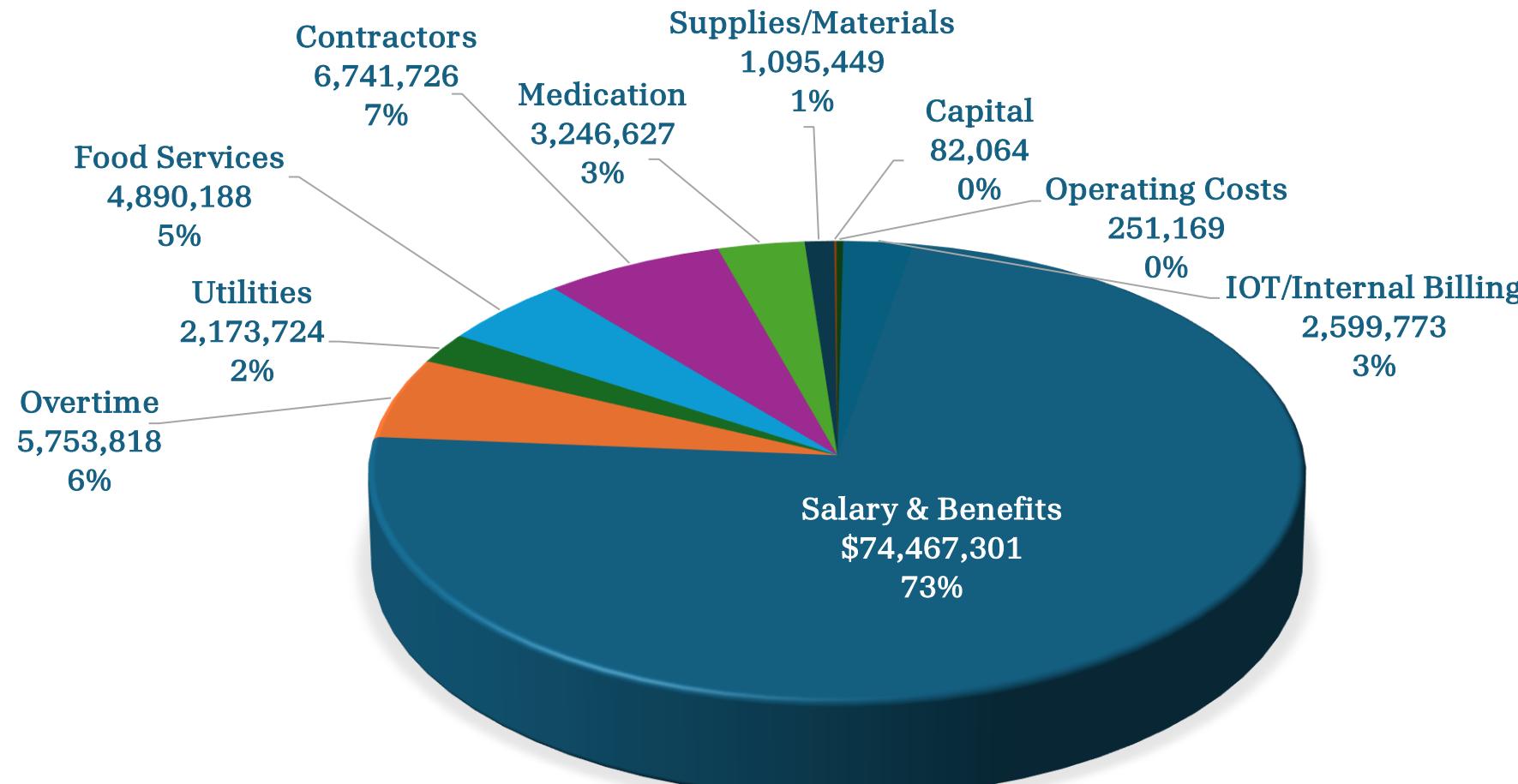
ISPHN financial summary

Non-Medicaid Financial Reporting as of December 2025

Program	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
F5470 - Evansville Psychiatric Children's Center	\$489,511	\$2,539,133	\$2,702,233	\$163,100	\$5,652,382	\$4,788,560	(\$863,822)
F5480 - Evansville State Hospital	3,526,312	17,165,943	17,811,347	645,404	34,322,504	33,059,276	(1,263,228)
F5490 - Madison State Hospital	3,439,022	16,715,636	17,571,320	855,684	34,187,777	32,544,023	(1,643,754)
F5500 - Logansport State Hospital	4,250,309	20,447,809	21,096,377	648,567	41,077,482	40,990,631	(86,851)
F5510 - Richmond State Hospital	4,066,022	20,896,524	21,882,667	986,144	42,251,925	41,783,295	(468,630)
F5550 - NeuroDiagnostic Institute	4,637,866	23,536,794	23,962,619	425,824	46,318,298	40,072,927	(6,245,371)
Total	\$20,409,041	\$101,301,840	\$105,026,563	\$3,724,723	\$203,810,368	\$193,238,712	(\$10,571,656)

Sources of Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$20,409,041	\$101,301,840	\$105,026,563	\$3,724,723	\$203,810,368	\$193,238,712	(\$10,571,655)
State	18,231,885	82,512,840	85,605,721	3,092,880	167,693,819	167,693,819	0
Mental Health Fund	2,150,348	15,537,094	16,168,937	631,843	32,337,873	21,766,218	(10,571,655)
Prior Year Encumbrance	26,808	3,251,906	3,251,906	0	3,778,676	3,778,675	0
Total Funding	\$20,409,041	\$101,301,840	\$105,026,563	\$3,724,723	\$203,810,367	\$193,238,712	(\$10,571,655)

ISPHN SFY26 YTD expenditures breakdown



ISPHN initiative updates

- Staffing & Restructuring Efforts Across the Network
- Clinical Program Revisions
- ISPHN Discharge Workgroup



The FSSA Quarterly Financial Review will resume after a brief break.

Email questions to
askthesecretary@fssa.in.gov

Schedule:



[www.in.gov/fssa/
Quarterly-Financial-Reporting](http://www.in.gov/fssa/Quarterly-Financial-Reporting)



SFY26 Q2

Quarterly Financial Review

Office of Medicaid Policy and Planning

Presented Jan. 30, 2026

Medicaid Quarterly Financial Review

1. Welcome	Lindsey Lux
2. Medicaid Assistance	Kathy Leonard & Leslie Melton
3. Medicaid Clinical Operations	Katrina Etter
a. Mental Health	
b. Pregnancy Promise	
4. Medicaid Administration	Lindsey Lux



QFR Medicaid Assistance outline

- a. Overall Results
- b. Medicaid Enrollment Compared to Forecast
- c. Medicaid Expenditures Compared to Forecast
- d. Watch Areas
- e. Funding Summary



Medicaid Assistance overview

December 2025 YTD Financial Results

Basis for Comparison

- Actual enrollment and expenditures for July 2025 – December 2025 are being compared to the enrollment and expenditures shown for the same period in the December 2025 Medicaid Forecast

Overall Results: Enrollment

- Reported December 2025 YTD Medicaid Enrollment of 1,777,218 was 38,859 (2.1%) less than forecast
- Managed Care enrollment was 1.8% below forecast and Fee-for-Service enrollment was 3.7% below forecast

Overall Results: Expenditures

- December 2025 YTD Medicaid expenditures of \$8,825.2M were \$409.4M (4.4%) less than forecast

Medicaid Managed Care enrollment – actual vs. forecast

Enrollment

Healthy Indiana Plan

HIP State Plan Benefit Package	102,302	104,555	2,253
HIP Expansion	294,347	297,924	3,577
HIP Medically Frail	158,607	162,919	4,312
HIP Pregnant Women	40,613	40,811	198
HIP Bridge	0	-	0
HIP Hospital Presumptive Eligibility	3,932	4,224	292
Total Healthy Indiana Plan	599,800	610,433	10,633

Hoosier Care Connect

Adult	37,816	38,215	399
Child	22,479	22,574	96
Foster	19,434	19,462	28
Total Hoosier Care Connect	79,729	80,252	523

Hoosier Healthwise

Adults	144	139	(5)
Children	537,097	551,071	13,974
Pregnant Females	11,706	11,931	225
CHIP	121,453	121,422	(31)
Total Hoosier Healthwise	670,401	684,564	14,163

PathWays for Aging

Nursing Home	21,719	21,390	(329)
HCBS	29,288	29,770	482
Acute	65,813	67,345	1,532
Total PathWays for Aging	116,820	118,505	1,685

Total Managed Care

	SFY 2026 Average Monthly Enrollment YTD - Actual	SFY 2026 Average Monthly Enrollment YTD - Dec 2025 Forecast	Variance Average Monthly Enrollment YTD
Total Healthy Indiana Plan	599,800	610,433	10,633
Total Hoosier Care Connect	79,729	80,252	523
Total Hoosier Healthwise	670,401	684,564	14,163
Total PathWays for Aging	116,820	118,505	1,685
Total Managed Care	1,466,749	1,493,753	27,004

MANAGED CARE

- Managed Care enrollment is **27K** (1.8%) lower than forecast
- Programs driving the variance are HIP at **11K** (1.7%) below forecast and HHW at **14K** (2.1%) below forecast .



Medicaid FFS and total enrollment – actual vs. forecast

Enrollment

Fee For Service

Institutionalized
 Waiver
 1915(i) State Plan HCBS
 No Level of Care*
 Hoosier Healthwise FFS
 Dual
 Non-Dual
 Medicare Savings Program
 HIP Emergency Only
 Limited Benefit Populations

Total Fee for Service

Overall Total Enrollment

SFY 2026 Average Monthly Enrollment YTD - Actual	SFY 2026 Average Monthly Enrollment YTD - Dec 2025 Forecast	Variance Average Monthly Enrollment YTD
7,740	7,848	109
47,455	47,464	9
1,167	1,164	(3)
36,159	35,498	(660)
32,140	32,879	739
23,283	23,945	662
71,493	73,661	2,168
48,354	51,498	3,144
42,680	48,367	5,687
310,469	322,324	11,855
1,777,218	1,816,077	38,859

FEE FOR SERVICE

- Fee for Service enrollment is **12K (3.7%)** lower than forecast
- Areas driving the variance are HIP Emergency Only and Limited Benefit Populations

TOTAL

- Average enrollment of 1,777,218 for December 2025 YTD was 38,859 (**2.1%**) less than forecast



Medicaid spending compared to forecast

Total expenditures

Expenditures

Managed Care

	SFY 2026 Year to Date		Variance (\$) Actuals YTD to Dec 2025 Forecast
	December 2025 Actual Spent	Forecast	
Managed Care	\$ 6,232,601,086	\$ 6,281,811,078	\$ 49,209,992
Fee-for-service Total	2,652,370,570	2,630,956,686	(21,413,884)
Other Expenditures and Collections	(562,233,637)	(485,947,215)	76,286,422
Manual Expenditures	854,124,867	1,151,932,903	297,808,036
Total - Expenditures	9,176,862,886	9,578,753,452	401,890,566
Other Financial Expenditures and Adjustments	(351,692,619)	(344,211,245)	7,481,374
Medicaid Expenditures	8,825,170,268	9,234,542,207	409,371,940

- Medicaid Expenditures for August 2025 were **\$409.4M (4.4%) less** than forecast
- Manual Expenditures represent \$297.8M of the forecast variance with Other Expenditures representing \$76.3M of the variance
- Fee-for-Service Expenditures were \$21.4M more than forecast



Medicaid spending compared to forecast

Managed Care

Expenditures

Managed Care

Healthy Indiana Plan

Hoosier Care Connect

Hoosier Healthwise

PathWays for Aging

	SFY 2026 Year to Date		Variance (\$) Actuals YTD to Dec 2025 Forecast
	Actual Spent	December 2025 Forecast	
Managed Care	\$ 6,232,601,086	\$ 6,281,811,078	\$ 49,209,992
Healthy Indiana Plan	2,327,016,612	2,366,819,544	39,802,932
Hoosier Care Connect	564,601,002	560,942,129	(3,658,873)
Hoosier Healthwise	1,215,213,472	1,224,526,739	9,313,267
PathWays for Aging	2,125,770,000	2,129,522,665	3,752,665

- Managed Care Expenditures for December 2025 YTD were **\$49.2M (0.8%) less than forecast**
- The Managed Care variance to forecast was driven by the Healthy Indiana Plan which had expenditures that were \$39.8M (1.7%) less than forecast and the Hoosier Healthwise program which had expenditures that were \$9.3M (0.8%) less than forecast
- The Hoosier Care Connect Program had expenditures that were \$3.7M higher than forecast due lower than projected retroactive adjustments for prior year rate updates
- Lower enrollment than forecast is the primary driver of the managed care expenditures being less than forecast

Medicaid spending compared to forecast

Fee-for-Service

Expenditures

Fee-for-service Total

Long-Term Institutional Care

1915(c) HCBS Waiver Services

 Aged and Disabled Waiver

 MFP Demonstration Grant

 Traumatic Brain Injury Waiver

 Family Supports Waiver

 CIH Waiver

 Health and Wellness Waiver

1915(i) Case Management/State Plan HCBS

PACE Capitation Payments

NEMT Program

State Plan Services FFS

	SFY 2026 Year to Date		Variance (\$) Actuals YTD to Dec 2025 Forecast	
	December 2025			
	Actual Spent	Forecast		
Fee-for-service Total	\$2,652,370,570	\$2,630,956,686	(\$21,413,884)	
Long-Term Institutional Care	392,378,450	398,104,856	5,726,406	
1915(c) HCBS Waiver Services	1,098,032,283	1,096,496,355	(1,535,927)	
Aged and Disabled Waiver	33,401	19,826	(13,575)	
MFP Demonstration Grant	3,303,402	4,345,466	1,042,063	
Traumatic Brain Injury Waiver	6,950,858	7,197,158	246,300	
Family Supports Waiver	180,454,341	178,520,342	(1,934,000)	
CIH Waiver	537,553,477	535,637,825	(1,915,652)	
Health and Wellness Waiver	369,736,803	370,775,740	1,038,937	
1915(i) Case Management/State Plan HCBS	11,687,183	12,215,217	528,033	
PACE Capitation Payments	31,584,860	32,121,199	536,339	
NEMT Program	7,290,036	7,313,617	23,581	
State Plan Services FFS	1,111,397,758	1,084,705,443	(26,692,316)	

- Total Fee-for-Service expenditures were \$21.4M (0.8%) more than forecast
- State Plan FFS expenditures drove the negative variance to forecast
- The State Plan FFS negative variance was due to higher than forecasted expenditures for Pharmacy, Durable Medical Equipment, Physician Services and Home Health Services
- Long-Term Institutional Care had a positive variance to forecast due to lower than forecasted expenditures for Psychiatric Residential Treatment Facilities (PRTF) and Nursing Facilities

Medicaid spending compared to forecast

Other expenditures and collections

Expenditures

Other Expenditures and Collections

Medicare Buy-in Payments

Part D Clawback Payments

Pharmacy Rebates

TPL

CHIP II Premiums

MedWorks Premiums

SFY 2026 Year to Date		Variance (\$) Actuals YTD to Dec 2025 Forecast
December 2025 Actual Spent	Forecast	
(\$562,233,637)	(\$485,947,215)	\$76,286,422
260,060,398	268,380,065	8,319,667
159,322,400	160,577,550	1,255,150
(955,242,253)	(885,635,825)	69,606,428
(21,959,927)	(24,803,353)	(2,843,425)
(3,858,059)	(3,911,106)	(53,048)
(556,196)	(554,545)	1,651

- Other expenditures and collections for December 2025 YTD were \$76.3M (15.7%) more than forecast
- Pharmacy rebates and Medicare Buy-in Payments were the drivers of the forecast variance



Medicaid spending compared to forecast

Manual expenditures

Expenditures

Manual Expenditures

DSH Payments
Nursing Facility UPL Payments
FQHC/RHC Supplemental Payments
FQHC/RHC HIP Supplemental Payments
Graduate Medical Education Payments
Ambulance Supplemental Payments
Physician Faculty Access to Care Payments - FFAC
CHIP-Refunds
Stabilization Grant Funding to Providers
Other Miscellaneous Payments

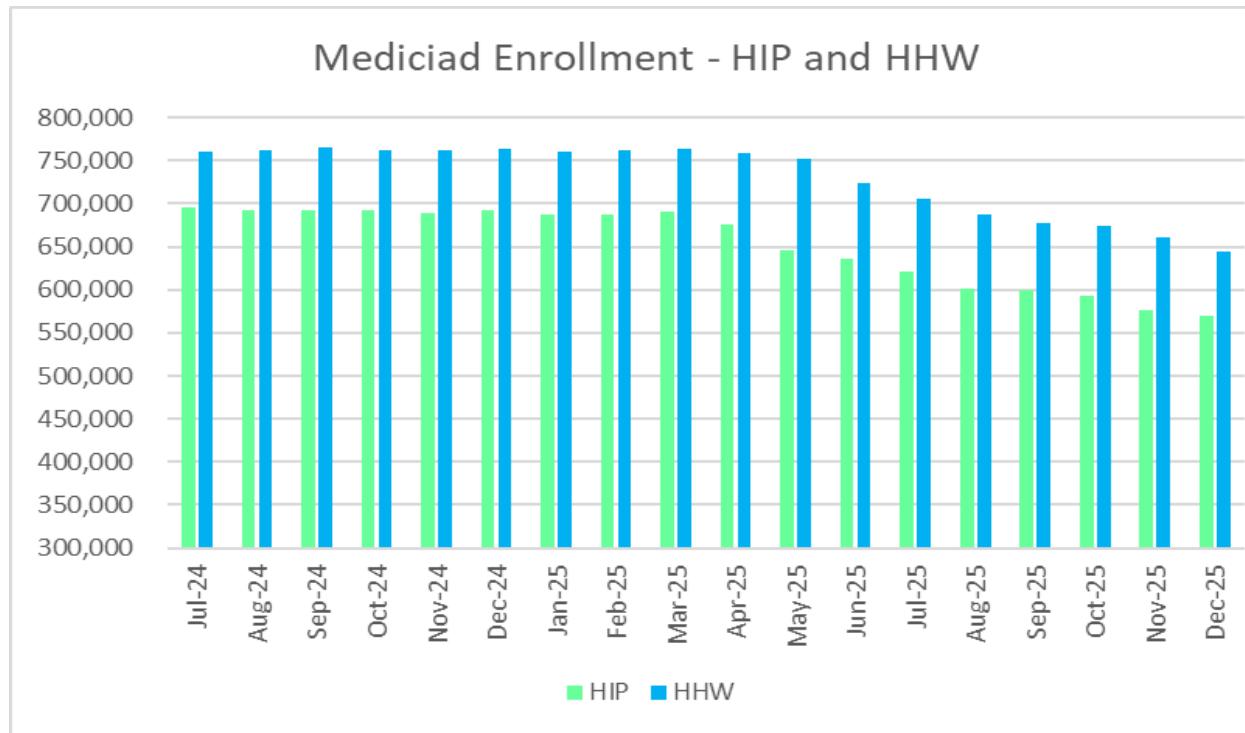
	SFY 2026 Year to Date		Variance (\$)
	Actual Spent	December 2025 Forecast	
Manual Expenditures	\$854,124,867	\$1,151,932,903	\$297,808,036
DSH Payments	298,671,897	382,407,216	83,735,319
Nursing Facility UPL Payments	326,838,999	568,448,412	241,609,413
FQHC/RHC Supplemental Payments	178,553,213	86,384,314	(92,168,900)
FQHC/RHC HIP Supplemental Payments	1,088,846	80,142,966	79,054,120
Graduate Medical Education Payments	38,228,588	26,825,846	(11,402,742)
Ambulance Supplemental Payments	12,127,560	12,133,167	5,607
Physician Faculty Access to Care Payments - FFAC	9,617,045	9,617,045	0
CHIP-Refunds	12,922	14,331	1,409
Stabilization Grant Funding to Providers	0	0	0
Other Miscellaneous Payments	(11,014,203)	(14,040,394)	(3,026,191)

- Manual Expenditures for December 2025 YTD were \$297.8M (25.9%) less than forecast
- The primary drivers of the variance are DSH Payments and Nursing Facility Supplemental Payments



Medicaid assistance – Medicaid “Watch Areas”

Enrollment for Hoosier Healthwise (HHW) and Healthy Indiana Plan (HIP)

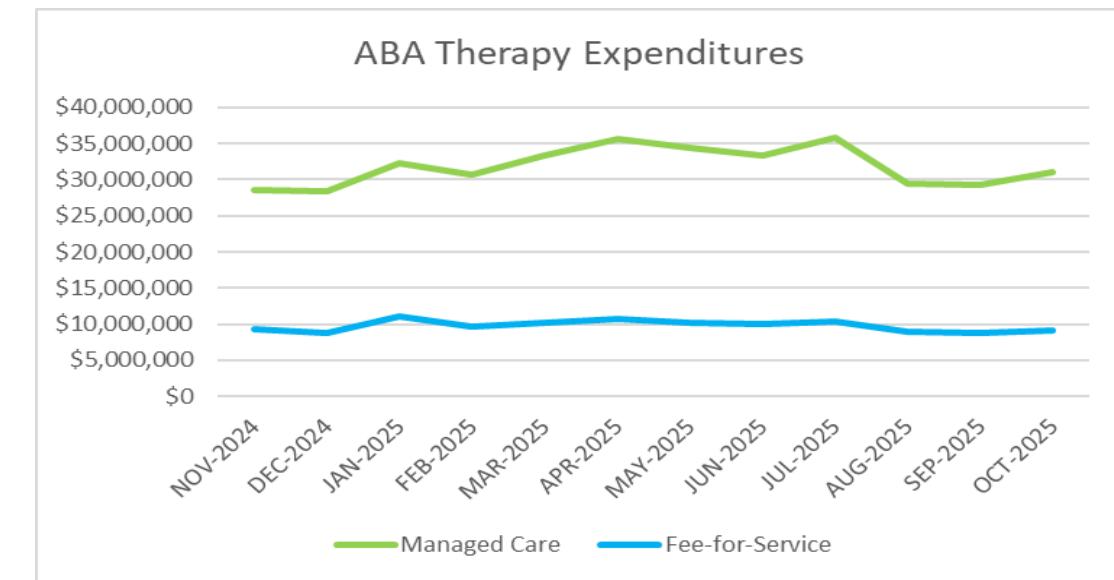
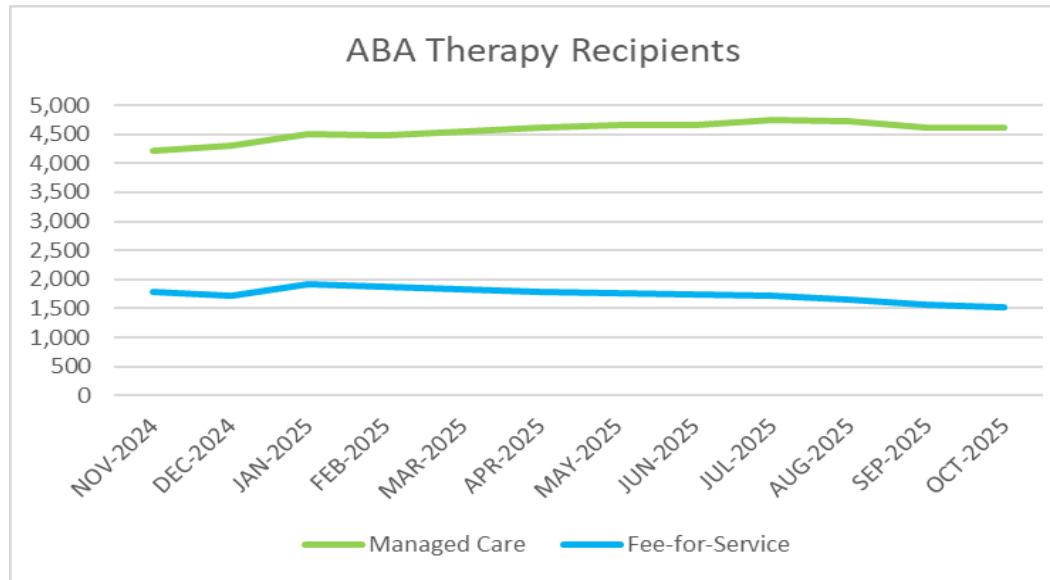


Month	Actual Enrollment			
	HIP	Change	HHW	Change
Jul-24	695,476		760,278	
Aug-24	692,951		762,518	
Sep-24	692,028		765,196	
Oct-24	693,083		761,537	
Nov-24	689,465		761,366	
Dec-24	691,615		762,946	
Jan-25	687,041		760,326	
Feb-25	688,251		762,300	
Mar-25	691,075		764,192	
Apr-25	676,511	-2.1%	758,075	-0.8%
May-25	646,116	-4.5%	751,913	-0.8%
Jun-25	636,033	-1.6%	723,444	-3.8%
Jul-25	620,948	-2.4%	705,342	-2.5%
Aug-25	600,671	-3.3%	686,686	-2.6%
Sep-25	599,014	-0.3%	677,762	-1.3%
Oct-25	592,352	-1.1%	673,518	-0.6%
Nov-25	575,733	-2.8%	660,236	-2.0%
Dec-25	569,160	-1.1%	643,959	-2.5%

- From March 2025 to December 2025, HIP enrollment has declined by **17.6%** and HHW enrollment has declined by **15.7%**
- The rate of enrollment decrease slowed in September and October, but resumed for November and December
- Decreases are tied to changes in the Medicaid Eligibility Redetermination processes and are expected to continue through the first quarter of CY 2026

Medicaid assistance – Medicaid “Watch Areas”

Applied Behavior Analysis (ABA) Therapy

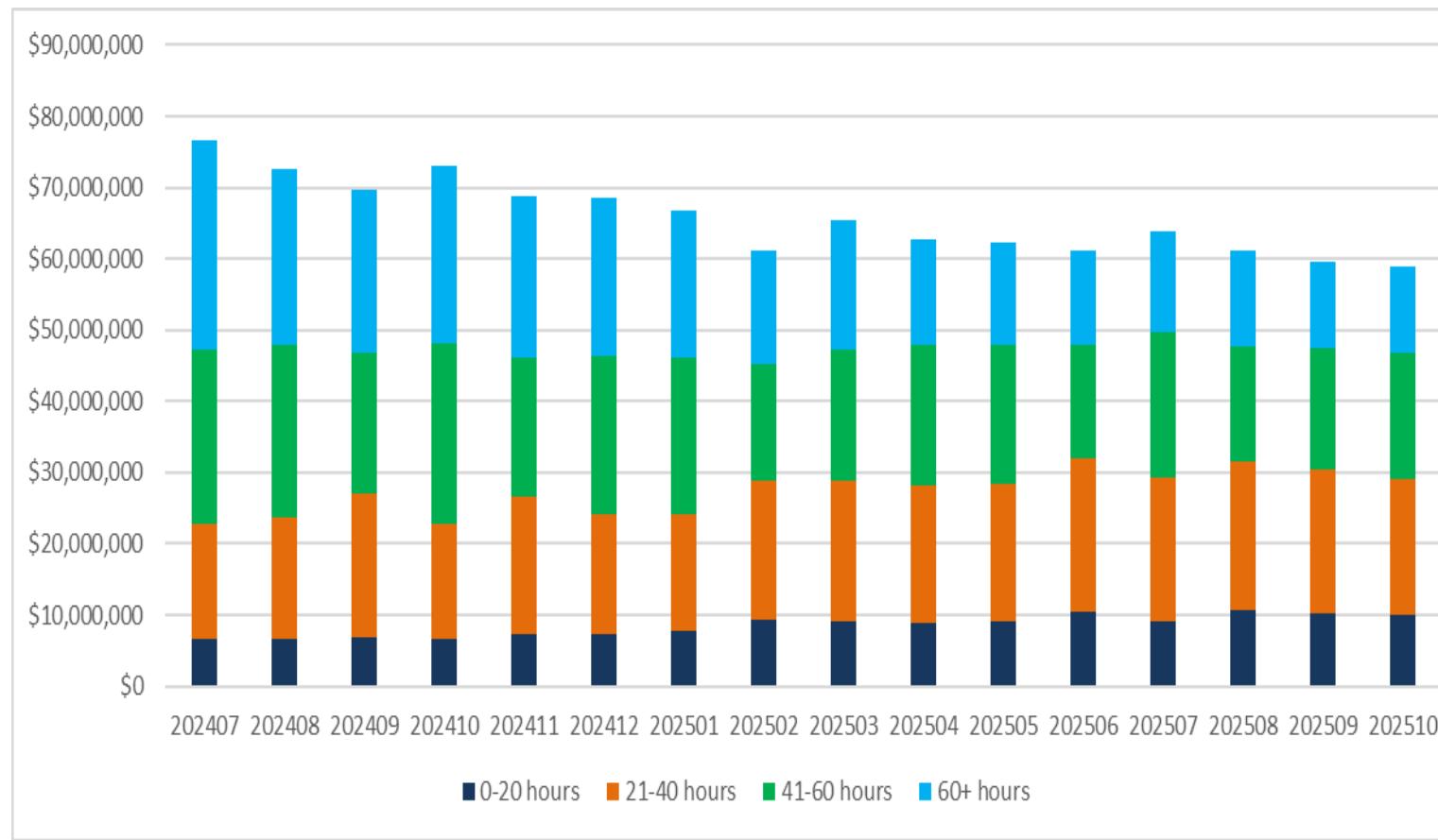


- Managed Care Programs are showing 15% year over year growth in ABA Therapy Recipients for SFY 2026, which is a reduction from the 25% recipient growth seen in SFY 2025
- The State FFS program is showing a 13% decline in ABA Therapy recipients

- Managed Care Programs are showing 3% year over year growth in ABA Therapy Expenditures for SFY 2025, down from the 21% growth seen for SFY 2025
- FFS ABA Therapy expenditures for are showing year over year reductions of 12% for SFY 2026

Medicaid assistance – Medicaid “Watch Areas”

Attendant Care Services – PathWays for Aging Program

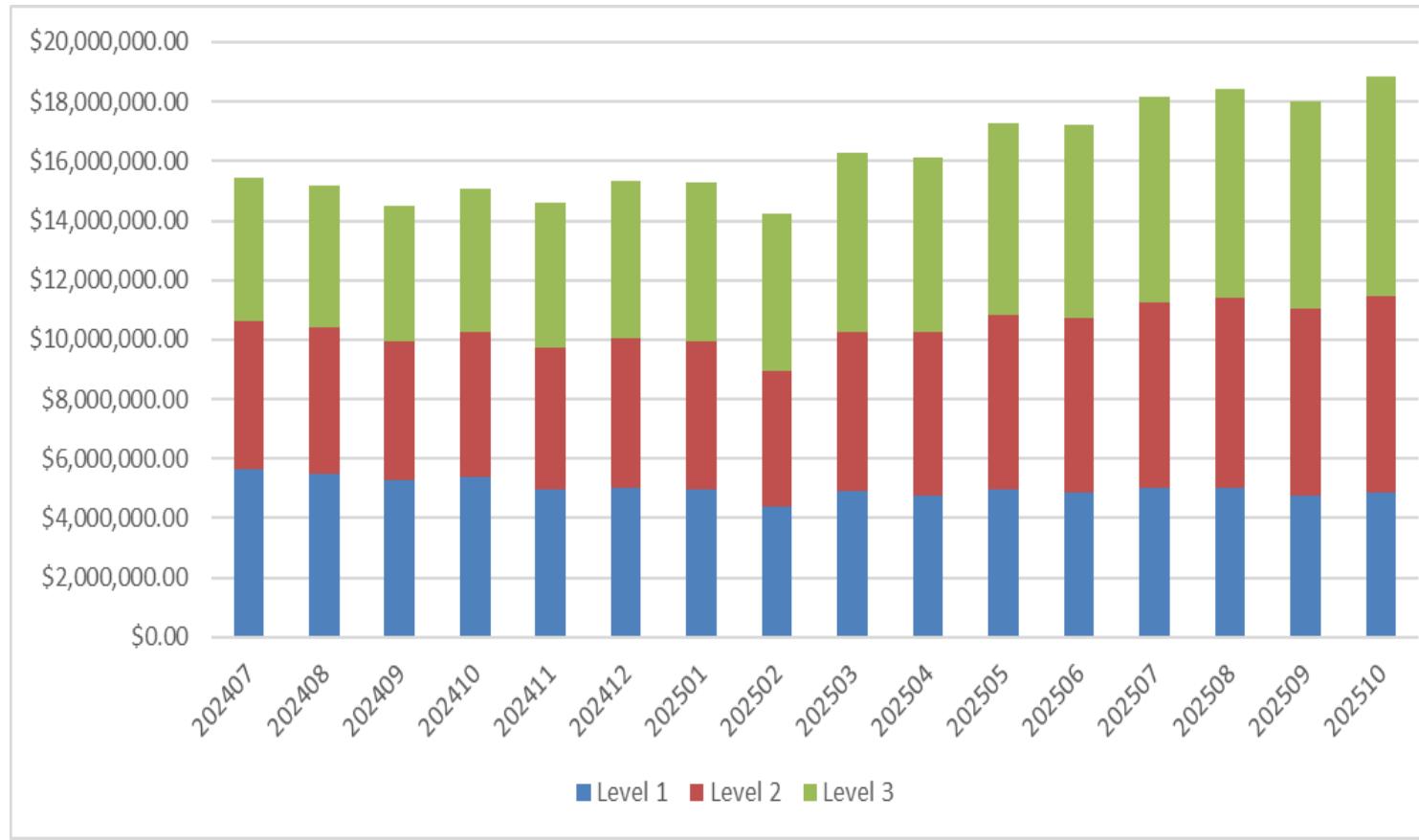


PathWays for Aging Attendant Care Expenditures

- Attendant Care spend continues to decrease for the PathWays program, but the rate of decrease has slowed
- The expenditures for Q1 SFY 2026 were \$2M less than Q4 SFY 2025
- Cost increases for Structured Family Caregiving services are outpacing the Attendant Care decrease

Medicaid assistance – Medicaid “Watch Areas”

Structured Family Caregiving – PathWays for Aging Program



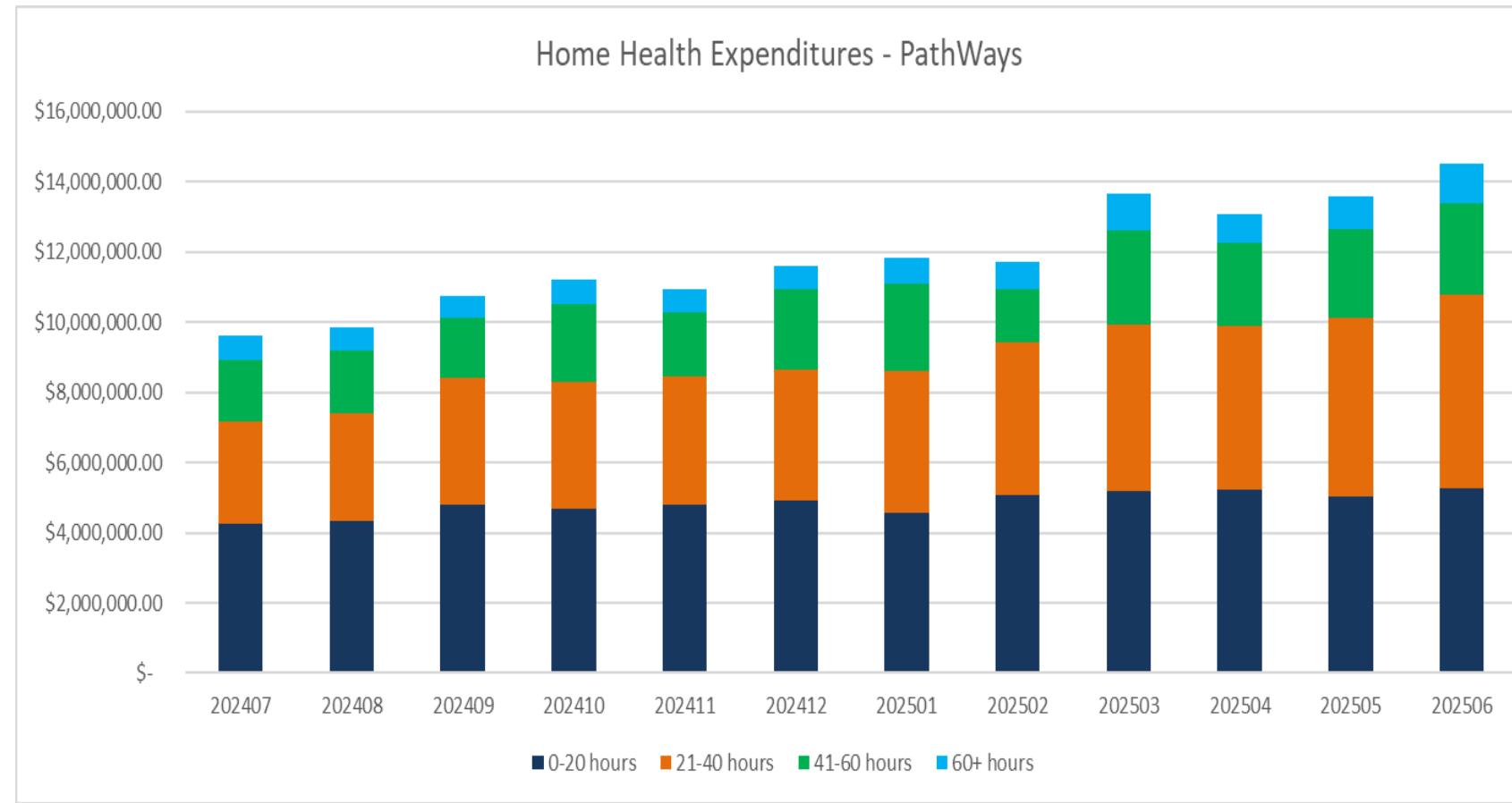
PathWays for Aging Structured Family Caregiving

- Structured Family Caregiving expenditures continue to increase for the PathWays program
- The expenditures for Q1 SFY 2026 were \$4M more than Q4 SFY 2025



Medicaid assistance – Medicaid “Watch Areas”

Home Health Services – PathWays for Aging Program



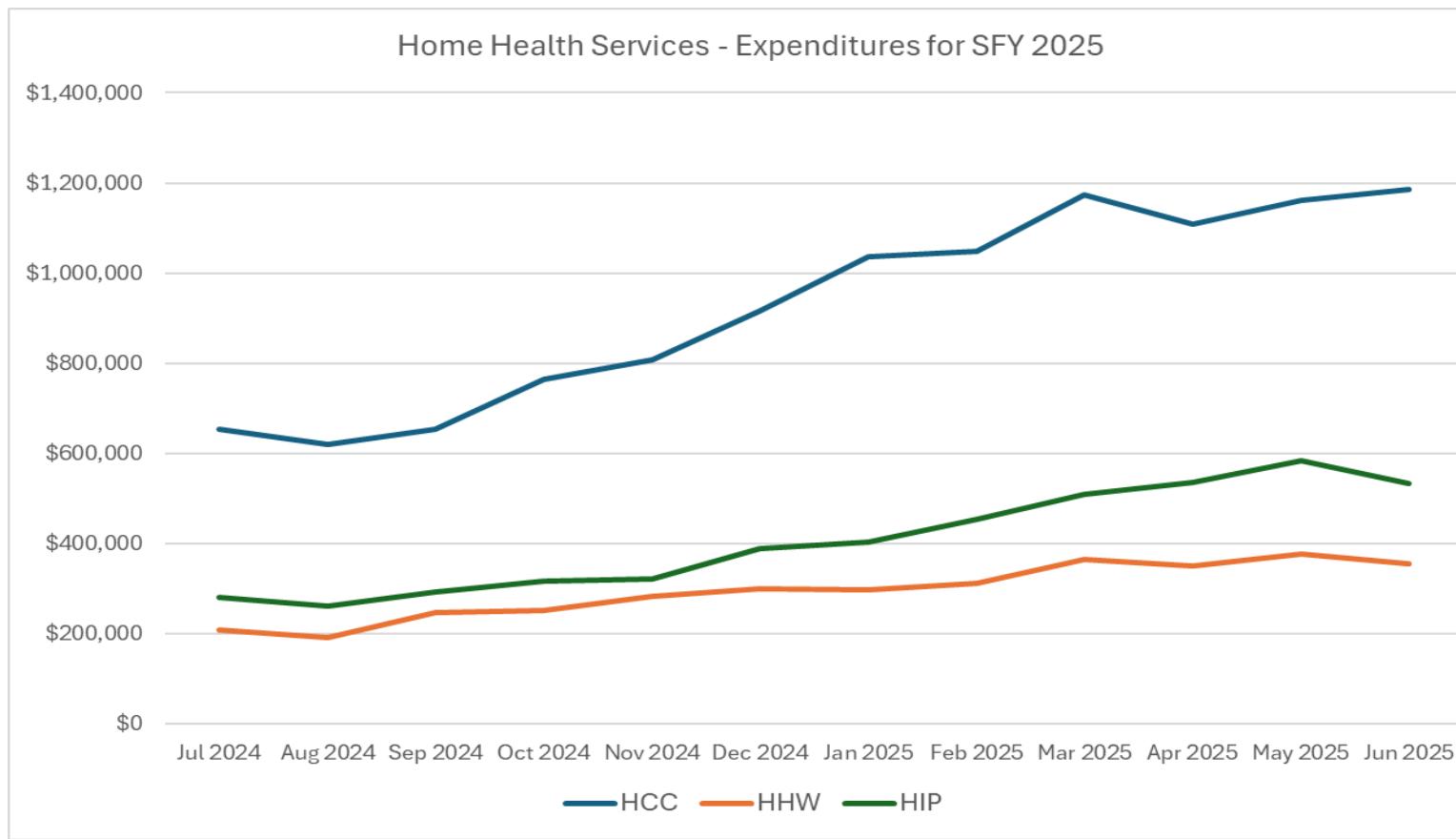
PathWays for Aging Home Health Services

- Home Health Services expenditures grew by \$3.4M to \$4.0M each quarter of SFY 2025
- Increased spend was seen for both members receiving Attendant Care Services and members that are not receiving Attendant Care Services



Medicaid assistance – Medicaid “Watch Areas”

Home Health Services – HCC / HHW / HIP



Home Health Services

Material increases in Home Health expenditures were seen in SFY 2025 for Hoosier Care Connect, Hoosier Healthwise and the Healthy Indiana Plan.

Increases from Jul 2024 to Jun 2025 were as follows:

- HCC 82%
- HHW 71%
- HIP 90%



Medicaid assistance funding

December 2025

	<i>SFY 2026 Year to Date</i>
Medicaid Assistance Expenditures	\$8,825,170,268
Funding	
Federal Funds	(6,012,117,154)
Intergovernmental Transfers	(161,843,273)
Provider Tax Receipts	(73,888,837)
HAF Funding	(364,242,802)
HIP Funding	(127,084,805)
Other	(64,648)
QAF Transfer - IC 16-28-15-8(a)(2)	19,455,918
HAF Transfer - IC 16-21-10-14(1)	19,455,918
Total IGT and Federal Funding	(6,719,785,601)
YTD General Fund Need (Expenditures - IGTS and Federal Funding)	2,105,384,667
YTD General Fund Appropriation	2,418,250,000
(Shortfall)/Surplus YTD	312,865,333
CHIP Funding	
Federal	184,293,723
CHIP GF	52,426,025
CHIP HAF	\$7,909,839



Clinical operations

- a. Mental Health
- b. Pregnancy Promise



Mental health

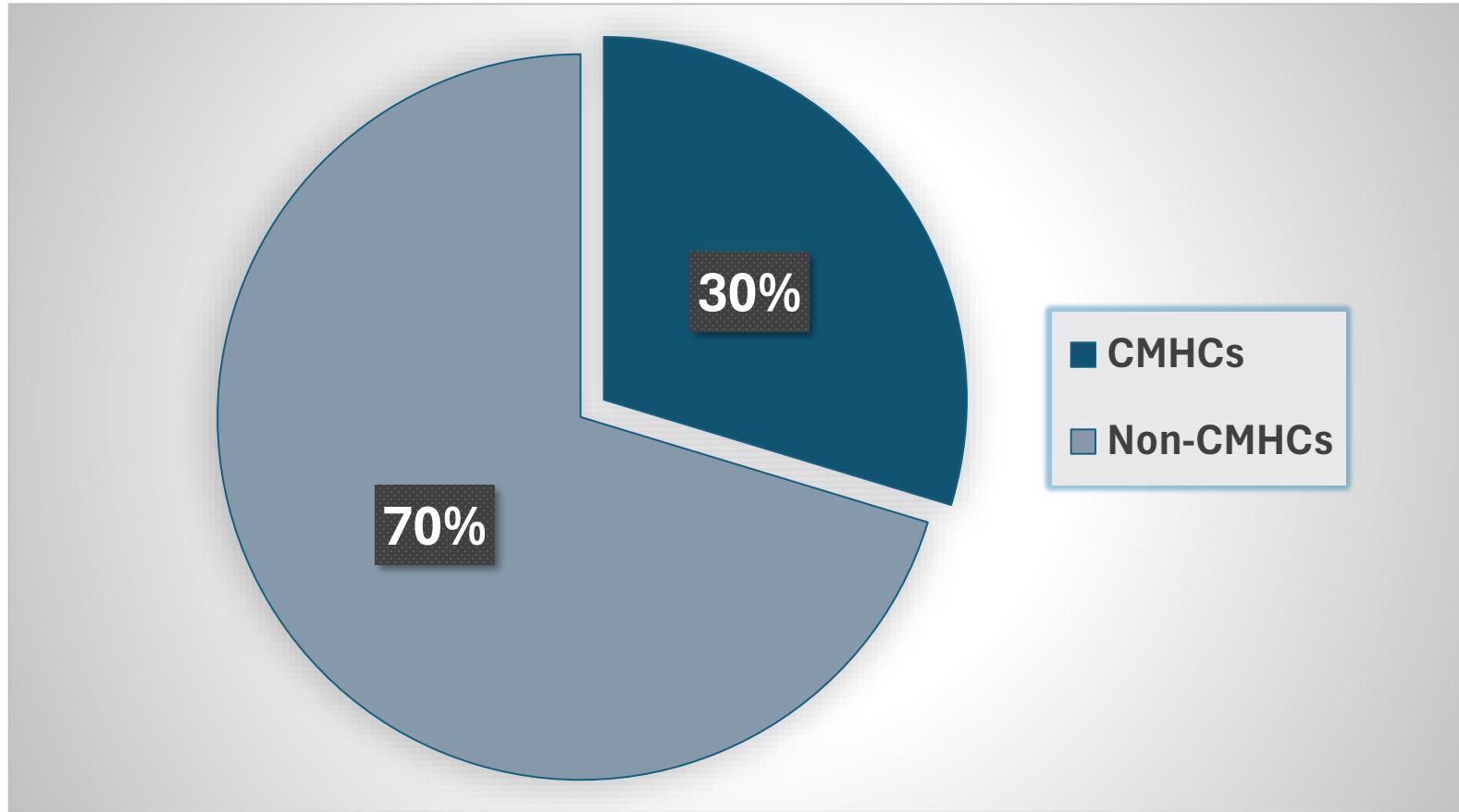
Agenda:

- Mental Health Benefits
- Mental Health CY 2024
- Service Recipients in CMHCs CY 2024
- Mental Health CMHC Expenditures CY 2024
- Skills Training Recipients CY 2024
- Skills Training Expenditures CY 2024
- Total Medicaid Spend: Mental Health, ABA, SUD

Mental health CY 2024

<u>TOTAL</u>	Fee for Service	Hoosier Healthwise & CHIP	Healthy Indiana Plan	Hoosier Care Connect	Indiana Pathways for Aging
Members with MH Diagnoses <u>607,698</u>	162,303	HHW: 140,933 CHIP: 10,398	264,264	46,853	46,698
Members Receiving MH Benefits <u>444,852</u>	83,415	HHW: 112,870 CHIP: 8,838	219,162	42,315	21,921
Cost of MH Benefits (excluding ABA) <u>\$1,047,158,653</u>	\$255,640,400	HHW: \$229,878,189 CHIP: \$8,978,311	\$378,804,422	\$151,078,254	\$22,779,077
Cost of ABA <u>\$445,792,749</u>	\$125,920,981	HHW: \$161,641,273 CHIP: \$12,762,462	\$57,188	\$145,410,845	\$0

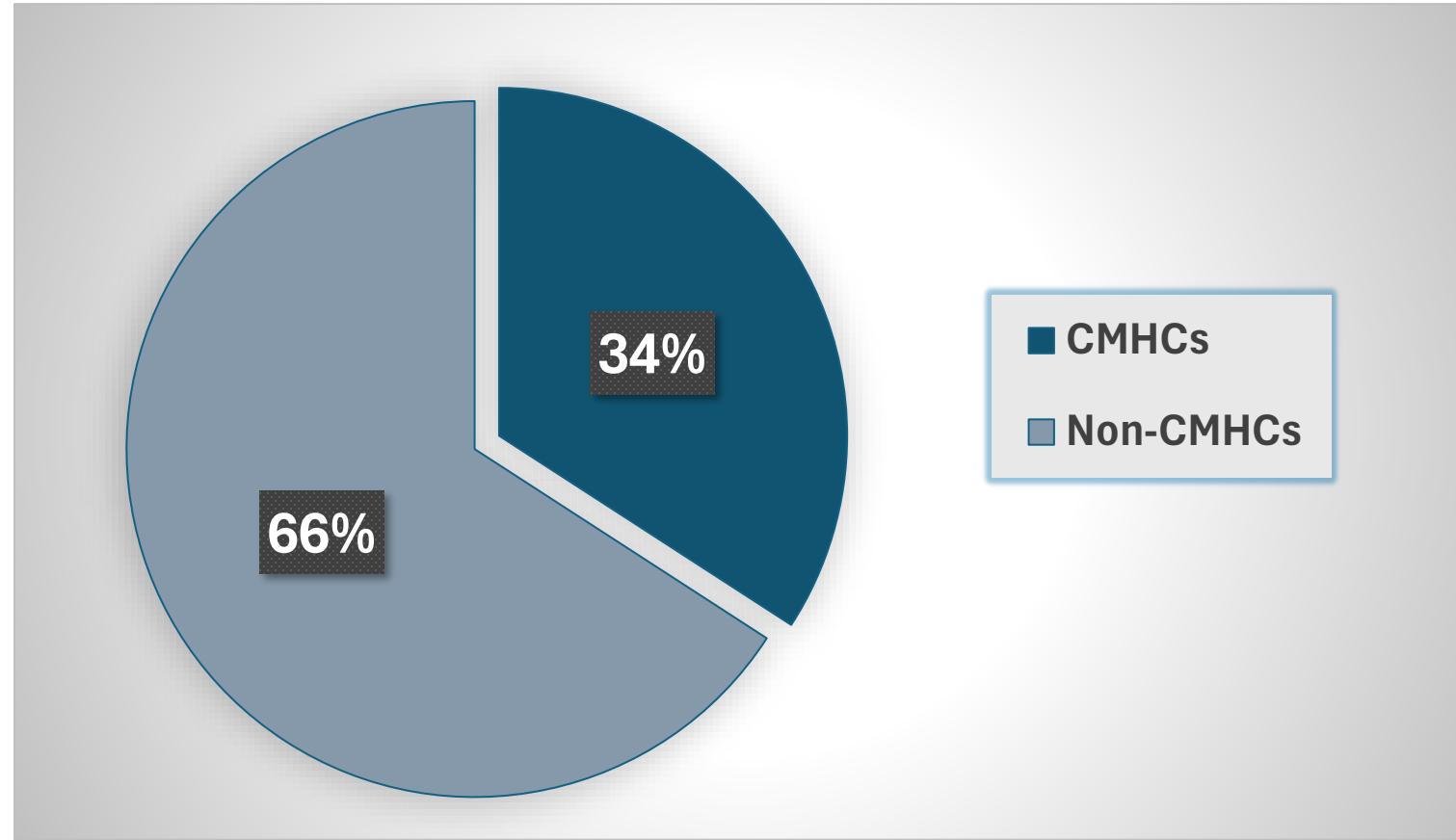
Service recipients in CMHCs CY 2024



Total Members Receiving MH Benefits	Members Receiving MH Benefits in CMHCs
444,852	132,066



Mental health CMHC expenditures CY 2024



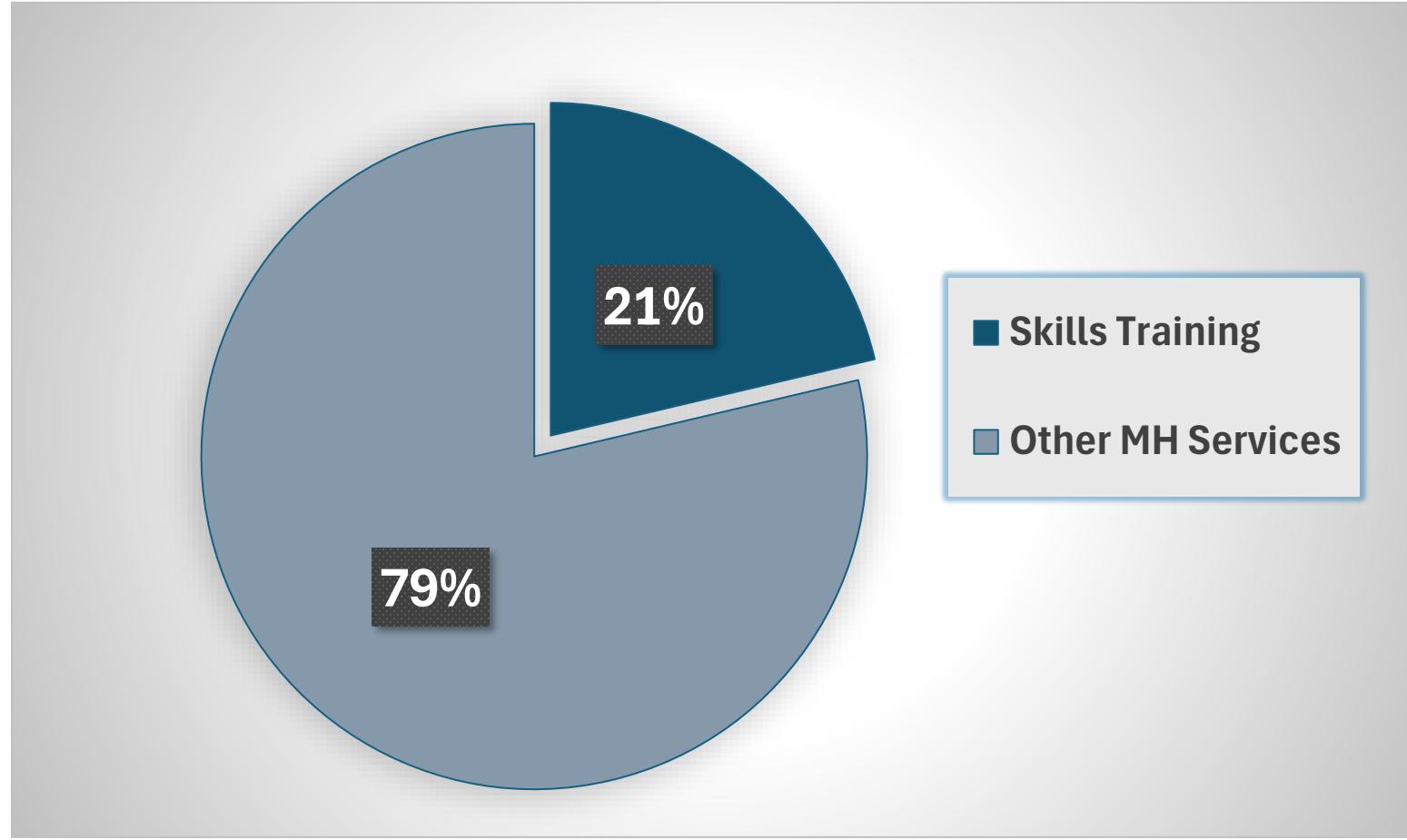
Total Cost of MH Benefits Excluding ABA	Cost of MH Services in CMHCs
\$1,047,158,653	\$357,580,757

Skills training recipients CY 2024

<u>TOTAL</u>	Fee for Service	Hoosier Healthwise & CHIP	Healthy Indiana Plan	Hoosier Care Connect	Indiana Pathways for Aging
Members Receiving MH Benefits 444,852	83,415	HHW: 112,870 CHIP: 8,838	219,162	42,315	21,921
Subset of Members Receiving Skills Training 55,466	13,637	HHW: 26,524 CHIP: 2	9,239	8,422	3,160



Skills training expenditures CY 2024



Total Cost of MH Benefits Excluding ABA	Cost of Skills Training
\$1,047,158,653	\$223,147,892

Total Medicaid spend: Mental health, ABA & SUD

TOTAL	Fee for Service	Hoosier Healthwise & CHIP	Healthy Indiana Plan	Hoosier Care Connect	Indiana Pathways for Aging
Members Receiving MH Benefits <u>444,852</u>	83,415	HHW: 112,870 CHIP: 8,838	219,162	42,315	21,921
Cost of MH Benefits (excluding ABA) <u>\$1,047,158,653</u>	\$255,640,400	HHW: \$229,878,189 CHIP: \$8,978,311	\$378,804,422	\$151,078,254	\$22,779,077
Members Receiving ABA Benefits <u>9,236</u>	3,247	HHW: 4,211 CHIP: 363	2	2,749	0
Cost of ABA Benefits <u>\$445,792,749</u>	\$125,920,981	HHW: \$229,878,189 CHIP: \$12,762,462	\$57,188	\$145,410,845	\$0
Members Receiving SUD Benefits <u>121,507</u>	13,218	HHW: 3,566 CHIP: 691	88,144	7,519	8,369
Cost of SUD Benefits <u>\$551,199,309</u>	\$129,974,908	HHW: \$7,025,509 CHIP: \$5,234,919	\$357,138,972	\$31,187,446	\$20,637,555
Cost of Mental Health, ABA & SUD <u>\$2,044,150,711</u>	\$511,536,289	\$425,520,663	\$736,000,582	\$327,676,545	\$43,416,632

Quarterly Financial Review Pregnancy Promise

Agenda:

- Pregnancy Promise Program Financials



Indiana Pregnancy Promise Program

December 2025

Expenditures

.1 Personnel Services
.2 Utilities Expenses
.3 External Services Expense
.4 Supplies Materials Parts
.5 Capital
.7 Grant Expense
.8 Social Service Payments
.9 Administrative Expense
ID Bills
Total Expenditures

	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			SFY 2026 Total Expenditures			
		Actual	Budget		Variance	Forecast		
.1 Personnel Services	\$21,706	\$101,296	\$295,681	\$194,384		\$188,122	\$591,361	\$403,239
.2 Utilities Expenses	-	-	-	-	-	-	-	-
.3 External Services Expense	26,414	291,185	614,958	323,773		1,229,916	1,229,916	-
.4 Supplies Materials Parts	-	-	3,059	3,059		6,118	6,118	-
.5 Capital	-	-	-	-	-	-	-	-
.7 Grant Expense	-	-	-	-	-	-	-	-
.8 Social Service Payments	10,563	12,992	-	(12,992)		12,992	-	(12,992)
.9 Administrative Expense	270	6,804	483,470	476,665		784,726	966,939	182,213
ID Bills	1,513	8,753	405,118	396,364		671,744	810,235	138,491
Total Expenditures	\$60,466	\$421,031	\$1,802,285	\$1,381,254		\$2,893,618	\$3,604,569	\$710,951

Funding

State Funds
Federal Funds
Dedicated Funds
Total Funding

	Current Month Funding December 2025	Year to Date Funding December 2025			SFY2026 Total Funding			
		Actual	Budget		Variance	Forecast		
State Funds	\$0	\$0	\$0	\$0		\$0	\$0	\$0
Federal Funds	57,827	418,391	1,802,285	1,383,893		1,725,441	2,436,392	710,951
Dedicated Funds	2,639	2,639	-	(2,639)		1,168,177	1,168,177	-
Total Funding	\$60,466	\$421,030	\$1,802,285	\$1,381,254		\$2,893,618	\$3,604,569	\$710,951

Medicaid administration

Medicaid Administration

- Overview
- Expenditures
- Budget Summary
- Staffing
- Contracts



Medicaid administration overview

Medicaid administrative costs represent a relatively small portion of total Medicaid spending (<1% for OMPP).

In general, costs incurred by states in administering the Medicaid program are matched by the federal government at a 50 percent rate. There are, however, some types of administrative functions which are matched at higher rates.

90% Federal Match

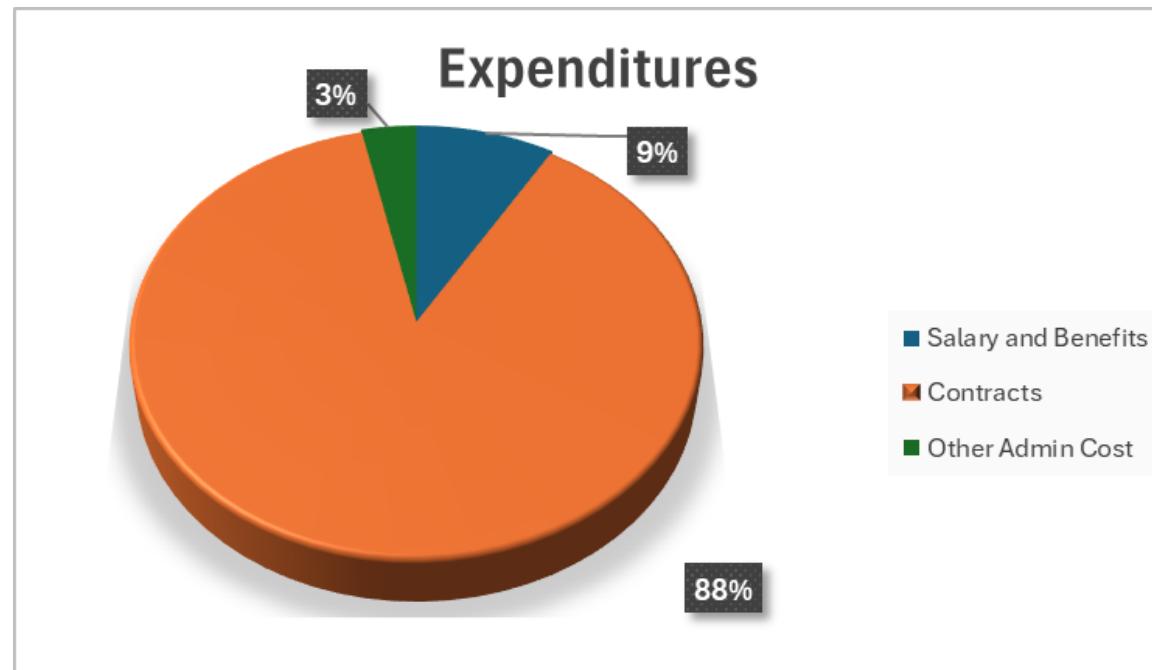
- Claims and Eligibility System Design, Development and Implementation

75% Federal Match

- Claims and Eligibility System Maintenance and Operations
- Electronic Visit Verification System
- Program Integrity
- Managed Care Review Activities (External Quality Reviews)
- Preadmission Screening
- Skilled Medical Professionals (DMHA)

Medicaid administration expenditures

SFY 2026 YTD Expenditures (July – December)



Expense Category	Expenditures
Salary and Benefits	\$6,382,984
Contracts	65,468,159
Other Admin Cost	2,517,179
Totals	\$74,368,322



Medicaid administration summary

December 2025

Expenditures

.1 Personnel Services
.3 External Services Expense
.4 Supplies Materials Parts
.5 Capital
.8 Provider Application Fees
.9 Administrative Expense
ID Bills (IOT Expense)
Totals Expenditures

Expenditures	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
.1 Personnel Services	\$1,354,390	\$6,382,984	\$7,243,252	\$860,267	\$13,375,494	\$14,143,765	\$768,272
.3 External Services Expense	9,366,258	65,468,159	88,719,684	23,251,526	171,764,116	162,680,243	(9,083,873)
.4 Supplies Materials Parts	1,601	3,029	2,651	(378)	6,366	6,366	-
.5 Capital	-	437	4,146	3,709	704	9,121	8,417
.8 Provider Application Fees	(37,960)	(225,570)	(359,720)	(134,150)	(451,141)	(650,355)	(199,215)
.9 Administrative Expense	8,601	86,606	419,408	332,802	173,899	584,679	410,780
ID Bills (IOT Expense)	81,791	2,652,677	2,638,343	(14,334)	3,927,490	3,915,121	(12,368)
Totals Expenditures	\$10,774,682	\$74,368,322	\$98,667,763	\$24,299,441	\$188,796,927	\$180,688,940	(\$8,107,988)

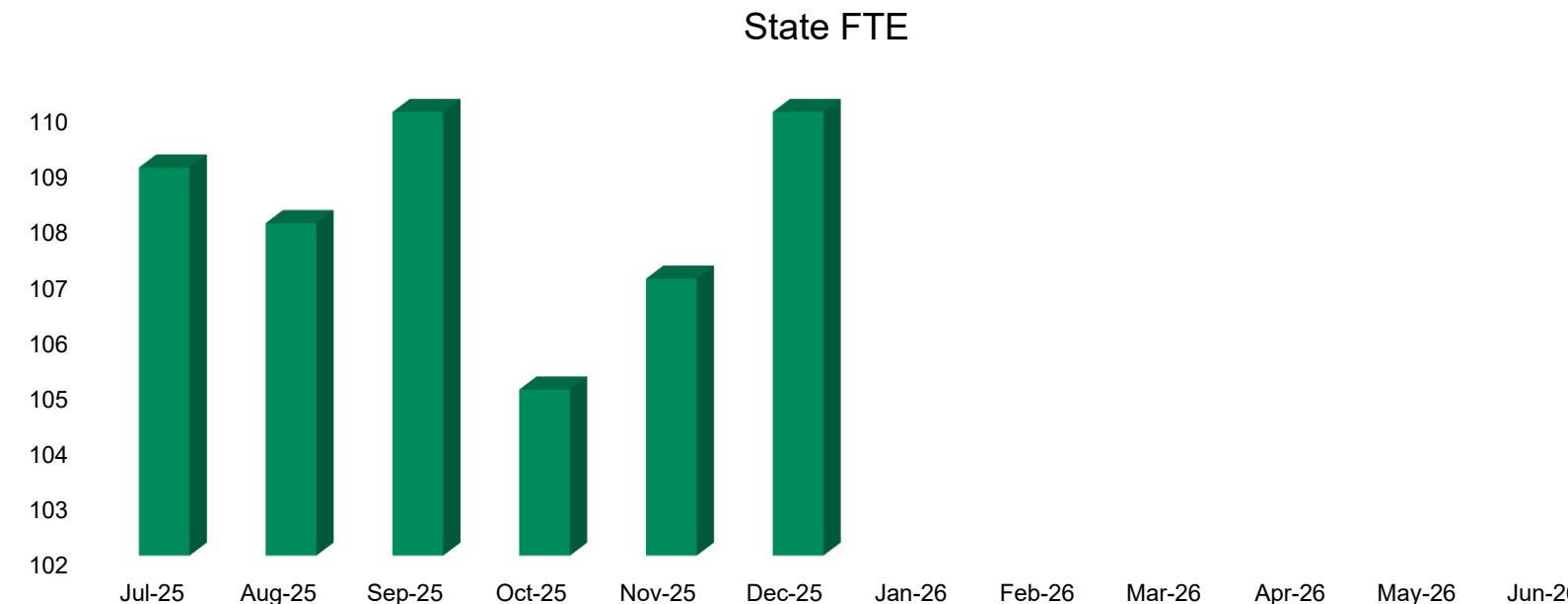
Funding

State General Fund
Federal
Dedicated
Total Funding

Funding	Current Month Funding December 2025	Year To Date Funding December 2025		Variance	SFY 2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State General Fund	\$2,232,133	\$20,360,086	\$27,310,752	6,950,666	\$54,889,696	\$52,566,584	(\$2,323,111)
Federal	7,987,733	52,342,027	69,039,957	16,697,930	129,224,986	123,580,038	(5,644,948)
Dedicated	554,815	1,666,209	2,317,054	650,845	4,682,246	4,542,318	(139,928)
Total Funding	\$10,774,682	\$74,368,322	\$98,667,764	\$24,299,441	\$188,796,928	\$180,688,940	(\$8,107,988)

OMPP staffing summary

Month	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	YTD Average
State FTE	109	108	110	105	107	110							108



Medicaid administration major contracts

Major Contracts	Service	Contract Period		Total Contract Value	Annual Contact Amount SFY 2026	Federal Funding	State Funding	YTD Expenditures Thru 12/2025	Current Balance
Gainwell Technologies LLC	Fiscal Agent	7/1/2023	6/30/2027	\$207,137,941	\$50,950,371	\$37,520,223	\$13,430,148	\$10,395,508	\$40,554,863
Optum Government Solutions	Data Warehouse	1/1/2019	12/31/2025	102,968,422	7,684,733	6,147,787	1,536,947	5,558,063	2,126,671
Myers & Stauffer	Rate Setting	1/1/2019	6/30/2027	84,770,794	9,055,201	4,527,601	4,527,601	-	9,055,201
Maximus US Services Inc	Level of Care Assessments	4/1/2024	3/31/2028	78,273,917	19,082,469	11,862,771	7,219,698	5,573,455	13,509,013
Optum Government Solutions	Data Warehouse	3/1/2025	6/30/2028	42,753,278	7,573,845	5,970,134	1,603,711	147,173	7,426,672
Optum RX Administrative Services	PBM	1/1/2022	12/31/2026	50,191,900	9,055,201	6,791,401	2,263,800	1,917,429	7,137,772
Health & Hospital Corp. (HHC)	Outreach and Eligibility	7/1/2021	6/30/2026	41,250,000	8,250,000	8,250,000	-	2,450,468	5,799,532
Keystone Peer Review Organization LLC (KEPRO)	Prior Auth & Utilization Management	7/1/2023	6/30/2027	31,980,590	7,654,677	5,741,008	1,913,669	2,608,242	5,046,435
Deloitte Consulting LLC	Actuary	7/1/2025	6/30/2029	25,304,654	5,984,575	2,992,288	2,992,288	1,460,656	4,523,919
Myers & Stauffer	LTC Audits	1/1/2019	12/31/2025	22,643,395	1,301,227	650,614	650,614	-	1,301,227
Total				\$687,274,890	\$126,592,300	\$90,453,825	\$36,138,475	\$30,110,995	\$96,481,305



OMPP thanks you for
your time and attention.

Presented Jan. 30, 2026

The FSSA Quarterly Financial Review will resume after a brief break.

Email questions to
askthesecretary@fssa.in.gov

Schedule:



[www.in.gov/fssa/
Quarterly-Financial-Reporting](http://www.in.gov/fssa/Quarterly-Financial-Reporting)



SFY26 Q2

Quarterly Financial Review

Division of Disability, Aging and Rehabilitative Services

Presented Jan. 30, 2026

Financial review outline

1. Division overview
 - a. Division-wide financial summary
2. By program
 - a. Bureau of Disabilities Services (BDS)
 - b. Bureau of Better Aging (BBA)
 - c. Bureau of Child Development Services (BCDS)
 - d. Bureau of Rehabilitation Services (BRS)
3. Division-wide metrics
 - a. Initiative updates
 - b. Appendix
 1. DDRS Admin Financial summary
 2. Aging Admin Financial Summary
 3. Contracts
 4. BBA Financial Summaries



The Division of Disability, Aging and Rehabilitative Services



DDARS

Here for every life at every age.



BCDS

Bureau of Child
Development
Services



BRS

Bureau of
Rehabilitation
Services



BDS

Bureau of
Disabilities
Services



BBA

Bureau of
Better Aging

DDARS overview

Bureau of Child Development Services (BCDS)	Bureau of Rehabilitation Services (BRS)	Bureau of Disabilities Services (BDS)	Bureau of Better Aging (BBA)
<ul style="list-style-type: none">Oversees First Steps which is Indiana's early intervention program that supports infants and toddlers from birth to their third birthday who have developmental delays or disabilities.First Steps supports families and caregivers by helping their children learn and grow through their family's everyday activities.Children learn to build relationships with other children and adults, develop independence, play and grow.	<ul style="list-style-type: none">Plans, establishes, and operates programs and services relating to vocational rehabilitation.Assists in finding resources to meet the needs of deaf and hard of hearing individuals.Provides entrepreneurial opportunities for VR participants who are legally blind.Centers for Independent Living provide services to persons with disabilities regardless of age or type of disability promoting independent living and full inclusion.	<ul style="list-style-type: none">Provides services for children and adults that enable them to live as independently as possible in their communities.Offers HCBS waiver services to support individuals with I/DD, physical disabilities and traumatic brain injuries.Assists individuals in receiving community supports using a person-centered approach to help determine which services are needed and who can best provide them.Offers Supervised Group Living (SGL) settings to support individuals with I/DD who seek structured residential supports.	<ul style="list-style-type: none">Identified State Unit on AgingOversees Adult Protective ServicesSupport Aging Hoosiers and Hoosiers with Disabilities through various programs and servicesResponsible for development and oversight of the State Plan on Aging.



DDRS financial summary

Program	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
Bureau of Child Development Services	\$ 6,220,297	\$ 35,990,618	\$ 37,011,346	\$ 1,020,728	\$ 74,034,359	\$ 81,935,701	\$ 7,901,342		
Bureau of Disability Services	2,839,388	19,026,821	20,736,792	1,709,971	37,198,661	39,897,561	2,698,900		
Bureau of Rehabilitative Services	9,310,455	56,807,970	59,599,346	2,791,376	109,763,983	113,774,430	4,010,447		
DDRS Administration	122,599	778,156	931,170	153,014	1,407,220	1,859,645	452,425		
Total Expenditures	\$ 18,492,740	\$ 112,603,565	\$ 118,278,654	\$ 5,675,090	\$ 222,404,223	\$ 237,467,337	\$ 15,063,114		

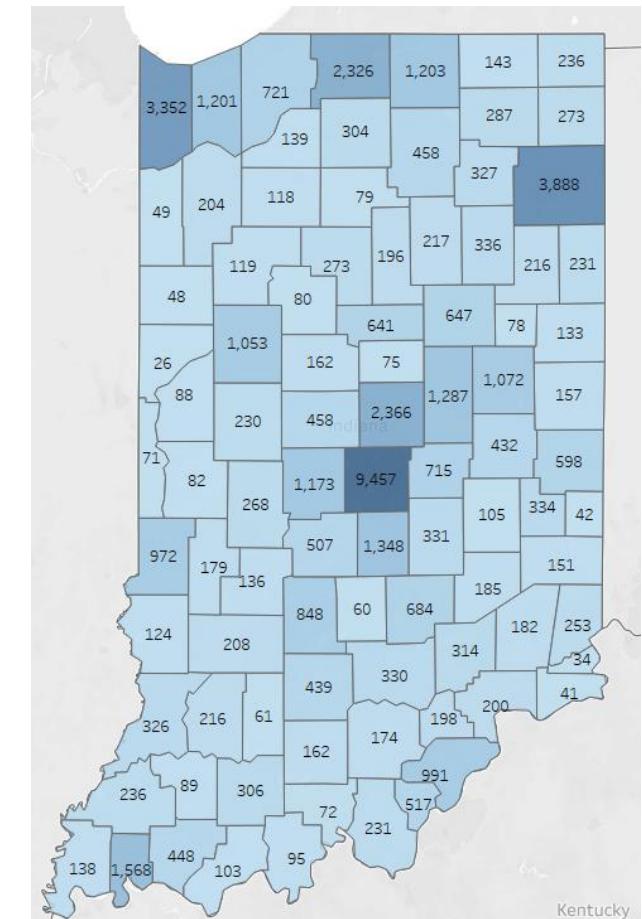
Sources of Funding	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 7,988,748	\$ 31,225,274	\$ 34,072,276	\$ 2,847,002	\$ 72,090,442	\$ 85,569,237	\$ 13,478,794.73		
Federal Funds	10,385,542	80,042,781	82,683,001	2,922,470	147,022,026	149,474,298	2,452,272		
Dedicated Funds	118,449	1,335,510	1,523,377	187,868	3,291,755	2,423,802	(867,953)		
Total Funding	\$ 18,492,740	\$ 112,603,565	\$ 118,278,654	\$ 5,675,090	\$ 222,404,223	\$ 237,467,337	\$ 15,063,114		

Bureau of Disabilities Services (BDS)

A centralized office and eight field offices

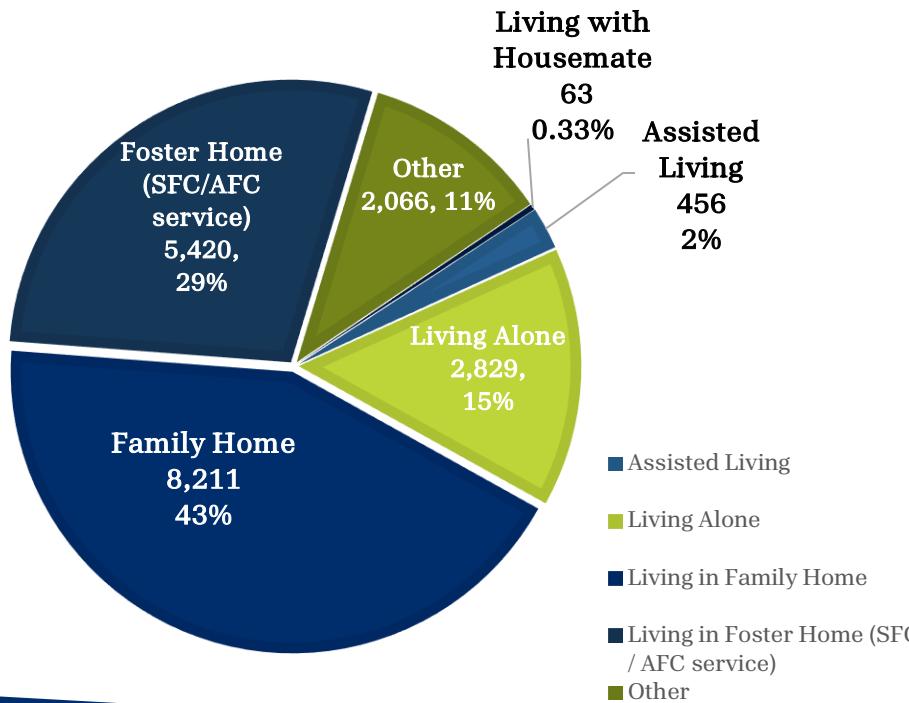
- Four Home- and Community-Based Services (HCBS) Waivers
- Serves as the Intake/Eligibility entity for individuals with Intellectual/Developmental Disabilities
- Licenses provider-owned and operated Supervised Group Living (SGL) facilities
- Field staff provide case management for individuals not supported through HCBS
- Field staff monitor SGLs and State Line Services
- Central Office enrolls HCBS Providers
- Central Office monitors HCBS Waiver provider compliance and contract with Liberty of Indiana for quality assurance
- BDS contracts with six entities to provide case management for the Family Supports Waiver (FSW) and Community Integration & Habilitation Waiver (CIH) via selective contracting waiver

Participants Served per County – SFY26 Q2 (10/1/25-12/31/25)



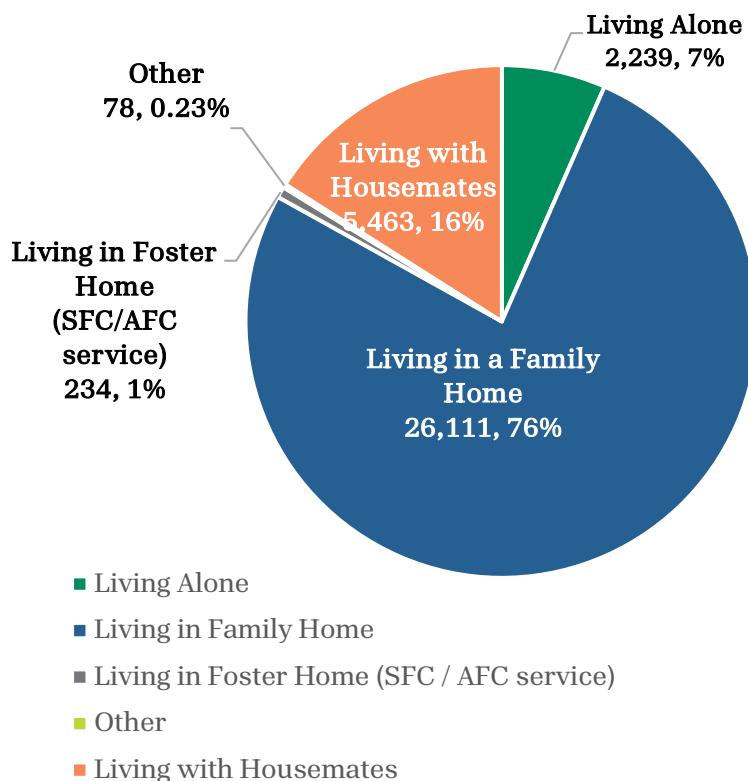
BDS Medicaid Home- & Community-Based waivers

H&W, TBI, AND MFP-H&W LIVING ARRANGEMENTS AS OF 12/31/2025



	SFY2026Q2	SFY2025Q2
Enrollment		
Applications for BDS IID Services	1,473	2,079
# on Family Supports Waiver Waitlist	11,296	8,753
# on Health & Wellness Waiver Waitlist	6,174	4,617
Enrollment – All Waivers	49,074	N/A
New Enrollments – All Waivers	3,462	N/A
Outcomes and Invitation Process		
Caseload Per BDS Service Coordinator	2,303	N/A
Number of Invitations to H&W	352	1,499
Number of Invitations to FSW	0	770
Number of Invitations to CIH	56	148
Number of Invitations to TBI	3	15

CIH, FS, and MFP-CIH Living Arrangements
as of 12/31/2025

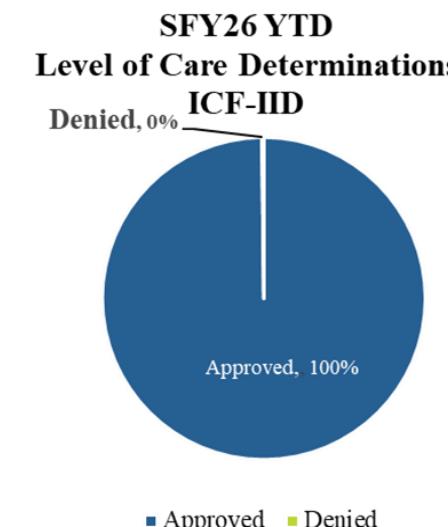
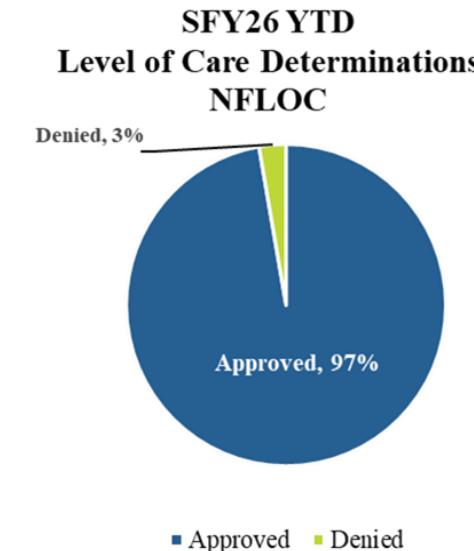


BDS HCBS Program metrics

December 2025 Active Count	December 2025 Avg Authorized Waiver Budget	SFY26 Active Count	SFY26 Avg Waiver Authorized Per Member Per Year
Family Supports Waiver	\$20,779	24,916	\$20,779
Community Integration & Habilitation Waiver	\$129,752	9,309	\$129,752
Avg for IDD population		34,225	\$54,552
Health & Wellness Waiver	\$63,478	13,111	\$63,478
Traumatic Brain Injury Waiver	\$85,464	182	\$85,464
Money Follows the Person	\$37,880	19	\$20,182

Level of Care (LCAR/LOC)

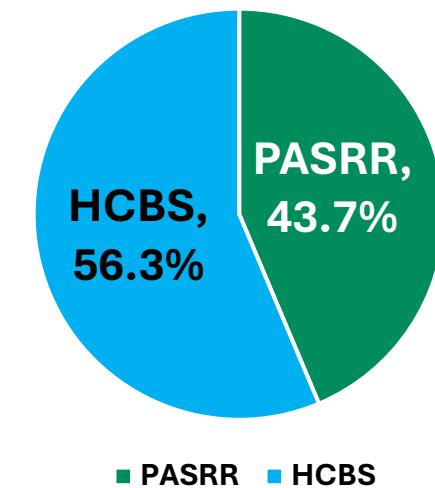
- LCAR- PASRR and NFLOC
 - Nursing Facility Placement Assessments - 31,897
 - HCBS Assessments – 41,157
- ICF/IID
 - New Tool Implemented January 2026
 - Analyzing Data through August 2026
 - Assessments for Individuals w/ Intellectual and Developmental Disabilities – 29,391



Nursing facility Level of Care process for Nursing facility admission

- Hybrid approach
 - Continued Stay Assessments only
 - < 50% completed by LCAR vendor
 - Pilot 24 nursing facilities per quarter
 - Identified facilities will be notified and trained

SFY26 YTD NFLOC Assessments

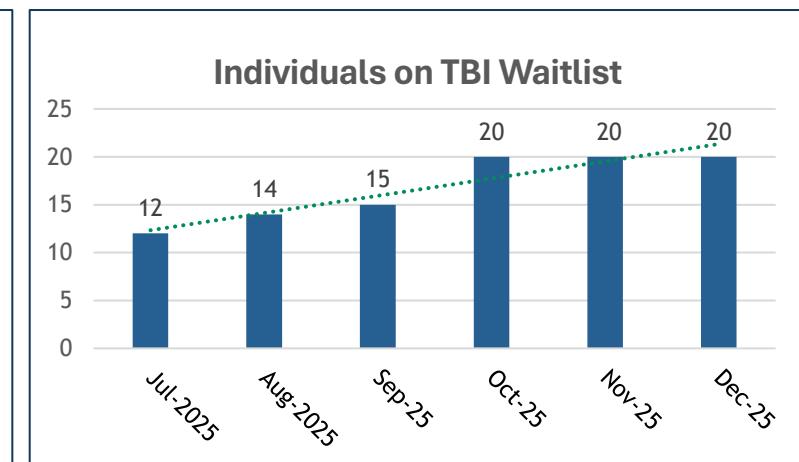
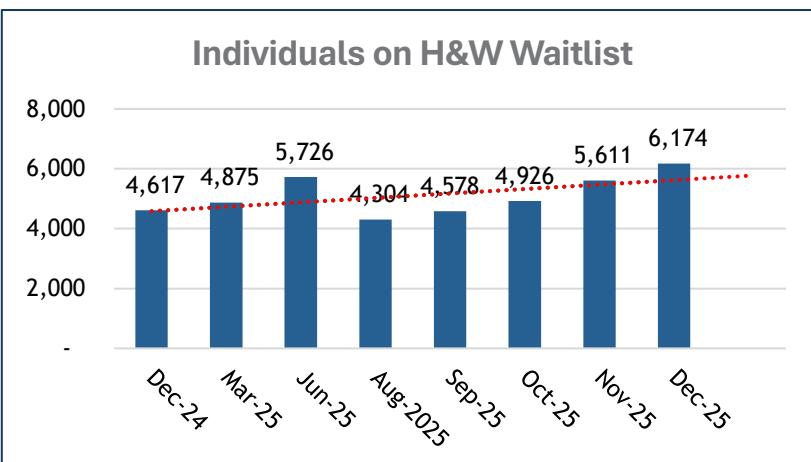
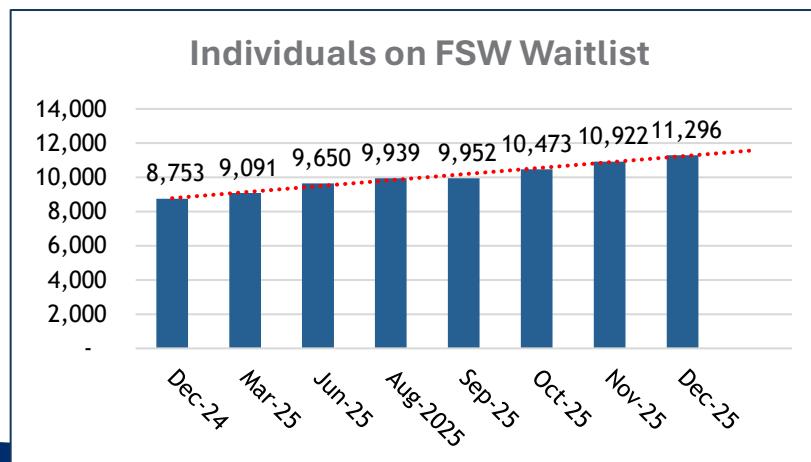
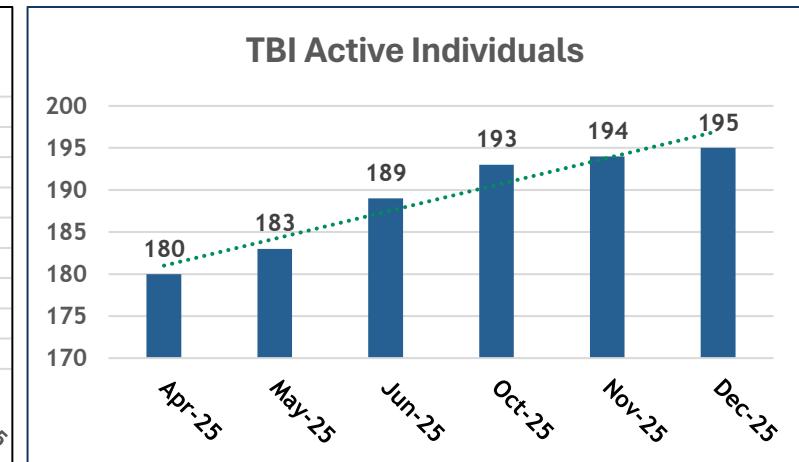
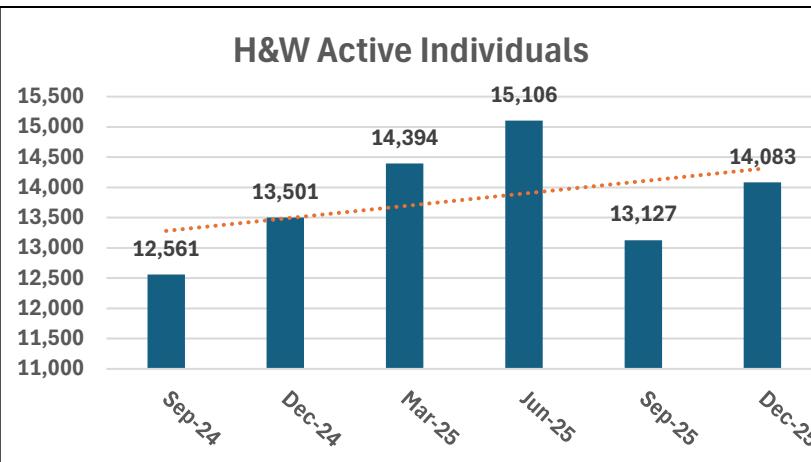
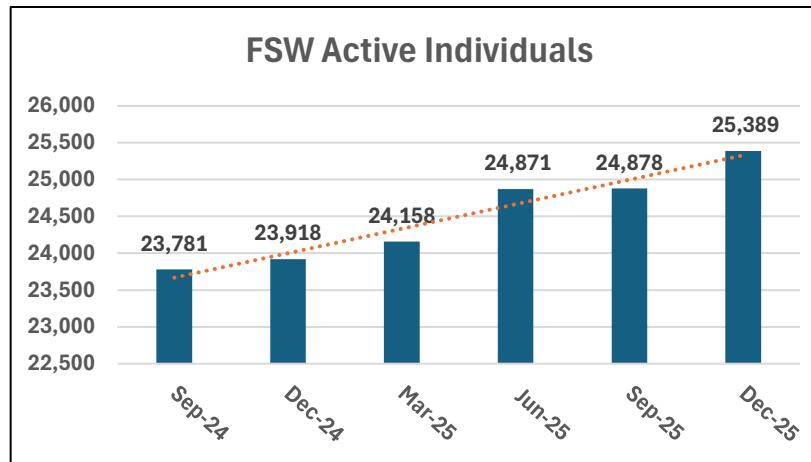


Waiver capacity

Waiver	Waiver Capacity	Slots Assigned (as of 12/31/2025)	Remaining Capacity (as of 1/20/26)
Family Supports	26,199	25,389	787
Community Integration & Habilitation	9,438	9,446	0
Health & Wellness	16,127	14,083	218
Traumatic Brain Injury	200	195	0



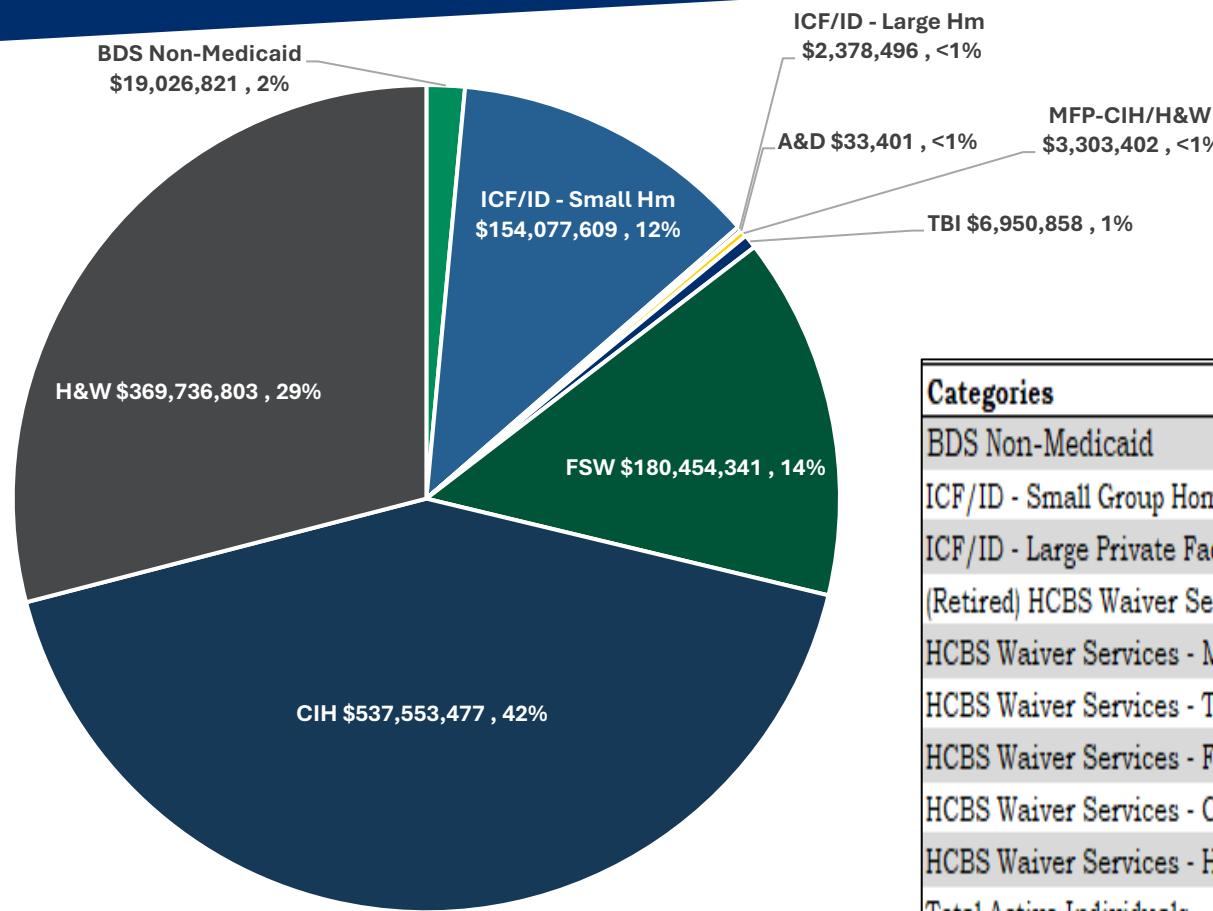
BDS – HCBS waiver program metrics



Supervised Group Living (group home) metrics

	Dec-25	SFY26 YTD (Jul-Dec)	SFY25 YTD
Enrollment			
New Enrollments	15	140	131
Number of Applications/Referrals for Supervised Group Living (SGL) Placement	67	392	411
Average Cost Per Individual Supported in SGL	\$131,881	\$129,446	\$123,451
# of Individuals Supported in SGL	2,530	N/A	2,621
Caseload Per BDS Service Coordinator	180	N/A	N/A
Provider Data			
# of SGLs	409	N/A	N/A
# of Beds	2,909	N/A	N/A
Vacancy Rate	12.42%	12.01%	10.45%

BDS Medicaid vs. Non-Medicaid



- BDS Non-Medicaid
- ICF/ID - Large Private Facilities
- HCBS Waiver Services - MFP Demo Grant
- HCBS Waiver Services - Family Supports Waiver
- HCBS Waiver Services - Health & Wellness Waiver

- ICF/ID - Small Group Homes
- (Retired) HCBS Waiver Services - Aged & Disabled Waiver
- HCBS Waiver Services - Traumatic Brain Injury Waiver
- HCBS Waiver Services - CIH Waiver

BDS services by funding source

Categories	Active Individuals	% of Active Individuals
BDS Non-Medicaid	324	<1%
ICF/ID - Small Group Homes	2,604	4.99%
ICF/ID - Large Private Facilities	20	<1%
(Retired) HCBS Waiver Services - Aged & Disabled Waiver	0	<1%
HCBS Waiver Services - MFP Demo Grant	236	<1%
HCBS Waiver Services - Traumatic Brain Injury Waiver	194	<1%
HCBS Waiver Services - Family Supports Waiver	25,382	48.60%
HCBS Waiver Services - CIH Waiver	9,445	18.08%
HCBS Waiver Services - Health & Wellness Waiver	14,026	26.85%
Total Active Individuals	52,231	100.00%



Medicaid expenditures

Medicaid Program	Current Month Actuals December 2025	Current Month December 2025 Forecast	Variance Current Month Actuals to Forecast	YTD Actual Spent Thru December 2025	YTD December 2025 Forecast December 2025	Variance Actuals YTD to Forecast	SFY2025 Actual Spent YTD December 2024
ICF/ID - Small Group Homes	\$ 25,188,168	\$ 26,178,093	\$ 89,925	\$ 154,077,609	\$ 151,446,800	\$ (2,630,809)	\$ 145,285,873
ICF/ID - Large Private Facilities	350,947	448,245	97,298	2,378,496	2,531,994	153,498	2,409,384
(Retired) HCBS Waiver Services - Aged & Disabled Waiver	(14,223)	-	14,223	33,401	19,826	(13,575)	151,229,223
HCBS Waiver Services - MFP Demo Grant	215,952	837,482	621,530	3,303,402	4,345,466	1,042,064	10,194,559
HCBS Waiver Services - Traumatic Brain Injury Waiver	1,160,317	1,311,752	151,435	6,950,858	7,197,158	246,300	6,605,265
HCBS Waiver Services - Family Supports Waiver	30,193,545	30,109,995	(83,550)	180,454,341	178,520,342	(1,933,999)	161,170,945
HCBS Waiver Services - CIH Waiver	92,935,582	90,574,756	(2,360,826)	537,553,477	535,637,825	(1,915,652)	496,120,350
HCBS Waiver Services - Health & Wellness Waiver	66,760,842	66,984,601	223,759	369,736,803	370,775,740	1,038,937	328,194,680
Totals	\$ 216,791,130	\$ 216,444,924	\$ (346,206)	\$1,254,488,387	\$1,250,475,151	\$ (4,013,236)	\$1,301,210,279

Bureau of Disabilities Services financial summary

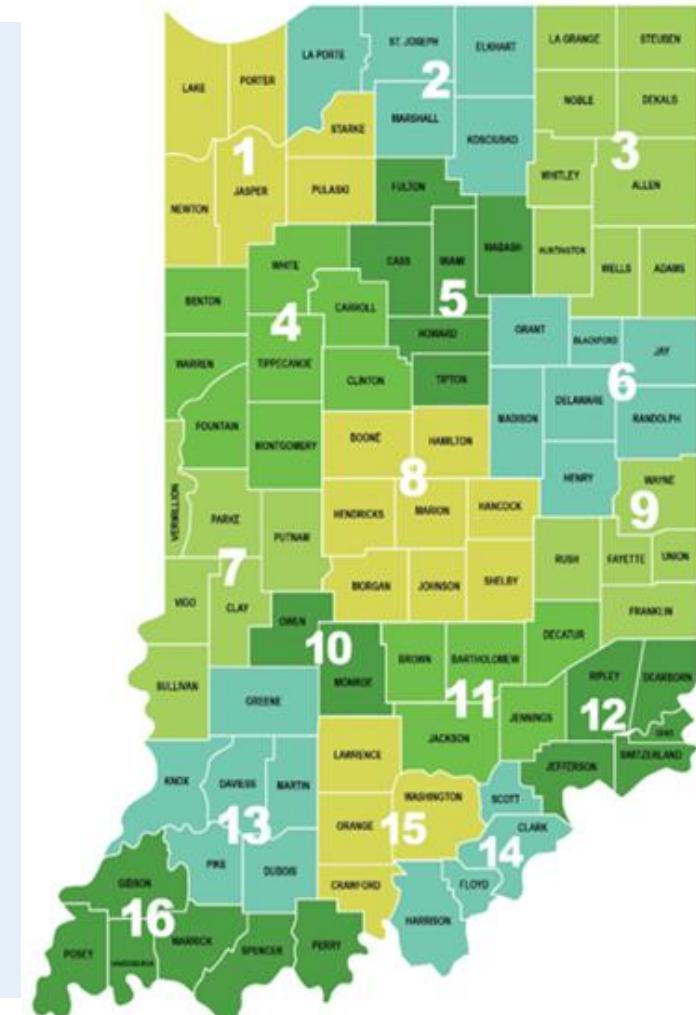
Expenditures	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures		
		Actual	Budget	Forecast		Budget	Variance	
.1 Personnel Services	\$ 1,152,447	\$ 5,352,492	\$ 5,384,908	\$ 32,416		\$ 10,800,544	\$ 10,000,544	\$ (800,000)
.2 Utilities Expenses	-	-	-	-		-	-	-
.3 External Services Expense	1,418,857	11,785,349	13,266,699	1,481,350		22,933,397	26,533,397	3,600,000
.4 Supplies Materials Parts	460	18,923	18,000	(923)		38,000	36,000	(2,000)
.5 Capital	-	492	246	(246)		492	492	-
.7 Grant Expense	-	250,000	250,000	-		250,000	250,000	-
.8 Social Service Payments	82,381	568,773	600,450	31,677		1,200,000	1,200,900	900
.9 Administrative Expense	92,295	493,354	643,015	149,661		729,280	729,280	-
ID Bills	92,949	557,437	573,474	16,037		1,246,948	1,146,948	(100,000)
Total Expenditures	\$ 2,839,388	\$ 19,026,821	\$ 20,736,792	\$ 1,709,971		\$ 37,198,661	\$ 39,897,561	\$ 2,698,900

Funding	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding		
		Actual	Budget	Forecast		Budget	Variance	
State Funds	\$ 1,816,078	6,861,325	\$ 6,996,219	\$ 134,894		\$ 11,082,146	\$ 12,416,417	\$ 1,334,271
Federal Funds	1,023,311	12,165,496	13,740,573	1,857,327		26,116,515	27,481,144	1,364,629
Dedicated Funds	-	-	-	-		-	-	-
Total Funding	\$ 2,839,388	19,026,821	\$ 20,736,792	\$ 1,709,971		\$ 37,198,661	\$ 39,897,561	\$ 2,698,900

Bureau of Better Aging: AAA network overview

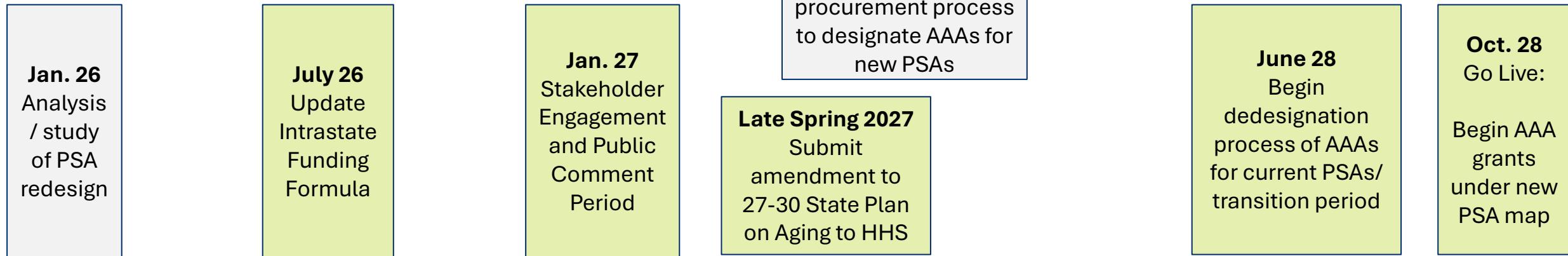
- As the State Unit on Aging, under the **Older Americans Act** statute, FSSA Bureau of Better Aging (BBA) designates Area Agencies on Aging (AAAs) to help older adults live independently and with dignity in their communities. AAAs receive these Federal grant funds through BBA.
- BBA receives **Social Services Block Grant** funding from DCS that supports AAA efforts.
- Medicaid and CHOICE** funding are awarded to the AAA to serve as Aging and Disability Resource Centers (ADRCs). ADRCs are an entry point to access home and community-based service programs.
- The local **Long Term Care Ombudsmen** are contracted through AAAs.
- Three AAAs serve as **Adult Guardianship** program partners.
- AAAs are responsible for implementing the **Dementia Care** initiative.
- Most direct services available from these contracts are delivered through local service providers.
- Care Management, Information and Assistance and Outreach provided by AAAs.

AAAs receive \$101M of the \$151M in projected expenditures by the BBA.



Planning & Service Area redesign

Tentative timeline



Bureau of Better Aging (Division of Aging) program summary

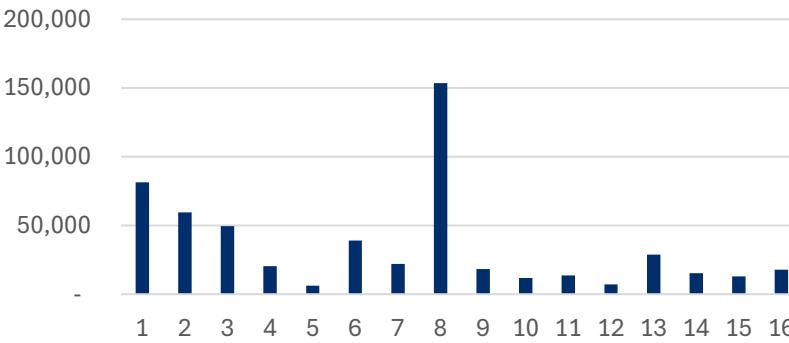
Program	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget	Forecast	Budget	
Aging Administration	\$ 131,743	\$ 2,805,929	\$ 4,098,400	\$ 1,292,470	\$ 4,203,859	\$ 5,158,115	\$ 954,256		
Adult Guardianship Services	35,503	201,758	230,377	28,619	365,016	406,999	41,983		
Adult Protective Services	1,582,552	3,178,543	5,370,391	2,191,848	8,300,943	8,909,969	609,025		
CHOICE	3,375,341	18,909,340	21,223,123	2,313,782	42,633,840	43,676,446	1,042,606		
Dementia Care Specialis Program	135,577	639,651	727,000	87,349	1,324,430	1,407,234	82,804		
Long-Term Care Ombudsman	59,430	456,498	531,978	75,480	1,015,146	1,027,183	12,037		
Money Follows the Person	5,279,039	13,676,212	20,481,944	6,805,732	33,898,546	34,721,230	822,684		
Nutrition Services Incentive Program	13,815	384,799	563,412	178,613	1,103,412	1,103,412	-		
Residential Care Assistance Program	408,889	1,324,186	1,532,954	208,768	3,527,352	3,527,352	-		
Special Projects	-	326,265	359,758	33,493	327,843	359,758	31,914		
Social Services Block Grant	54,949	3,457,014	4,500,000	1,042,986	9,000,000	9,000,000	-		
Title III	2,707,619	18,424,572	26,726,592	8,302,019	40,373,206	42,449,269	2,076,063		
Total Expenditures	\$ 13,784,457	\$ 63,784,767	\$ 86,345,928	\$ 22,561,161	\$ 146,073,593	\$ 151,746,966	\$ 5,673,373		

Sources of Funding	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget	Forecast	Budget	
State Funds	\$ 4,632,419	\$ 23,330,177	\$ 26,591,059	\$ 3,260,882	\$ 48,681,771	\$ 50,386,214	\$ 1,704,443		
Federal Funds	8,232,626	39,258,153	56,802,955	\$ 17,544,802	92,534,247	95,643,899	\$ 3,109,652		
Dedicated Funds	919,412	1,196,437	2,951,913	\$ 1,755,477	4,857,576	5,716,853	859,277		
Total Funding	\$ 13,784,457	\$ 63,784,767	\$ 86,345,928	\$ 22,561,161	\$ 146,073,594	\$ 151,746,966	\$ 5,673,373		

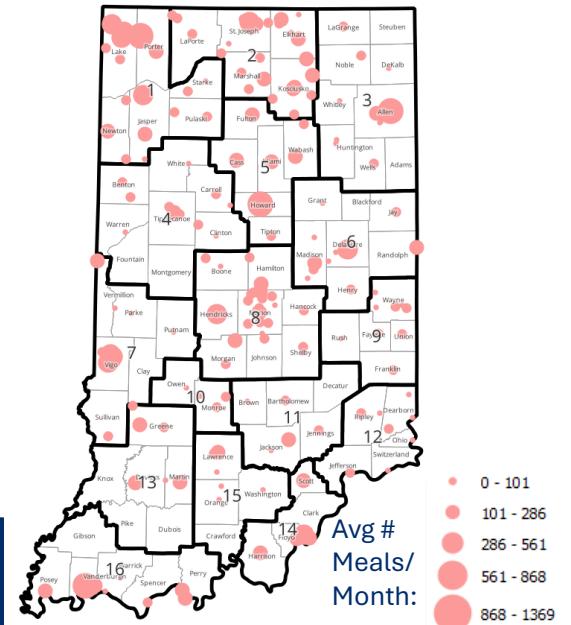
BBA Home & Community-Based Services

	Persons Served		Units of Service	
	SFY 26 YTD 7/1/25-11/30/25	SFY 25	SFY 26 YTD 7/1/25-11/30/25	SFY 25
Total Direct Services	15,167	19,681		
In-Home Services	2,695	3,458	218,597 hours	541,664 hours
Nutrition Services	13,384	17,240	891,272 meals	1,897,901 meals
Health Promotion	4,732	15,112		
Transportation			85,504 trips	250,593 trips
Caregiver Respite	147	333	16,994 hours	52,645 hours

Home Delivered Meals by AAA
SFY 26 YTD (7/1/25-11/30/25)

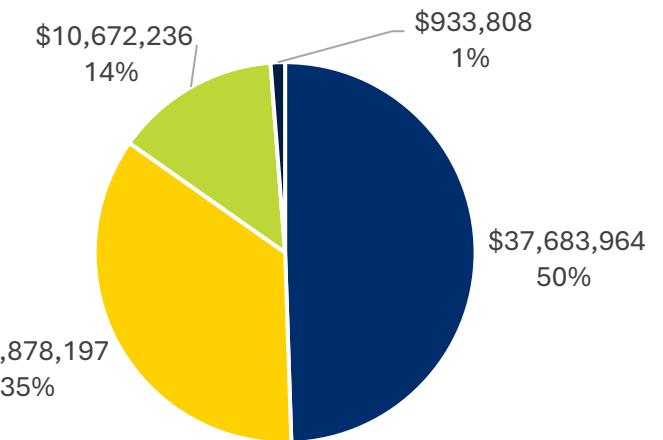


Congregate Nutrition Sites
(226 total) SFY 2026

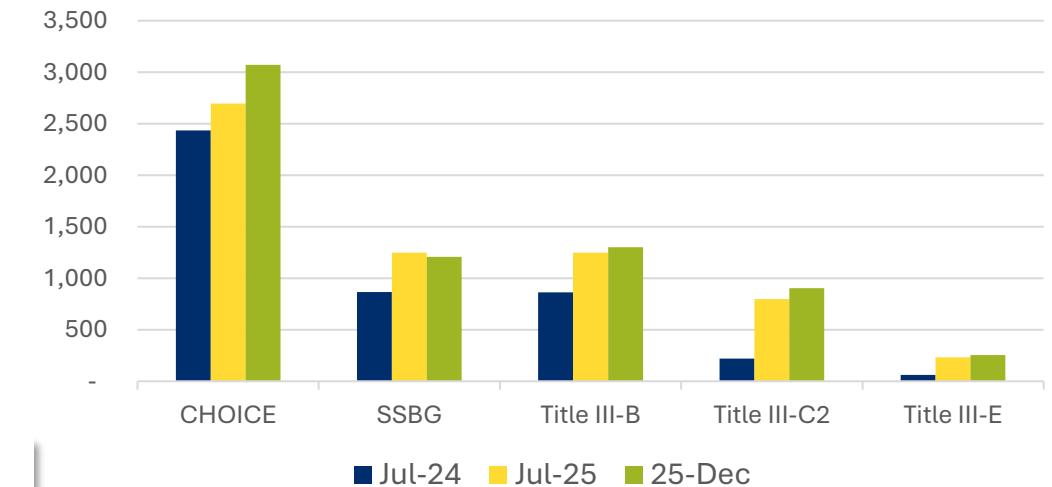


174 SFY26 Q2 QFR

SFY 26 Projected HCBS Funding, Total: \$76M



AAA Non-Waiver HCBS Waiting Lists



■ Jul-24 ■ Jul-25 ■ 25-Dec

CHOICE financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ 108	\$ 807	\$ 139,663	\$ 138,856	\$ 291,477	\$ 377,372	\$ 85,895		
.2 Utilities Expenses	-	-	-	-	-	-	-	-	
.3 External Services Expense	125,770	1,451,709	3,014,394	1,562,686	6,247,888	6,247,888			
.4 Supplies Materials Parts	-	-	-	-	-	-	-	-	
.5 Capital	-	-	-	-	-	-	-	-	
.7 Grant Expense	3,247,524	17,428,255	18,041,816	613,561	36,000,000	36,996,687	996,687		
.8 Social Service Payments	-	-	-	-	-	-	-	-	
.9 Administrative Expense	38	1,149	4,237	3,088	8,475	8,475			
ID Bills	1,902	27,420	23,012	(4,408)	86,000	46,024	(39,976)		
Total Expenditures	\$ 3,375,341	\$ 18,909,340	\$ 21,223,123	\$ 2,313,782	\$ 42,633,840	\$ 43,676,446	\$ 1,042,606		
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 2,866,963	\$ 16,503,361	\$ 16,646,156	\$ 142,795	\$ 32,391,423	\$ 33,434,029	\$ 1,042,606		
Federal Funds	508,378	2,405,980	4,576,967	2,170,987	10,242,417	10,242,417			
Dedicated Funds	-	-	-	-	-	-	-	-	
Total Funding	\$ 3,375,341	\$ 18,909,340	\$ 21,223,123	\$ 2,313,782	\$ 42,633,840	\$ 43,676,446	\$ 1,042,606		

Title III financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures		
		Actual	Budget	Forecast		Budget	Variance	
.1 Personal Services	\$ 37,449	\$ 207,819	\$ 368,635	\$ 160,816	\$ 568,463	\$ 684,608	\$ 116,145	
.2 Utilities Expenses	-	-	-	-	-	-	-	
.3 External Services Expense	-	107,880	200	(107,680)	108,080	200	(107,880)	
.4 Supplies Materials Parts	-	275	159	(116)	317	317	-	
.5 Capital	-	-	-	-	-	-	-	
.7 Grant Expense	2,668,959	18,018,233	26,350,140	8,331,908	39,600,240	41,748,680	2,148,440	
.8 Social Service Payments	-	-	-	-	-	-	-	
.9 Administrative Expense	-	602	647	45	1,288	1,288	-	
ID Bills	1,211	89,764	6,811	(82,953)	94,817	14,176	(80,641)	
Total Expenditures	\$ 2,707,619	\$ 18,424,572	\$ 26,726,592	\$ 8,302,019	\$ 40,373,206	\$ 42,449,269	\$ 2,076,063	
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding		
		Actual	Budget	Forecast		Budget	Variance	
State Funds	\$ 124,075	\$ 609,144	\$ 1,429,070	\$ 819,926	\$ 2,381,606	\$ 2,242,218	\$ (139,388)	
Federal Funds	2,583,544	17,815,428	25,297,522	7,482,094	37,991,600	40,207,051	2,215,451	
Dedicated Funds	-	-	-	-	-	-	-	
Total Funding	\$ 2,707,619	\$ 18,424,572	\$ 26,726,592	\$ 8,302,019	\$ 40,373,206	\$ 42,449,269	\$ 2,076,063	

Access to services and information

Aging and Disability Resource Centers (ADRCs)

ADRC Activity	7/1/25-11/30/25 Persons Served	Average Cost per Person
Information & Assistance	65,095 contacts	
Initial Service Plan Development	47	\$320.18
MDS Section Q Referral	222	\$29.63
Medicaid Application Assistance	1,246	\$35.36
No Wrong Door Navigation Assistance	2,839	\$16.81
Referrals between LCAR & ADRCs	12,054	
Waiver Waiting List Support	2,139	\$11.10

SFY 26 YTD ADRC Costs Per Person	ADRC Minimum	ADRC Maximum
Medicaid Application Assistance	\$10.75	\$334.90
No Wrong Door Navigation Assistance	\$6.31	\$64.06
Waiver Waiting List Support	\$0.67	\$68.83

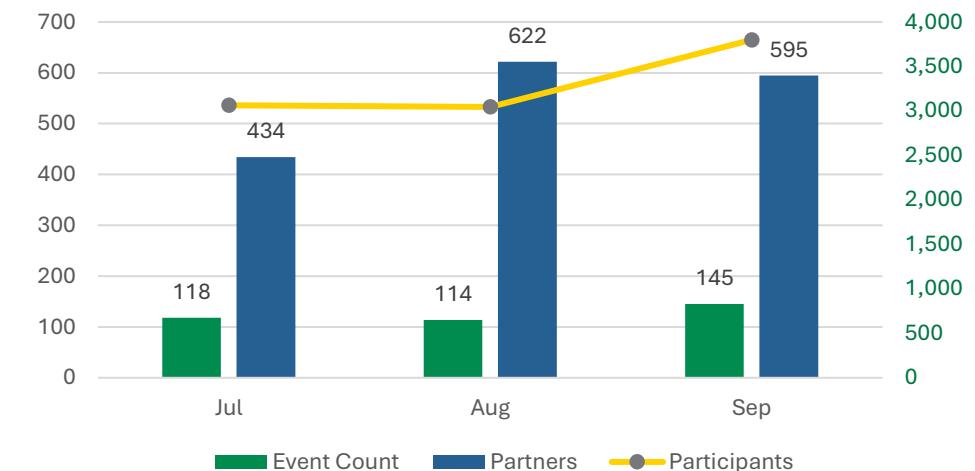
Yellow Dot Program (IC 12-9.1-6)

- Yellow Dot decal indicates critical medical information for first responders is stored in the vehicle's glove box.
- packets are now available at AAAs, which will distribute them to BMVs
- Unfunded mandate implemented via partnerships with AARP and Indiana Association of Area Agencies on Aging (I4A)

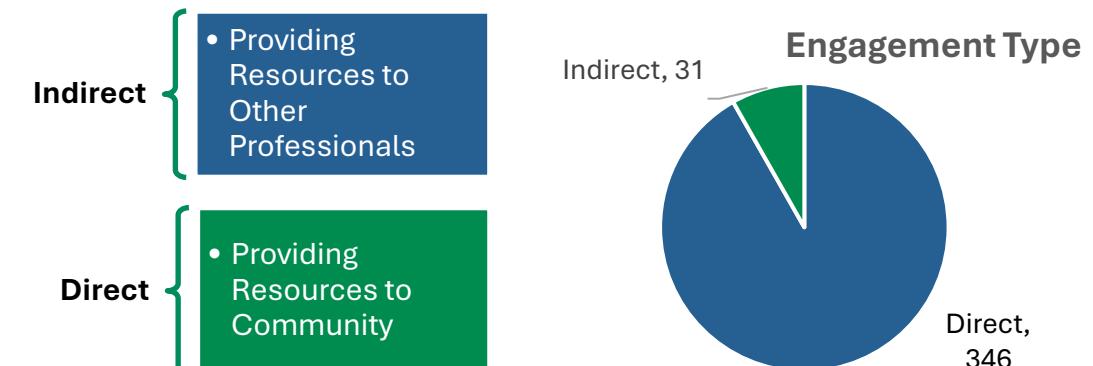


Dementia Care Specialist Program (DCSP)

DCSP Engagement



Total Participants 07/25-09/25 : 9,909



Social Security Block Grant

Financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
.1 Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
.2 Utilities Expenses	-	-	-	-	-	-	-
.3 External Services Expense	-	-	-	-	-	-	-
.4 Supplies Materials Parts	-	-	-	-	-	-	-
.5 Capital	-	-	-	-	-	-	-
.7 Grant Expense	54,949	3,457,014	4,500,000	1,042,986	9,000,000	9,000,000	-
.8 Social Service Payments	-	-	-	-	-	-	-
.9 Administrative Expense	-	-	-	-	-	-	-
ID Bills	-	-	-	-	-	-	-
Total Expenditures	\$ 54,949	\$ 3,457,014	\$ 4,500,000	\$ 1,042,986	\$ 9,000,000	\$ 9,000,000	\$ -
<hr/>							
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	54,949	3,457,014	4,500,000	1,042,986	\$ 9,000,000	\$ 9,000,000	-
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ 54,949	\$ 3,457,014	\$ 4,500,000	\$ 1,042,986	\$ 9,000,000	\$ 9,000,000	\$ -

Dementia Care Specialist

Financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			<u>Variance</u>	SFY 2026 Total Expenditures			<u>Variance</u>
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ 10,151	\$ 47,370	\$ 53,712	\$ 6,342		\$ 99,754	\$ 99,754	\$ -	
.2 Utilities Expenses	-	-	-	-		-	-	-	
.3 External Services Expense	-	-	-	-		-	-	-	
.4 Supplies Materials Parts	-	-	-	-		-	-	-	
.5 Capital	-	-	-	-		-	-	-	
.7 Grant Expense	125,240	590,495	671,792	81,297		1,221,104	1,304,480	83,376	
.8 Social Service Payments	-	-	-	-		-	-	-	
.9 Administrative Expense	-	690	498	(192)		1,379	1,000	(379)	
ID Bills	186	1,096	998	(98)		2,192	2,000	(192)	
Total Expenditures	\$ 135,577	\$ 639,651	\$ 727,000	\$ 87,349		\$ 1,324,430	\$ 1,407,234	\$ 82,804	
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			<u>Variance</u>	SFY2026 Total Funding			<u>Variance</u>
		Actual	Budget	Forecast		Budget			
State Funds	\$ 135,577	\$ 639,651	\$ 727,000	\$ 87,349		\$ 1,324,430	\$ 1,407,234	\$ 82,804	
Federal Funds	-	-	-	-		-	-	-	
Dedicated Funds	-	-	-	-		-	-	-	
Total Funding	\$ 135,577	\$ 639,651	\$ 727,000	\$ 87,349		\$ 1,324,430	\$ 1,407,234	\$ 82,804	

Money Follows the Person (MFP)

Program summary

MFP – PathWays					
Month	Enrolled	Approved	Enter MFP	Exits	Enter PW
7/1/2025	102	0	0	22	22
8/1/2025	82	0	0	22	22
9/1/2025	60	9	0	34	29
10/1/2025	26	28	5	22	25
11/1/2025	9	15	8	3	3
12/1/2025	14	2	15	0	0
1/1/2026	29	TBD	TBD	0	0
Totals	N/A	54	28	103	101

MFP – H&W					
Month	Enrolled	Approved	Enter MFP	Exits	Enter H&W
7/1/2025	28	0	0	7	3
8/1/2025	21	0	0	10	10
9/1/2025	11	1	0	5	5
10/1/2025	6	16	2	4	4
11/1/2025	4	5	2	1	0
12/1/2025	5	1	3	2	2
1/1/2026	6	TBD	TBD	0	0
Totals	N/A	23	7	29	24

MFP – CIH					
Month	Enrolled	Approved	Enter MFP	Exits	Enter CIH
7/1/2025	70	0	0	10	11
8/1/2025	60	1	0	15	16
9/1/2025	45	3	0	11	11
10/1/2025	34	8	1	10	9
11/1/2025	25	0	1	13	15
12/1/2025	13	21	0	10	10
1/1/2026	3	TBD	TBD	1	1
Totals	N/A	33	2	69	72

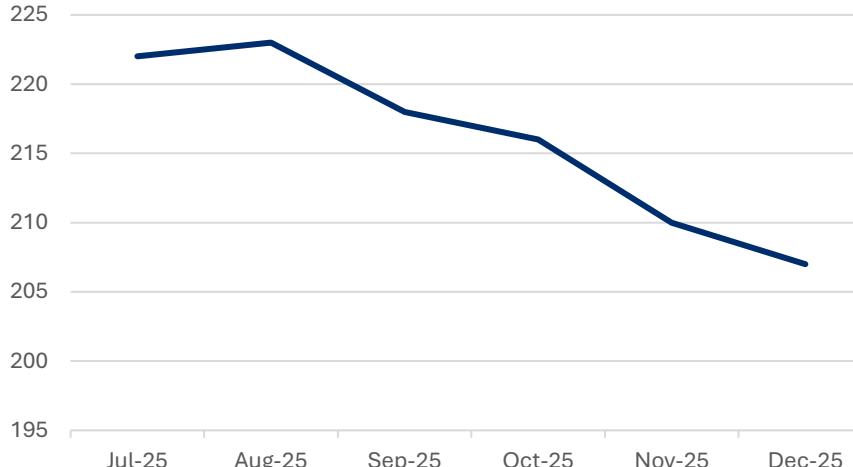


MFP financial summary

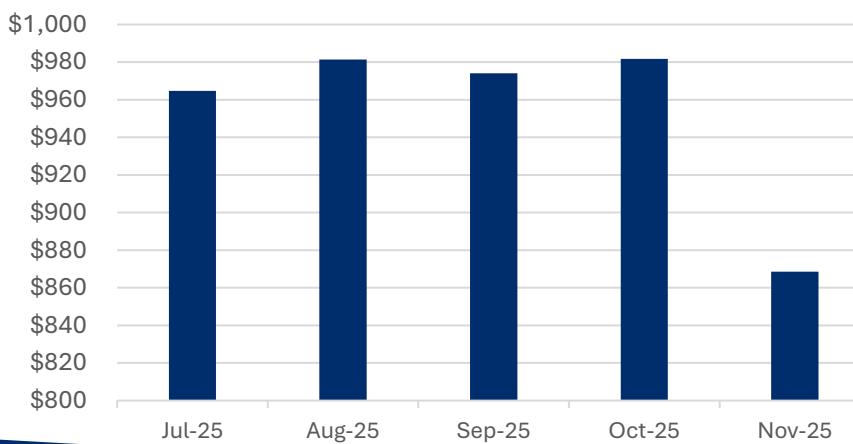
<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget		Forecast	Budget	Variance	
.1 Personal Services	\$ 10,112	\$ 71,527	\$ 96,054	\$ 24,527	\$ 178,383	\$ 178,383	\$ -	
.2 Utilities Expenses	-	-	-	-	-	-	-	
.3 External Services Expense	-	1,162,883	982,400	(180,483)	1,162,883	1,073,300	(89,583)	
.4 Supplies Materials Parts			-	-	-	-	-	
.5 Capital	-	-	-	-	-	-	-	
.7 Grant Expense	-	-	260,604	260,604	521,205	521,205	-	
.8 Social Service Payments	5,268,926	12,422,787	19,046,886	6,624,099	32,000,000	32,706,342	706,342	
.9 Administrative Expense	-	17,888	95,550	77,663	34,888	241,100	206,213	
ID Bills	-	1,127	450	(677)	1,188	900	(288)	
Total Expenditures	\$ 5,279,039	\$ 13,676,212	\$ 20,481,944	\$ 6,805,732	\$ 33,898,546	\$ 34,721,230	\$ 822,684	
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding			Variance
		Actual	Budget		Forecast	Budget	Variance	
State Funds	\$ 924,910	\$ 2,181,289	\$ 3,348,191	\$ 1,166,903	\$ 5,632,388	\$ 5,756,351	\$ 123,963	
Federal Funds	4,354,129	11,494,923	17,133,753	5,638,830	28,266,158	28,964,879	698,721	
Dedicated Funds	-	-	-	-	-	-	-	
Total Funding	\$ 5,279,039	\$ 13,676,212	\$ 20,481,944	\$ 6,805,732	\$ 33,898,546	\$ 34,721,230	\$ 822,684	

Residential Care Assistance Program (RCAP)

Total RCAP Participants



RCAP Funding Per Person SFY 26 (July - November 2025)

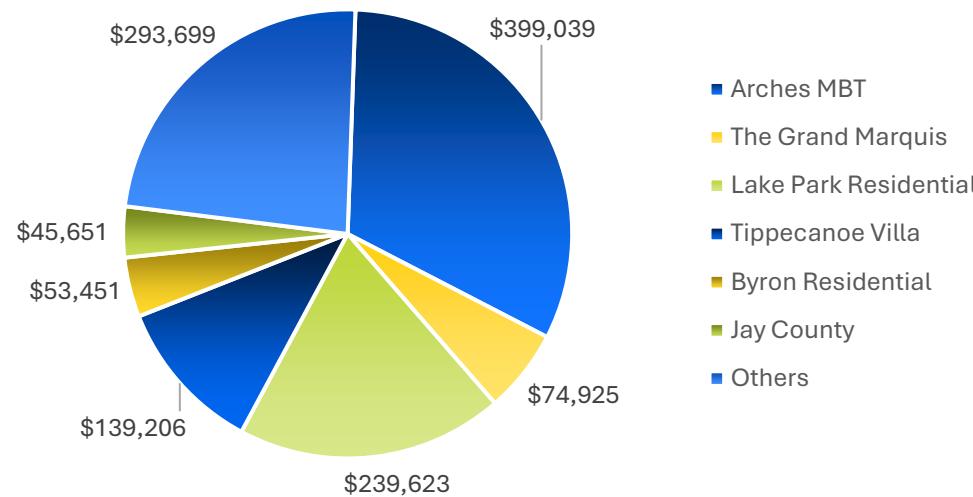


- July-December 2025, 26 RCAP residents were newly enrolled and 45 were discharged.
- As of 12/31/2025, there were **206 RCAP residents** with **16 active RCAP providers**.
 - 50 residents receive 100% state-funded RCAP assistance under Room & Board Assistance (RBA)
 - 22 receive 100% state-funded RCAP assistance under County Homes (ARCH).
 - 134 residents contribute a monthly liability based on their income sources, including: Supplemental Security Income (SSI), Social Security benefits, retirement benefits and/or employment income
- During the first 6 months of SFY26, BBA reviewed and increased the RCAP rates.**

Total Funding Received by Providers

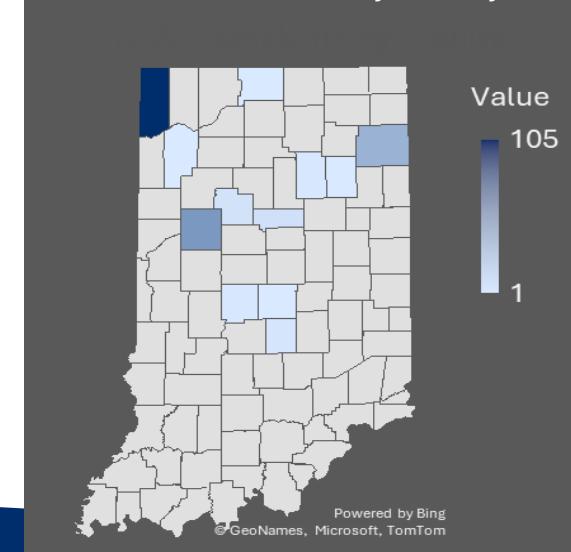
SFY 2026 (July - November 25)

Total: **\$1,039,780**



RCAP Funding to Providers	Total July 25 - Nov 25
Average	\$ 49,513
Median	\$ 7,089
Min	\$ 400
Max	\$ 399,039

RCAP Residents by County



Residential Care & Assistance Program

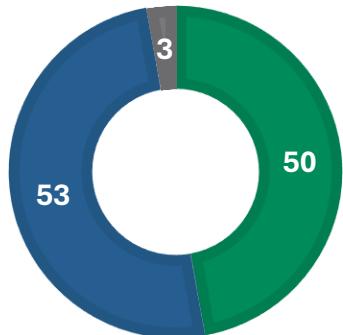
Financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ 10,198	\$ 47,535	\$ 46,442	\$ (1,093)		\$ 89,310	\$ 89,310	\$ -	
.2 Utilities Expenses	-	-	-	-		-	-	-	
.3 External Services Expense	-	957	1,000	43		1,000	1,000	1,000	
.4 Supplies Materials Parts	-	-	98	98		200	200	200	
.5 Capital	-	-	-	-		-	-	-	
.7 Grant Expense	-	-	-	-		-	-	-	
.8 Social Service Payments	398,473	1,274,405	1,483,992	209,587		3,433,992	3,433,992	3,433,992	
.9 Administrative Expense	-	-	174	174		350	350	350	
ID Bills	218	1,289	1,248	(41)		2,500	2,500	2,500	
Total Expenditures	\$ 408,889	\$ 1,324,186	\$ 1,532,954	\$ 208,768		\$ 3,527,352	\$ 3,527,352	\$ -	
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 408,889	\$ 1,324,186	\$ 1,532,954	\$ 208,768		\$ 3,527,352	\$ 3,527,352	\$ -	
Federal Funds	-	-	-	-		-	-	-	
Dedicated Funds	-	-	-	-		-	-	-	
Total Funding	\$ 408,889	\$ 1,324,186	\$ 1,532,954	\$ 208,768		\$ 3,527,352	\$ 3,527,352	\$ -	

Elder rights programs

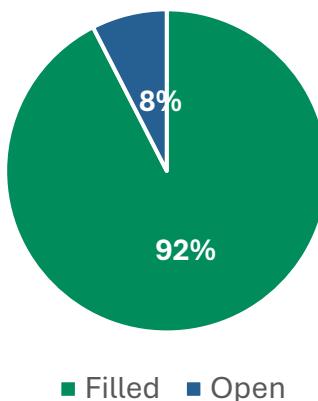
Adult Protective Services (APS)

PUBLIC ENGAGEMENT & OUTREACH



■ Law Enforcement
■ Providers/Medical
■ Scheduled (Fall/Winter)

Staffing Status

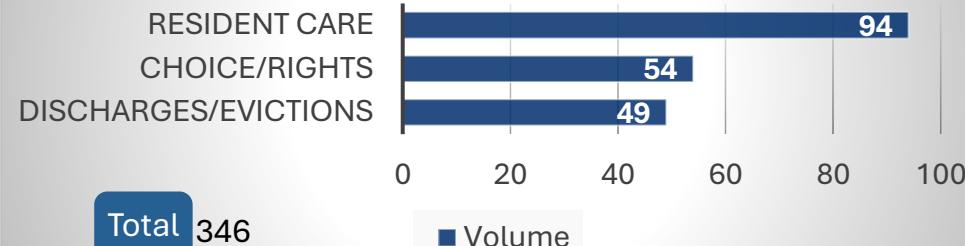


■ Filled ■ Open

184 SFY26 Q2 QFR



FFY25 Q1 Resident Complaints Highest-Volume Categories



Caseload Count

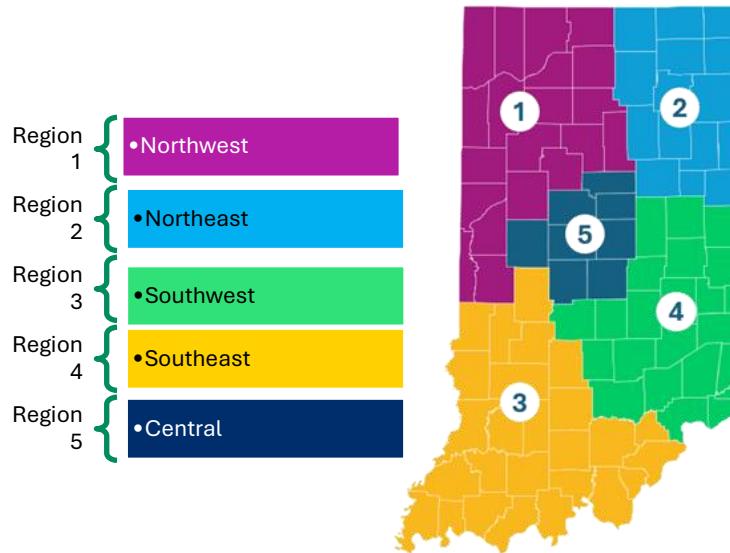
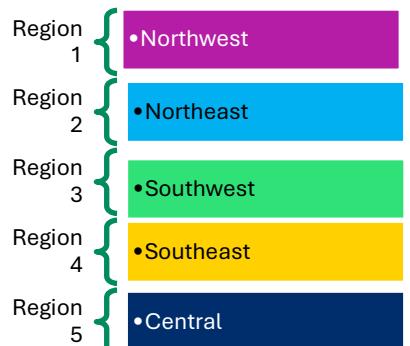
Best Practice: approximately 25/person

Open Cases as of
Quarter End

323

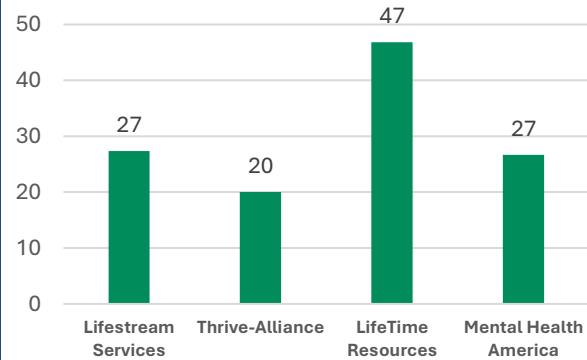
Average Monthly Case
Load /Investigator

15



Adult Guardianship Services (AGS)

Case Count by Agency SFY 26 Quarter 2: Oct.-Dec.



Total Served: 121

Ave Cost/Case: \$910

The standard deviation of screen-in decisions has decreased significantly, demonstrating improved consistency through the centralized screen model.

Screen-In Variability by System



184 SFY26 Q2 QFR

Adult Protective Services

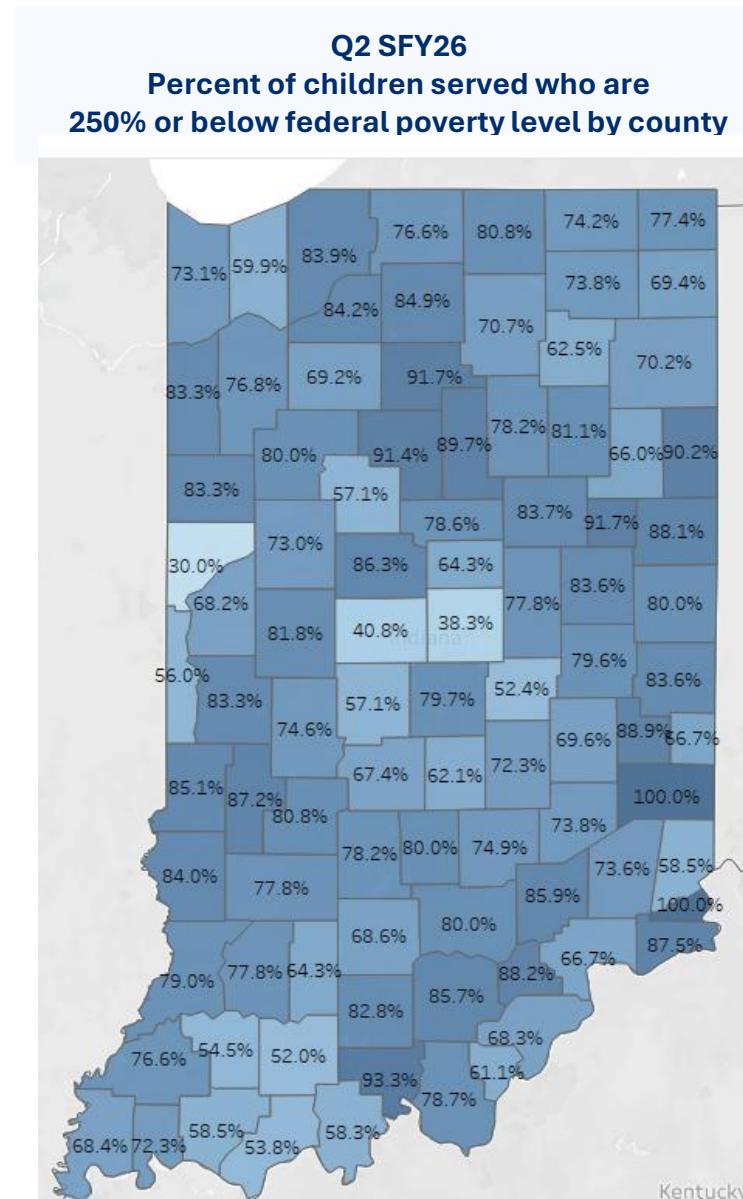
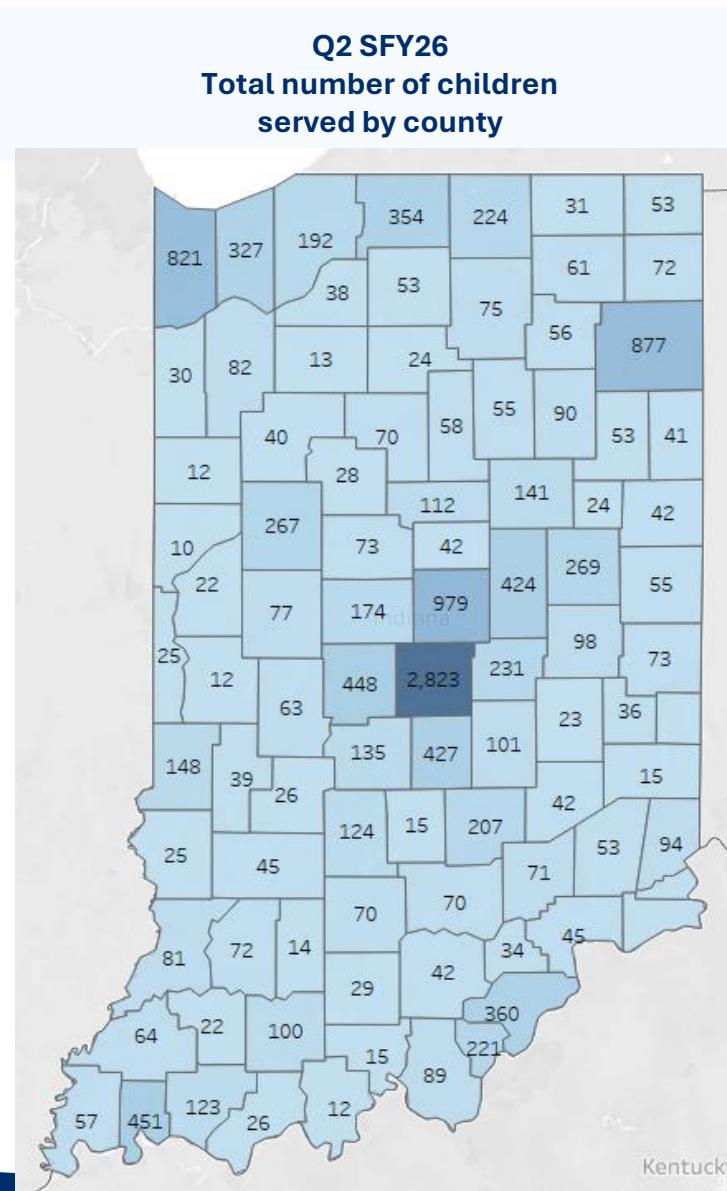
Financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025				SFY 2026 Total Expenditures			
		Actual	Budget	Variance		Forecast	Budget	Variance	
.1 Personal Services	\$ 23,666	\$ 168,781	\$ 134,588	\$ (34,193)	\$ 421,725	\$ 227,564	\$ (194,161)		
.2 Utilities Expenses	-	-	-	-	-	-	-		
.3 External Services Expense	15,068	744,101	670,124	(73,977)	766,303	680,980	(85,323)		
.4 Supplies Materials Parts	-	27	-	(27)	100	100	-		
.5 Capital	-	-	-	-	-	-	-		
.7 Grant Expense	1,542,582	2,247,029	4,552,671	2,305,642	7,074,056	7,977,065	903,009		
.8 Social Service Payments	-	-	-	-	-	-	-		
.9 Administrative Expense	166	10,241	250	(9,991)	15,000	500	(14,500)		
ID Bills	1,069	8,364	12,758	4,394	23,760	23,760	-		
Total Expenditures	\$ 1,582,552	\$ 3,178,543	\$ 5,370,391	\$ 2,191,848	\$ 8,300,943	\$ 8,909,969	\$ 609,025		
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025				SFY2026 Total Funding			
		Actual	Budget	Variance		Forecast	Budget	Variance	
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Federal Funds	663,140	1,982,107	2,418,478	436,371	3,443,367	3,193,116	(190,252)		
Dedicated Funds	919,412	1,196,437	2,951,913	1,755,477	4,857,576	5,716,853	859,277		
Total Funding	\$ 1,582,552	\$ 3,178,543	\$ 5,370,391	\$ 2,191,848	\$ 8,300,943	\$ 8,909,969	\$ 609,025		

Long Term Care Ombudsman

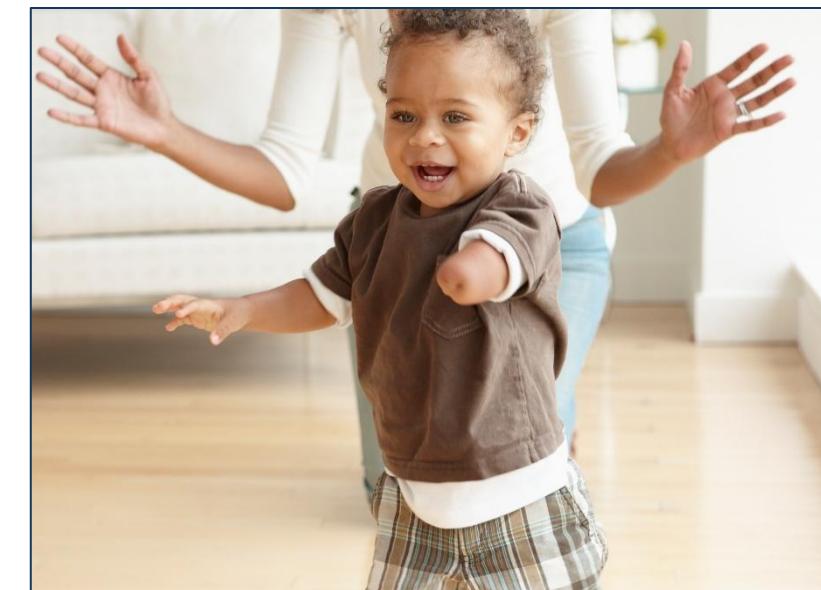
Financial summary

Expenditures	Current Month Expenditures December 2025		Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures			Variance
			Actual	Budget		Forecast	Budget		
	Category	Amount							
.1 Personal Services	\$ 14,537	\$ 63,929	\$ 68,247	\$ 4,319	\$ 126,745	\$ 126,745	\$ -		
.2 Utilities Expenses	-	-	-	-	-	-	-		
.3 External Services Expense	-	75,974	21,846	(54,128)	75,974	35,507	(40,467)		
.4 Supplies Materials Parts	-	-	79,145	79,145	-	79,145	79,145		
.5 Capital	-	-	-	-	-	-	-		
.7 Grant Expense	44,675	301,983	358,817	56,834	778,114	778,114	-		
.8 Social Service Payments	-	-	-	-	-	-	-		
.9 Administrative Expense	-	13,101	2,500	(10,601)	31,178	5,000	(26,178)		
ID Bills	218	1,511	1,422	(89)	3,135	2,672	(463)		
Total Expenditures	\$ 59,430	\$ 456,498	\$ 531,978	\$ 75,480	\$ 1,015,146	\$ 1,027,183	\$ 12,037		
<hr/>									
Funding	Current Month Funding December 2025		Year to Date Funding December 2025		Variance	SFY2026 Total Funding			Variance
			Actual	Budget	Forecast	Budget			
	Source	Amount							
State Funds	\$ 31,121	\$ 120,630	\$ 171,902	\$ 51,272	\$ 330,624	\$ 330,624	\$ -		
Federal Funds	28,309	335,868	360,076	24,208	684,522	696,559	12,037		
Dedicated Funds	-	-	-	-	-	-	-		
Total Funding	\$ 59,430	\$ 456,498	\$ 531,978	\$ 75,480	\$ 1,015,146	\$ 1,027,183	\$ 12,037		



Indiana's First Steps system

First Steps is a family-centered, locally based, coordinated system that provides early intervention services to infants and toddlers with disabilities or who are developmentally vulnerable. First Steps brings together professionals from education, health and social services agencies to provide skilled therapeutic interventions that promote age-appropriate development of infants and toddlers experiencing developmental delays.



First Steps Early Intervention Program

Fiscal Year Q2 SFY2026



First Steps Statewide Service Delivery System

9 central office staff

100 independent providers

- Nutrition, social work, psychology, audiology, ophthalmology, interpreter services

9 System Points of Entry

- 250 Service Coordinators

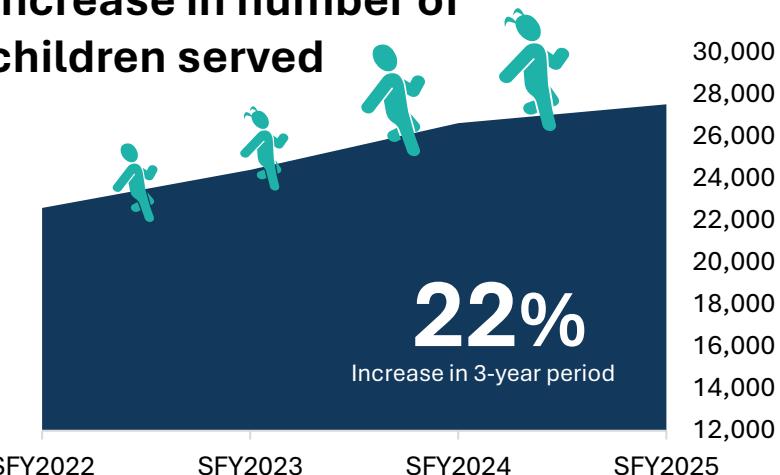
43 provider agencies

- ~1800 providers

Over 31,000 referrals annually



Increase in number of children served



Number of children referred in the quarter

7,509



Number of children served in the quarter

16,787

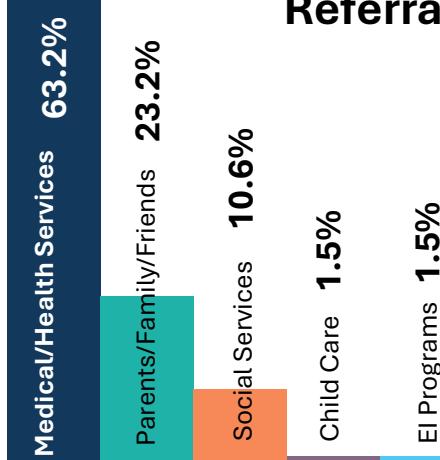


Number of family visits provided in the quarter

184,401

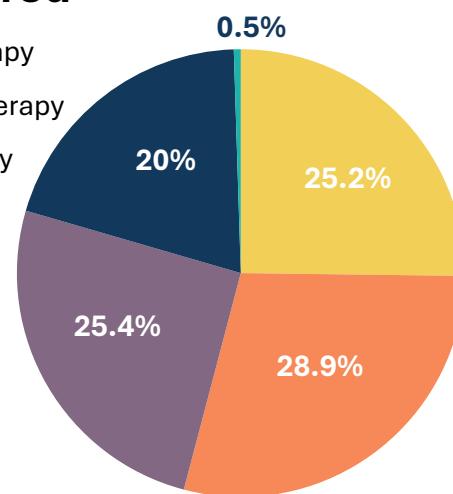


Referral sources

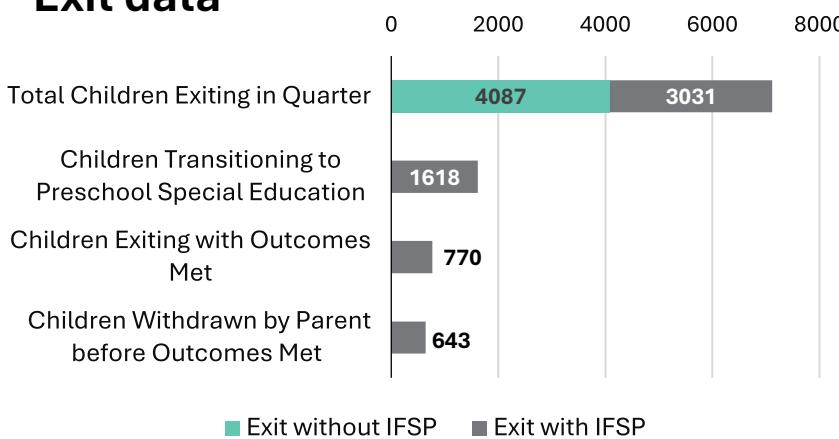


Services delivered

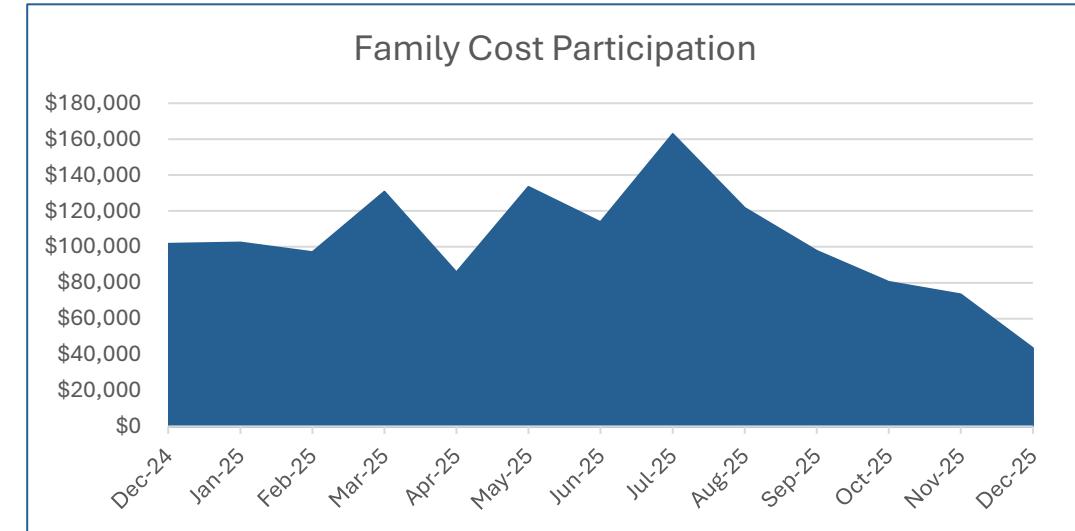
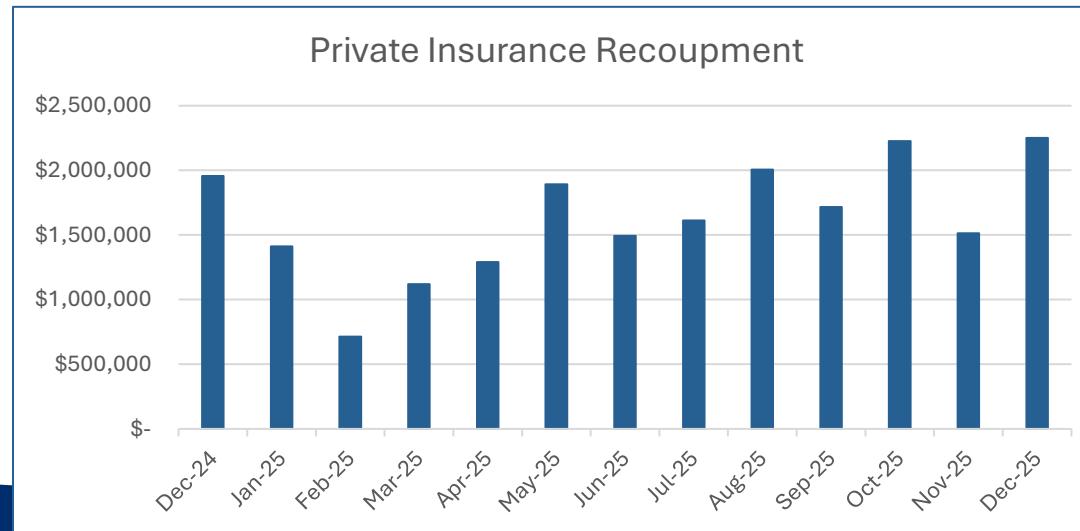
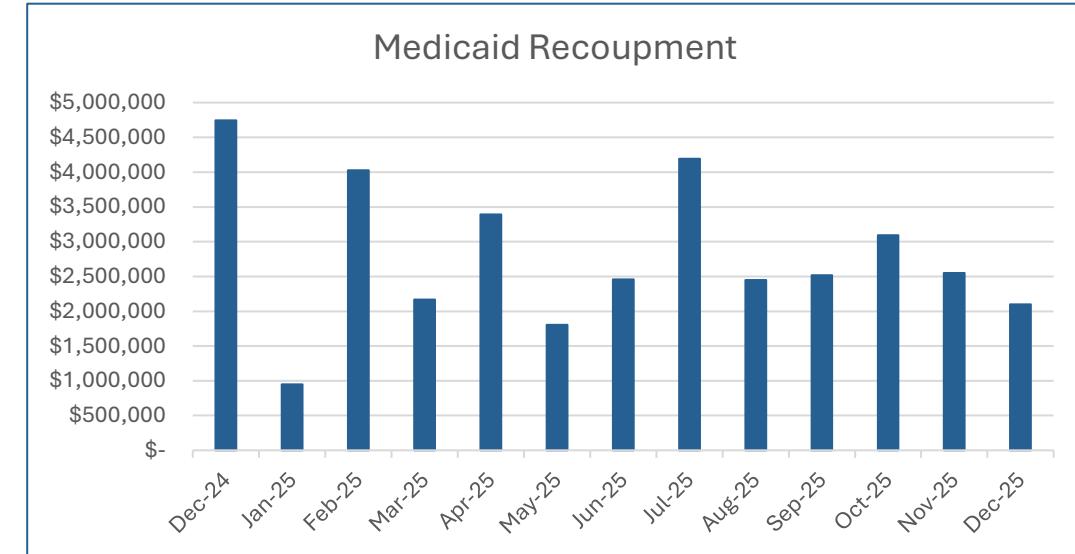
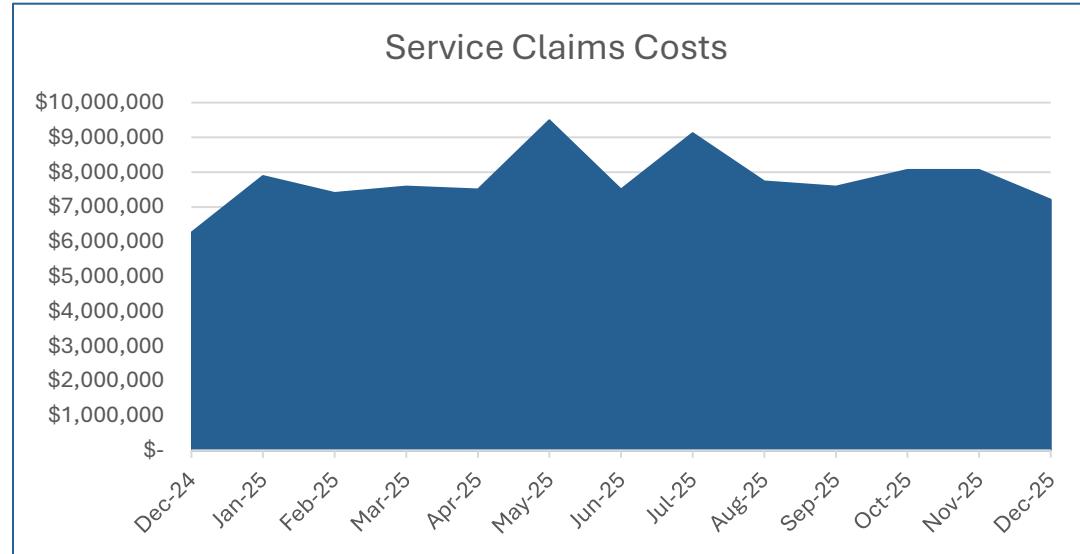
- Developmental Therapy
- Speech Language Therapy
- Occupational Therapy
- Physical Therapy
- Other Services



Exit data



Bureau of Child Development Services



Bureau of Child Development Services

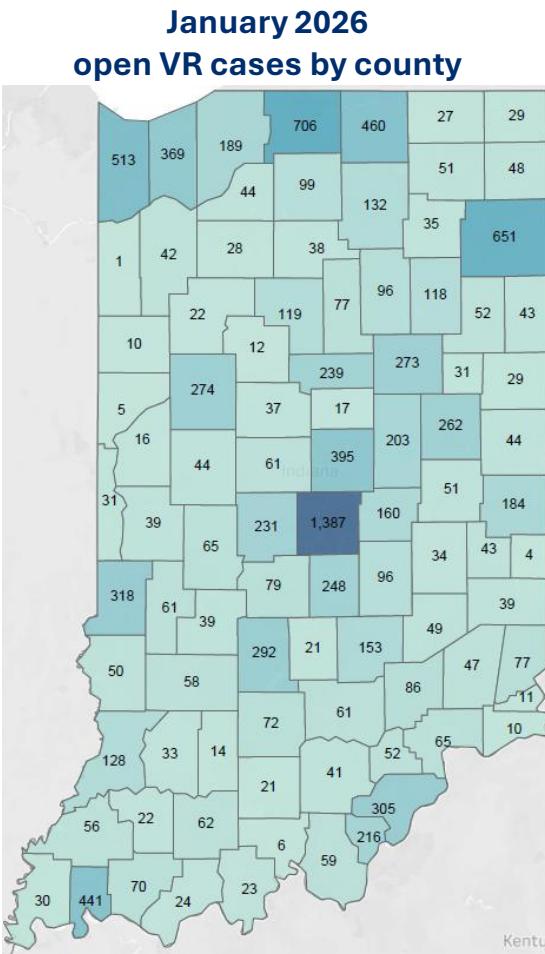
Financial summary



Expenditures	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personnel Services	\$ 114,748	\$ 471,649	\$ 555,581	\$ 83,932	\$ 1,000,000	\$ 1,031,793	\$ 31,793		
.2 Utilities Expenses	-	-	-	-	-	-	-		
.3 External Services Expenses	2,949,220	15,595,050	16,392,180	797,131	32,784,359	32,784,359			
.4 Supplies Materials Parts	50	27,862	40,000	12,138	60,000	237,476	177,476		
.5 Capital	-	-	-	-	-	-	-		
.7 Grant Expense	-	-	-	-	-	-	-		
.8 Social Service Payments	3,154,186	19,875,430	20,000,000	124,570	40,000,000	47,688,904	7,688,904		
.9 Administrative Expense	99	9,266	11,000	1,734	20,000	170,000	150,000		
ID Bills	1,996	11,361	12,585	1,224	170,000	23,169	(146,831)		
Total Expenditures	\$ 6,220,297	\$ 35,990,618	\$ 37,011,346	\$ 1,020,728	\$ 74,034,359	\$ 81,935,701	\$ 7,901,342		

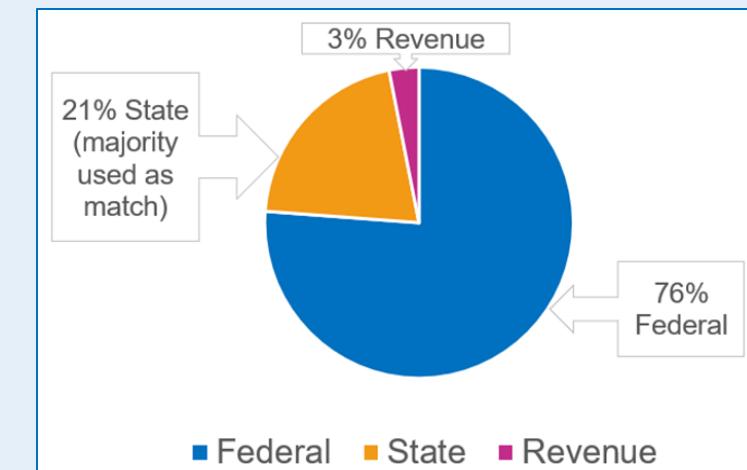
Funding	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 2,664,429	\$ 13,416,064	\$ 15,198,597	\$ 1,782,533	\$ 37,133,765	\$ 47,268,611	\$ 10,134,846		
Federal Funds	3,555,869	22,574,554	21,812,749	(761,805)	36,900,594	34,667,090	(2,233,504)		
Dedicated Funds	-	-	-	-	-	-	-		
Total Funding	\$ 6,220,297	\$ 35,990,618	\$ 37,011,346	\$ 1,020,728	\$ 74,034,359	\$ 81,935,701	\$ 7,901,342		

BRS overview

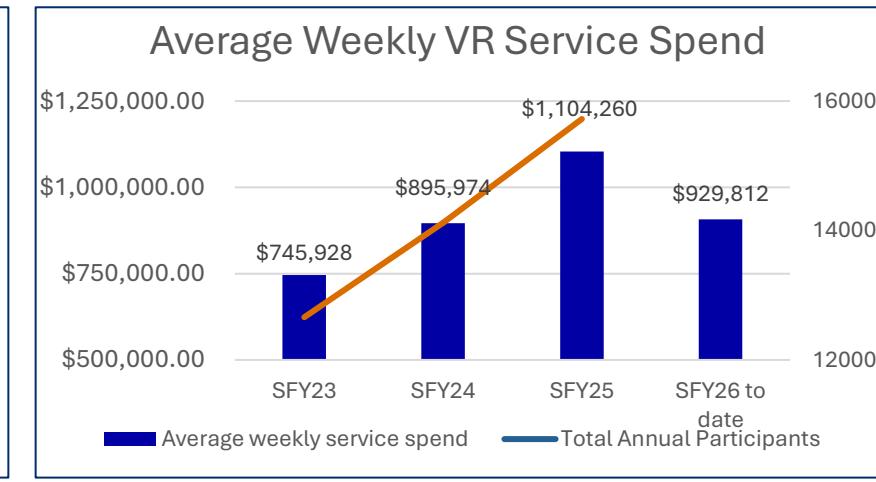
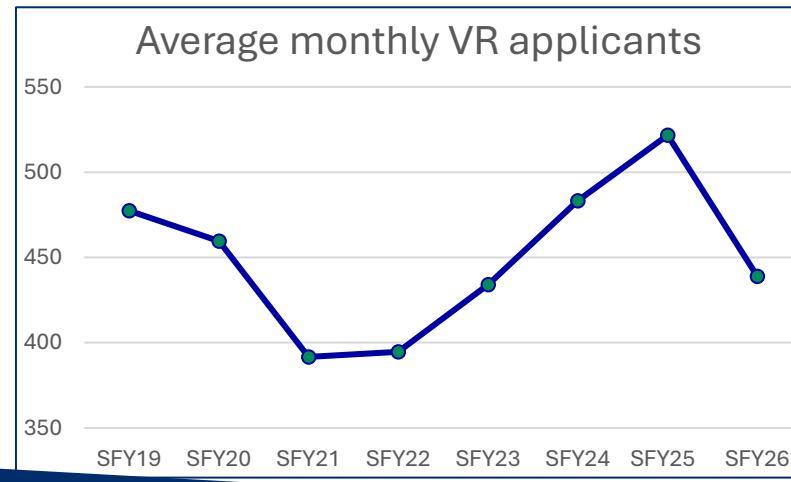
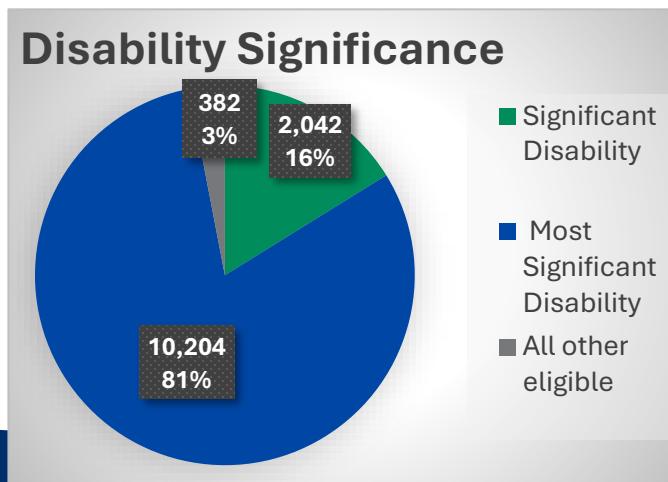
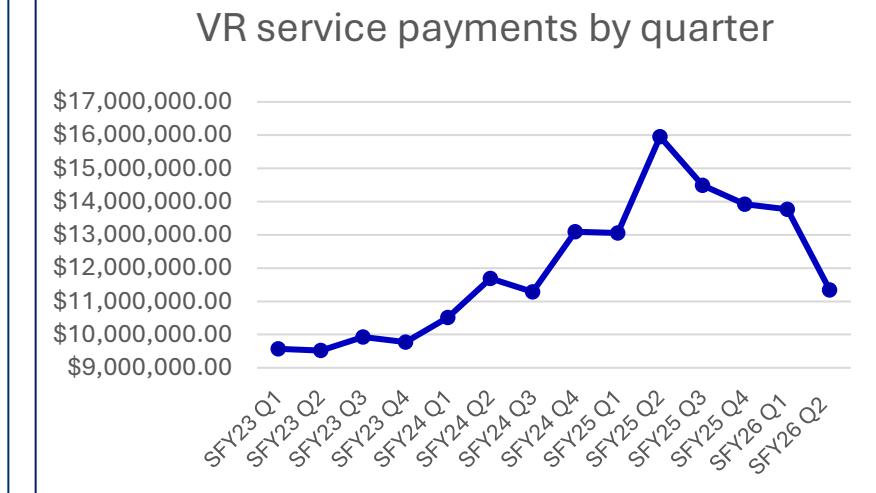
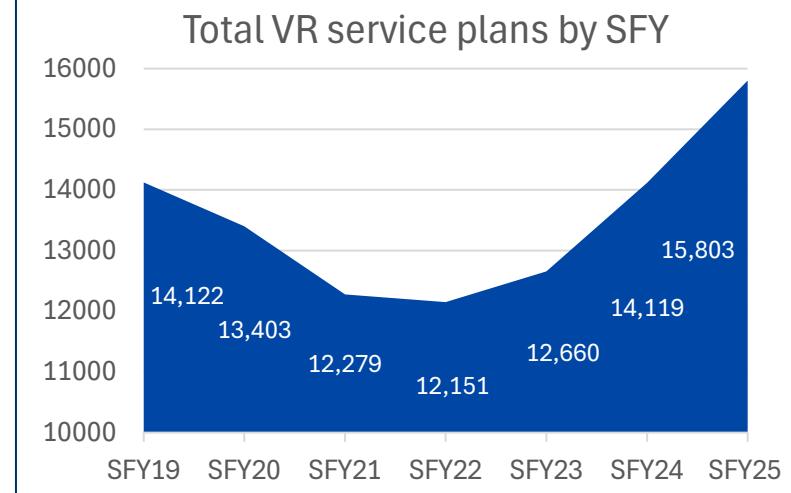
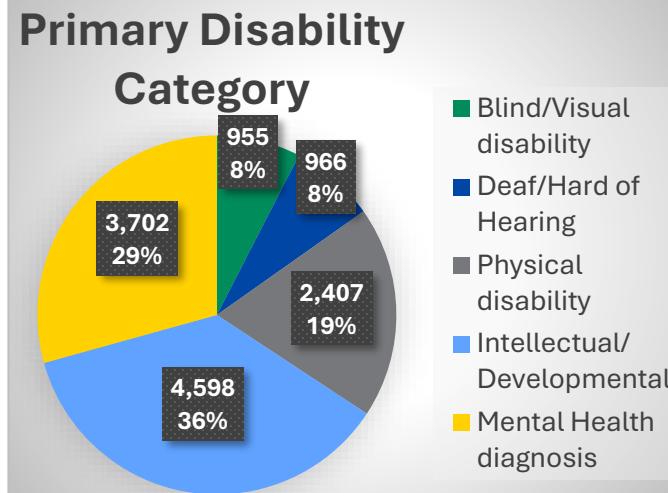


BRS maintains a central office & 19 VR Field Offices and serves over 30,000 individuals with disabilities annually

- **Vocational Rehabilitation** services assist eligible individuals with all types of physical or mental impairments, to prepare for, obtain, maintain, regain or advance in employment. VR team members perform eligibility, service plan development, case management, service authorizations vocational guidance. [VR Office Locations](#)
- **Blind & Visual Impairment Services** supports entrepreneurial opportunities for blind Hoosiers and services to improve independent living for older blind (55+) population.
- **Deaf and Hard of Hearing Services** certifies IN interpreters and provides case management services to improve independent living skills of deaf and hard of hearing Hoosiers.
- *Designated State Entity for Indiana Independent Living Network.*

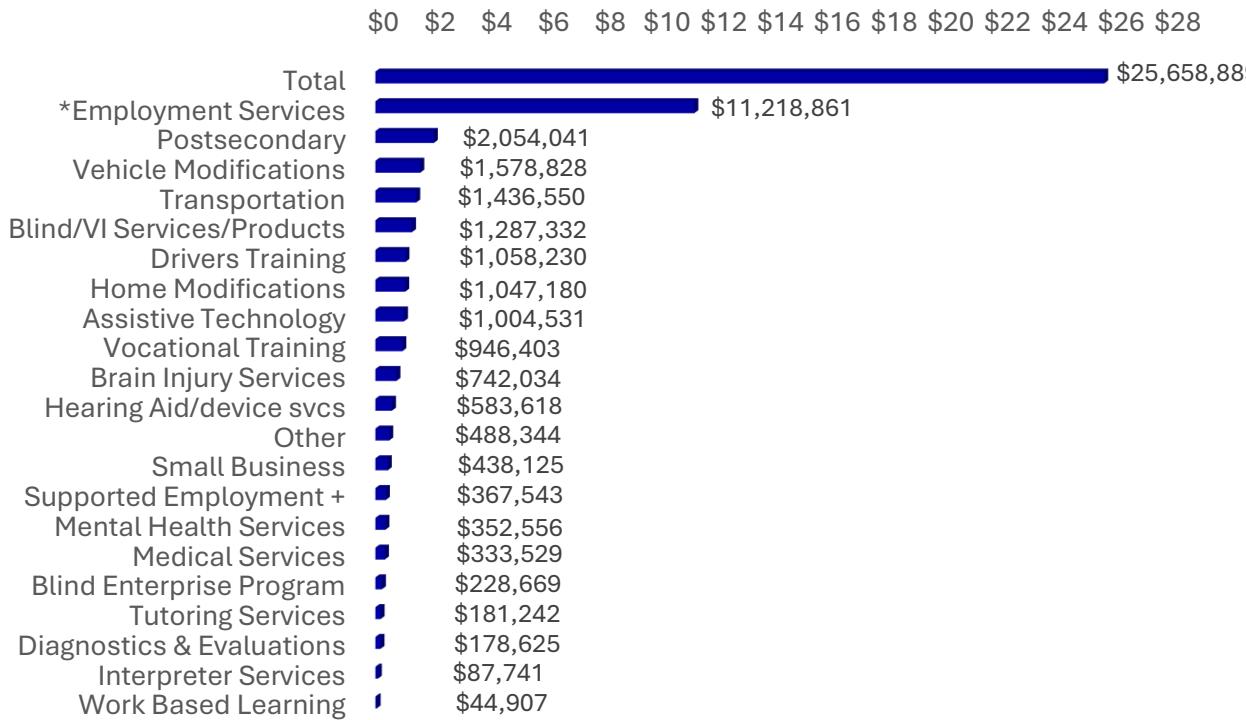


VR participants and service spend trends



VR client service spend by category

VR Service Spend SFY26 to date (in millions)



*Overall SFY25 VR Service Spend = \$57,421,504
SFY26 spend trends represent improved sustainability*

*Employment Services Detail

Employment Service (ES) Category	SFY25 Spend by ES service	SFY25 % of ES Spend	FY26 to date Spend by ES service	SFY26 % of ES spend
Discovery/ Job Exploration	\$8,492,764	37.67%	\$2,338,630	20.85%
Job Search/ Placement	\$4,251,990	18.86%	\$2,971,632	26.49%
Employment Support/ Retention	\$8,613,196	38.20%	\$5,320,229	47.42%
Benefits Counseling	\$655,213	2.91%	\$326,128	2.91%
Project Search	\$352,215	1.56%	\$148,000	1.32%
Performance Incentive Payments	\$181,591	0.80%	\$114,243	1.01%
Total ES	\$22,546,969		\$11,218,862	

Employment Services Spend projected to be level with SFY25, based on SFY26 YTD actual

BRS program metrics

	SFY26 Q1	SFY26 YTD
Enrollment		
# of VR applicants	1,511	2,633
Total enrollments	14,247	15,301
# of VR cases closed	1,829	3,596
% of all eligible participants on service plans closures, exiting with employment	51.39%	50.81%
% of all VR closures exiting with employment	42.32%	42.66%
Outcomes		
Annual VR Spend per Case	\$966	\$1,641
Total VR exits with Employment	774	1,534
VR Waiting List	0	0
Business Enterprise sites operated by blind vendors	121/138 (88%)	121/138 (88%)
IN Interpreter Certifications issued by Deaf and Hard of Hearing Services	298 (12 new/renewed)	295 (14 new/renewed)

Bureau of Rehabilitation Services

Financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			<u>Variance</u>	SFY 2026 Total Expenditures			<u>Variance</u>
		<u>Actual</u>	<u>Budget</u>	<u>Forecast</u>		<u>Budget</u>			
.1 Personnel Services	\$ 3,321,615	\$ 15,605,538	\$ 16,933,288	\$ 1,327,750		\$ 31,447,534	\$ 31,447,534	\$ -	
.2 Utilities Expenses	-	-	-	-		-	-	-	
.3 External Services Expense	1,862,250	11,623,884	11,881,990	258,107		19,216,269	19,996,143	779,874	
.4 Supplies Materials Parts	2,291	58,425	60,955	2,529		101,909	101,909	-	
.5 Capital	97,913	628,870	712,020	83,150		1,200,000	824,039	(375,961)	
.7 Grant Expense	118,381	2,000,543	2,029,718	29,175		3,350,000	3,279,436	(70,564)	
.8 Social Service Payments	3,673,505	25,057,765	26,018,692	960,927		51,000,000	55,000,000	4,000,000	
.9 Administrative Expense	143,745	892,550	940,679	48,129		1,681,358	1,881,358	200,000	
ID Bills	90,754	940,396	1,022,006	81,610		1,766,913	1,244,011	(522,902)	
Total Expenditures	\$ 9,310,455	\$ 56,807,970	\$ 59,599,346	2,791,376		109,763,983	\$ 113,774,430	\$ 4,010,447	

<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			<u>Variance</u>	SFY2026 Total Funding			<u>Variance</u>
		<u>Actual</u>	<u>Budget</u>	<u>Forecast</u>		<u>Budget</u>			
State Funds	\$ 3,385,642	\$ 10,800,290	\$ 11,692,305	\$ 892,015		\$ 23,585,047	\$ 25,126,773	\$ 1,541,726	
Federal Funds	5,806,363	44,672,171	46,383,664	1,711,493		82,887,181	86,223,855	3,336,674	
Dedicated Funds	118,449	1,335,510	1,523,377	187,868		3,291,755	2,423,802	(867,953)	
Total Funding	\$ 9,310,455	\$ 56,807,970	\$ 59,599,346	\$ 2,791,376		\$ 109,763,983	\$ 113,774,430	\$ 4,010,447	

BRS Total Staff Positions: 354 BRS Vacant Positions: 18



DDARS initiatives

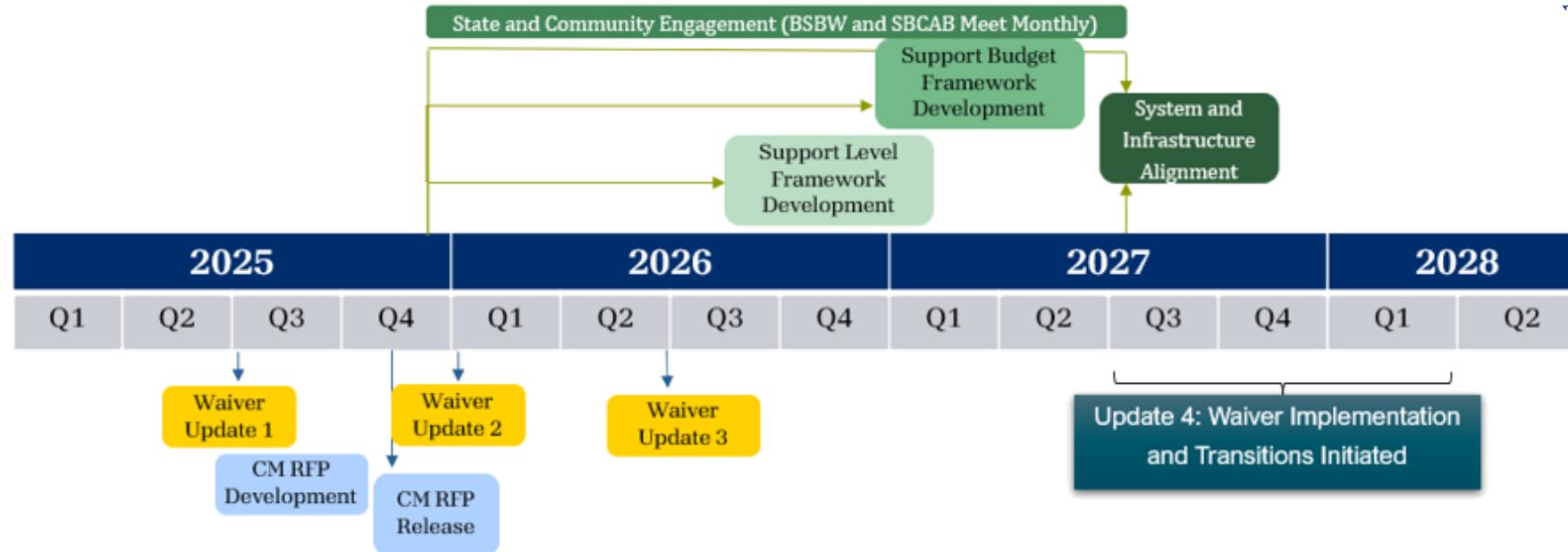
Operational efficiencies

- RSM cost containment project
- VR Services cost containment strategies to sustain services to all eligible
- DDARS waiver and non-waiver system consolidation (CaMSS) – February 2026
- Identified strategies and opportunities to increase leverage of federal match
- DSNP for I/DD population
- Improved data analysis and collaboration across business units (part of Waiver Reset)
- Consolidation of Aging and DDRS – Completed

Right people, right services, right time

- CIH review of high cost
- Waiver reset = Needs based budget, assumption of informal support, and reduction of overall avg cost by 5%
- Level of Care/eligibility modernization = Ensure those in need are accessing appropriate services- January 2026
- Case management restructure – Summer 2026
- BDS Supervised Group Living (SGL) modernization / Comprehensive Rehabilitative Management Needs Facility (CRMNF)
- First Steps data quality
- Support the redistricting/remapping AAA
- CHOICE: Restructuring of program deliverables (more dollars to services vs administrative overhead)
- RCAP rate review: ensure sustainability of program – Completed

Waiver reset and supports budget timelines



Waiver Updates

1. LCAR Implementation, launch of expanded interRAI tools (2025-NOW)
2. Launch of IDD interRAI tools, Self-Direction, unified SFC definition(NOW)
3. Contracted Case Management for H&W and TBI (Summer 2026)
4. New Waivers Launch (Future state pending submission & CMS approval)

Supports Budget Development

1. Support Level Framework Development
2. Supports Budget Framework Development
3. State and Community Engagement
4. System and Infrastructure Support and Alignment



Appendix

- DDRS Administration Financial Summary
- Division of Aging Administration Financial Summary
- Division of Aging contracts
- DDRS contracts
- Bureau of Better Aging Financial Summaries
 - Nutrition Services
 - Adult Guardianship financial summary
 - Aging special projects financial summary – close out

DDRS Administration financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			<u>Variance</u>	SFY 2026 Total Expenditures			<u>Variance</u>
		Actual	Budget	Forecast		Budget			
.1 Personnel Services	\$ 59,661	\$ 307,366	\$ 350,000	\$ 42,634	\$ 611,321	\$ 672,309	\$ 60,988		
.2 Utilities Expenses	-	-	-	-	-	-	-		
.3 External Services Expense	9	4,568	79,204	74,636	25,000	566,487	541,487		
.4 Supplies Materials Parts	-	82,404	82,436	32	83,514	83,514	-		
.5 Capital	-	75	100	25	150	100	(50)		
.7 Grant Expense	2,629	15,746	17,668	1,922	38,000	38,000	-		
.8 Social Service Payments	-	-	-	-	-	-	-		
.9 Administrative Expense	2,634	41,490	51,762	10,272	49,235	49,235	-		
ID Bills	57,666	326,507	350,000	23,493	600,000	450,000	(150,000)		
Total Expenditures	\$ 122,599	\$ 778,156	\$ 931,170	\$ 153,014	\$ 1,407,220	\$ 1,859,645	\$ 452,425		
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			<u>Variance</u>	SFY2026 Total Funding			<u>Variance</u>
		Actual	Budget	Forecast		Budget			
State Funds	\$ 122,599	\$ 147,596	\$ 185,155	\$ 37,559	\$ 289,484	\$ 757,436	\$ 467,952		
Federal Funds	-	630,560	746,015	115,455	1,117,736	1,102,209	(15,527)		
Dedicated Funds	-	-	-	-	-	-	-		
Total Funding	\$ 122,599	\$ 778,156	\$ 931,170	\$ 153,014	\$ 1,407,220	\$ 1,859,645	\$ 452,425		

Division of Aging Administration

Financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget			Forecast	Budget		
.1 Personal Services	\$ 97,128	\$ 466,404	\$ 1,003,292	\$ 536,888	\$ 1,670,679	\$ 1,863,257	\$ 192,578		
.2 Utilities Expenses	-	-	-	-	-	-	-		-
.3 External Services Expense	1,500	173,991	99,621	(74,370)	259,813	181,702	(78,111)		
.4 Supplies Materials Parts	78	965	1,328	363	2,578	2,578	-		-
.5 Capital	-	-	-	-	-	-	-		-
.7 Grant Expense	-	1,988,931	2,875,820	886,889	1,988,930	2,875,820	886,890		
.8 Social Service Payments	-	-	-	-	-	-	-		-
.9 Administrative Expense	21,814	87,816	22,918	(64,898)	91,000	43,918	(47,082)		
ID Bills	11,223	87,822	95,420	7,598	190,858	190,840	(18)		
Total Expenditures	\$ 131,743	\$ 2,805,929	\$ 4,098,400	\$ 1,292,470	\$ 4,203,859	\$ 5,158,115	\$ 954,256		
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget			Forecast	Budget		
State Funds	\$ 105,381	\$ 1,579,598	\$ 2,334,849	\$ 741,016	\$ 2,558,371	\$ 3,110,846	\$ 552,475		
Federal Funds	26,362	1,226,331	1,763,551	537,220	1,645,488	2,047,269	401,781		
Dedicated Funds	-	-	-	-	-	-	-		-
Total Funding	\$ 131,743	\$ 2,805,929	\$ 4,098,400	\$ 1,292,470	\$ 4,203,859	\$ 5,158,115	\$ 954,256		

Total Staff Positions: 27
Total Vacancies: 8

Division of Aging contracts

Contractor	Contract Information		YTD Financial Information						
	Brief Description of Service	Contract Period	Total Contract Value	Annual Contact Amount	State Funding	Federal Funding	YTD Expenditures Thru December 2025	Current Balance	
Maximus US Services Inc.	Resident Review	4/1/24 - 3/31/28	\$ 78,273,917	\$ 22,884,419	\$ 6,640,059	\$ 16,244,360	\$ 7,033,852	\$ 15,850,568	
AAAs - State Grants	Home and Community-based services	7/1/25 - 6/30/27	54,311,006	27,155,503	27,155,503	-	9,425,232	17,730,271	
PCG	Adult Protective Services	7/1/25 - 6/30/28	19,499,159	6,499,510	5,949,510	550,000	1,367,582	5,131,928	
Aging & Disability Resource Centers	HCBS Medicaid waiver programs	7/1/25 - 6/30/26	7,125,000	7,125,000	3,562,500	3,562,500	3,158,381	3,966,619	
Roeing Corporation	IR/IFUR/Mortality Support M&O,	7/1/24 - 6/30/27	4,302,900	1,702,750	746,875	955,875	206,251	1,496,499	
Advancing States	APS Program Design	4/1/24 - 9/30/25	984,044	368,750	-	368,750	368,750	-	
Total			\$ 164,496,027	\$ 65,735,932	\$ 44,054,447	\$ 21,681,485	\$ 21,560,049	\$ 44,175,884	

DDRS contracts

Contractor	Contract Information		YTD Financial Information						
	Brief Description of Service	Contract Period	Total Contract Value	Annual Contact Amount	State Funding	Federal Funding	YTD Expenditures Thru 1/05/26	Current Balance	
SPOE Vendors (4)	Single Point of Entry for First Steps	7/1/23 - 6/30/27	\$ 78,546,805	\$ 24,893,451	\$ 9,557,615	\$ 15,335,836	\$ 9,690,064	\$ 15,203,387	
Pre-ETS Vendors (12)	Pre-Employment Transition services for students with disabilities	10/1/24 - 9/30/26	26,216,819	5,864,843	-	5,864,843	2,799,088	3,065,755	
Liberty of Indiana	Oversight of service delivery throughout the state.	6/1/20 - 6/30/26	23,951,398	4,511,888	-	4,511,888	1,171,950	3,339,938	
HSRI Human Services Research Institute	Waiver intergration and redevelopment, policy analysis and outcomes evaluation	2/1/23 - 6/30/27	13,489,281	2,991,100	-	2,991,100	800,000	2,191,100	
Public Consulting Group	O&M of the State's First Steps Early Intervention Central Reimbursement Office	9/1/19 - 8/31/27	12,278,625	2,070,149	2,070,149	-	531,996	1,538,153	
Roeing Corporation	Insite, DART, IFUR, InterRAI M&O	1/1/21 - 6/30/27	9,618,483	2,790,169	-	2,790,169	579,789	2,210,380	
Public Consulting Group	VR claims payment system	4/1/23 - 3/31/27	4,910,694	1,008,333	-	1,008,333	74,963	933,370	
Alliance Enterprises	Web-based management for VR services	7/1/21 - 6/30/27	4,847,453	2,154,905	-	1,216,151	1,378,343	776,562	
Syra Health Corporation	HCBS training, marketing, testing needs assessment	11/1/24 - 10/31/28	4,751,047	3,568,304	-	3,568,304	2,865,492	702,812	
Centers for Independent Living Vendors (10)	Centers for Independent Living to deliver core services and state plan	10/1/24-9/30/26	3,262,045	1,631,023	1,631,023	815,511	815,511	815,511	
Total			\$ 175,931,728	\$ 51,484,165	\$ 11,627,764	\$ 38,917,647	\$ 20,707,195	\$ 30,776,970	

Bureau of Better Aging

- Appendices-Financial Summaries
 - Nutrition Services
 - Adult Guardianship
 - Special Projects



Nutrition Services financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
.2 Utilities Expenses	-	-	-	-	-	-	-	-	-
.3 External Services Expense	-	-	-	-	-	-	-	-	-
.4 Supplies Materials Parts	-	-	-	-	-	-	-	-	-
.5 Capital	-	-	-	-	-	-	-	-	-
.7 Grant Expense	13,815	384,799	563,412	178,613	1,103,412	1,103,412	1,103,412	1,103,412	-
.8 Social Service Payments	-	-	-	-	-	-	-	-	-
.9 Administrative Expense	-	-	-	-	-	-	-	-	-
ID Bills	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 13,815	\$ 384,799	\$ 563,412	\$ 178,613	\$ 1,103,412	\$ 1,103,412	\$ 1,103,412	\$ -	
<hr/>									
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Funds	13,815	384,799	563,412	178,614	1,103,412	1,103,412	1,103,412	1,103,412	-
Dedicated Funds	-	-	-	-	-	-	-	-	-
Total Funding	\$ 13,815	\$ 384,799	\$ 563,412	\$ 178,614	\$ 1,103,412	\$ 1,103,412	\$ 1,103,412	\$ -	

Adult Guardianship financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025			Variance	SFY 2026 Total Expenditures			Variance
		Actual	Budget	Forecast		Budget			
.1 Personal Services	\$ 1,003	\$ 3,008	\$ 4,738	\$ 1,730	\$ 8,800	\$ 8,800	\$ -		
.2 Utilities Expenses	-	-	-	-	-	-	-		
.3 External Services Expense	-	-	-	-	-	-	-		
.4 Supplies Materials Parts	-	-	-	-	-	-	-		
.5 Capital	-	-	-	-	-	-	-		
.7 Grant Expense	34,501	198,750	225,639	26,889	356,216	398,199	41,983		
.8 Social Service Payments	-	-	-	-	-	-	-		
.9 Administrative Expense	-	-	-	-	-	-	-		
ID Bills	-	-	-	-	-	-	-		
Total Expenditures	\$ 35,503	\$ 201,758	\$ 230,377	\$ 28,619	\$ 365,016	\$ 406,999	\$ 41,983		
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025			Variance	SFY2026 Total Funding			Variance
		Actual	Budget	Forecast		Budget			
State Funds	\$ 35,503	\$ 201,758	\$ 230,377	\$ 28,619	\$ 365,016	\$ 406,999	\$ 41,983		
Federal Funds	-	-	-	-	-	-	-		
Dedicated Funds	-	-	-	-	-	-	-		
Total Funding	\$ 35,503	\$ 201,758	\$ 230,377	\$ 28,619	\$ 365,016	\$ 406,999	\$ 41,983		

Special projects: Close out financial summary

<u>Expenditures</u>	Current Month Expenditures December 2025	Year To Date Expenditures December 2025		Variance	SFY 2026 Total Expenditures		Variance
		Actual	Budget		Forecast	Budget	
.1 Personal Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
.2 Utilities Expenses	-	-	-	-	-	-	-
.3 External Services Expense	-	2,843	2,843	-	2,843	2,843	-
.4 Supplies Materials Parts	-	-	-	-	-	-	-
.5 Capital	-	-	-	-	-	-	-
.7 Grant Expense	-	323,422	356,914	33,493	325,000	356,914	31,914
.8 Social Service Payments	-	-	-	-	-	-	-
.9 Administrative Expense	-	-	-	-	-	-	-
ID Bills	-	-	-	-	-	-	-
Total Expenditures	\$ -	\$ 326,265	\$ 359,758	\$ 33,493	\$ 327,843	\$ 359,758	\$ 31,914
<u>Funding</u>	Current Month Funding December 2025	Year to Date Funding December 2025		Variance	SFY2026 Total Funding		Variance
		Actual	Budget		Forecast	Budget	
State Funds	\$ -	\$ 170,560	\$ 170,560	\$ -	\$ 170,560	\$ 170,560	\$ -
Federal Funds	-	155,704	189,197	33,493	157,283	189,197	31,914
Dedicated Funds	-	-	-	-	-	-	-
Total Funding	\$ -	\$ 326,265	\$ 359,758	\$ 33,493	\$ 327,844	\$ 359,758	\$ 31,914



Thank
You!

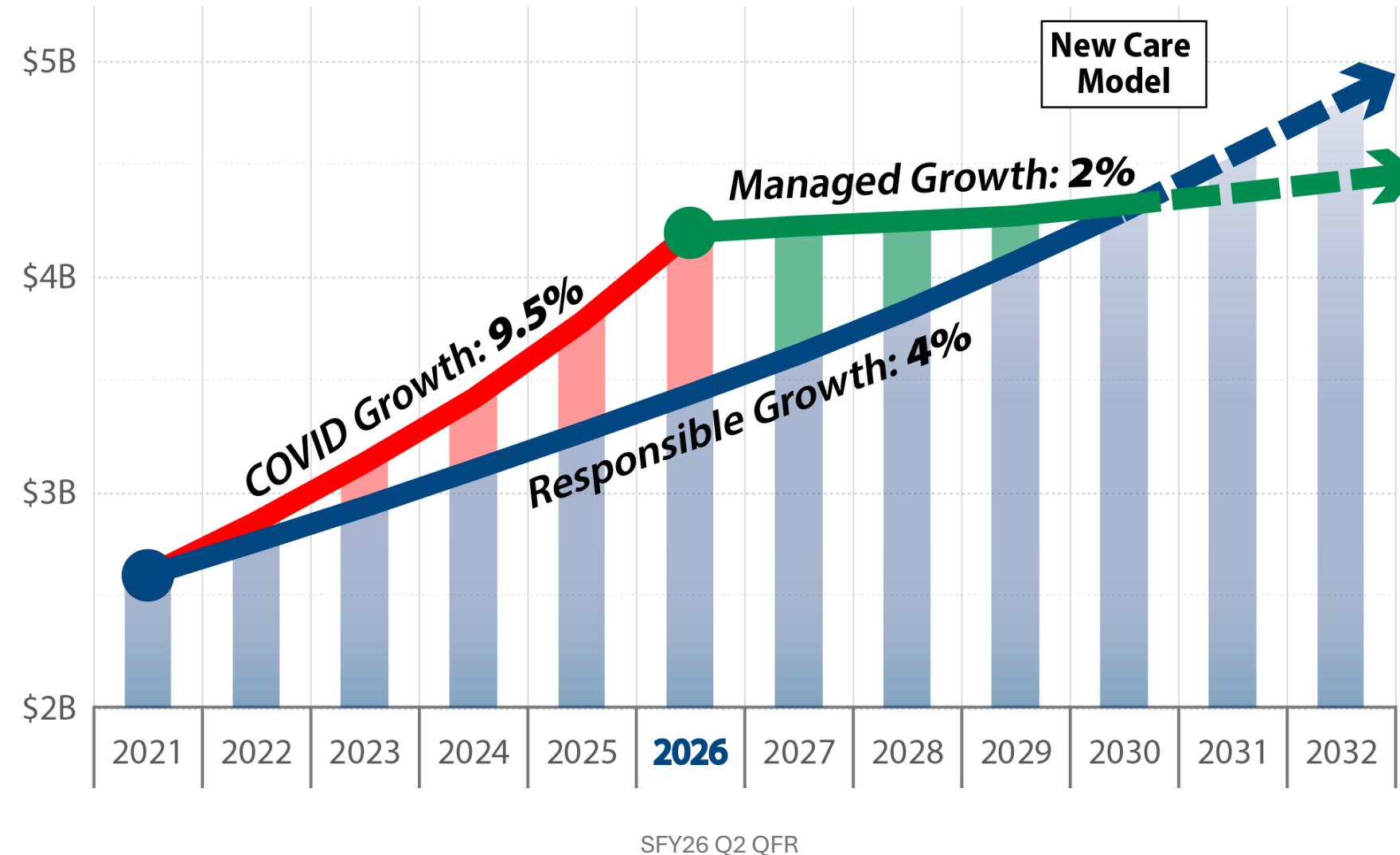




FSSA Quarterly Financial Review

Secretary Mitch Roob

Making Medicaid Boring Again



The End of the Beginning

2025 FSSA recap

- The state is projected to save **\$314.1 million in SFY 2026** and **\$151.8 million in SFY 2027**, totaling **\$465.9 million in state savings** over the biennium.
- Certified Community Behavioral Health Centers (CCBHC)
 - Services began in early 2025 at 8 demonstration pilot sites.
- 340B pricing reform
- Rural Health Transformation Program award: \$206,927,897



Make Indiana Healthy Again

Smart SNAP

Indiana was one of the first states to receive a USDA waiver to remove candy and sugary drinks from SNAP

- Smart SNAP began Jan. 1, 2026



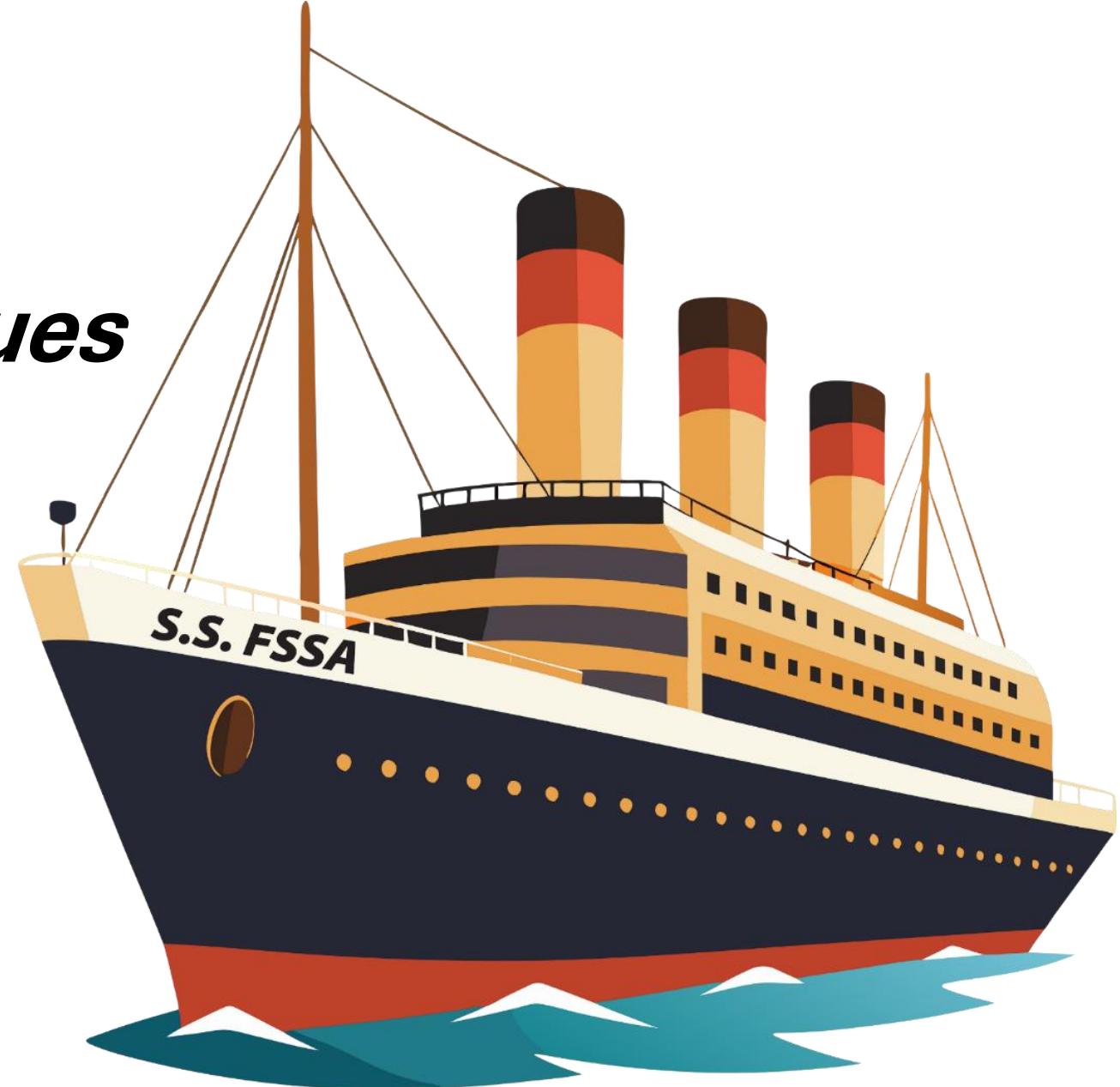
**Smart SNAP:
Healthy Choices,
Stronger Hoosiers**

ABA Working Group recommendations

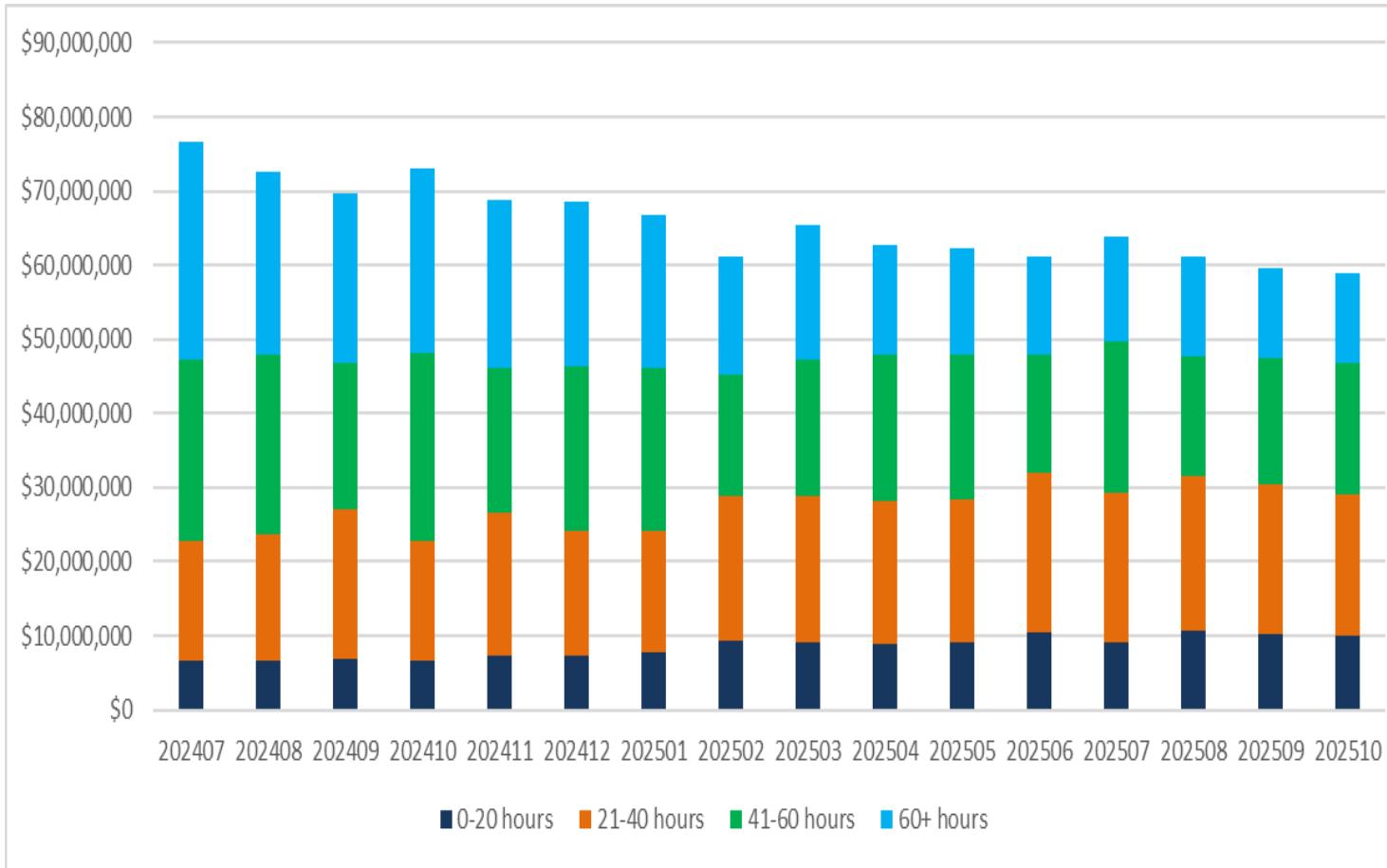
- At Governor Braun’s direction, the ABA Workgroup released the following recommendations:
 - Utilization: lifetime allocation of up to 4,000 hours of comprehensive ABA per child
 - Create rate modifiers to encourage group therapy where clinically appropriate.
 - Require accreditation of ABA therapy centers
 - 10% reimbursement rate decrease for individual ABA therapy
- A state plan amendment will be submitted to CMS.

2026 S.S. FSSA

The Journey Continues



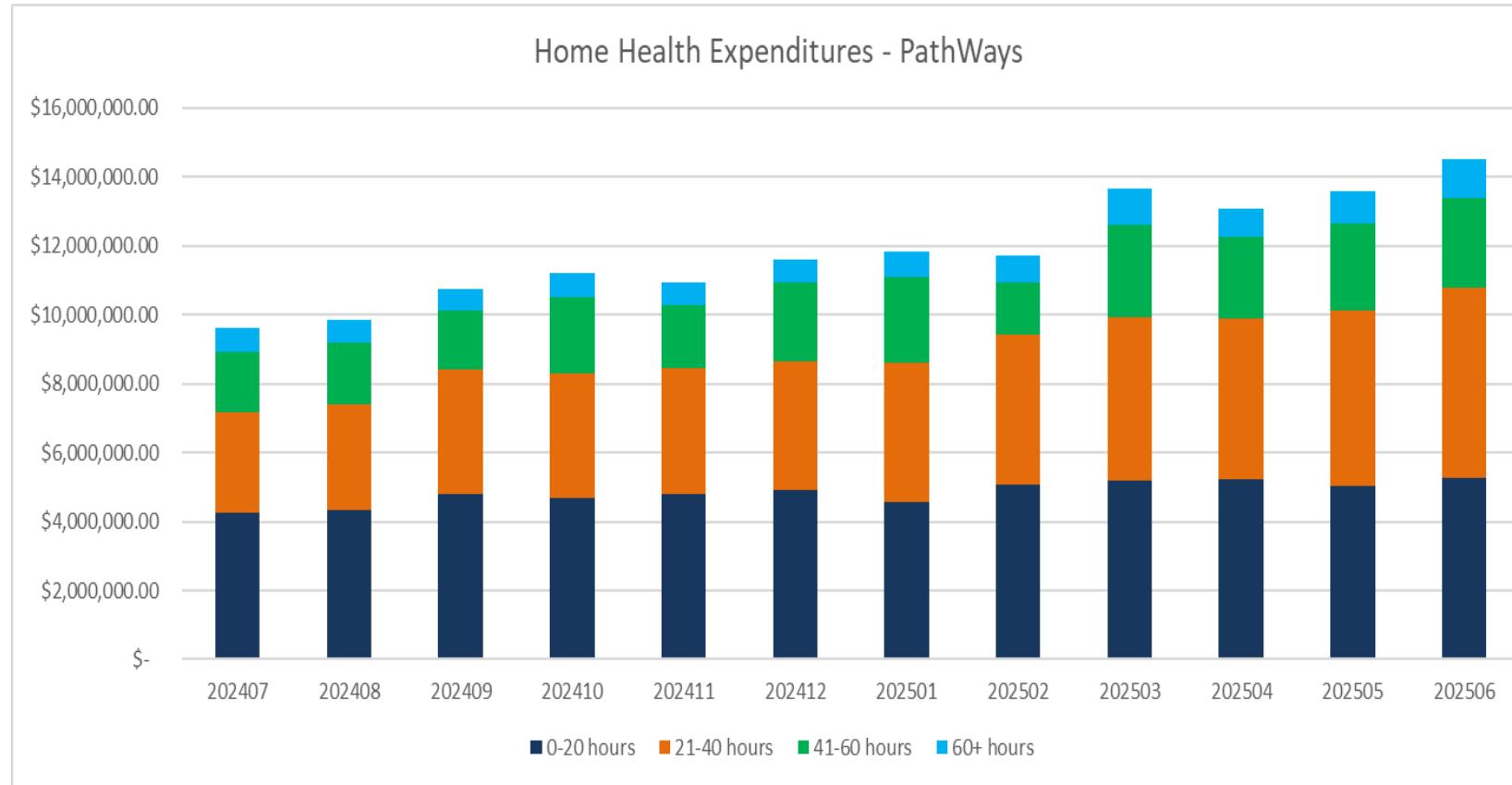
PathWays for Aging Program – Attendant Care Services



Attendant Care Expenditures

- From SFY 2021 to 2024, expenditures increased by 536%
- The expenditures for Q1 SFY 2026 were \$2M less than Q4 SFY 2025
- Attendant Care spend continues to decrease for the PathWays program, but the rate of decrease has slowed

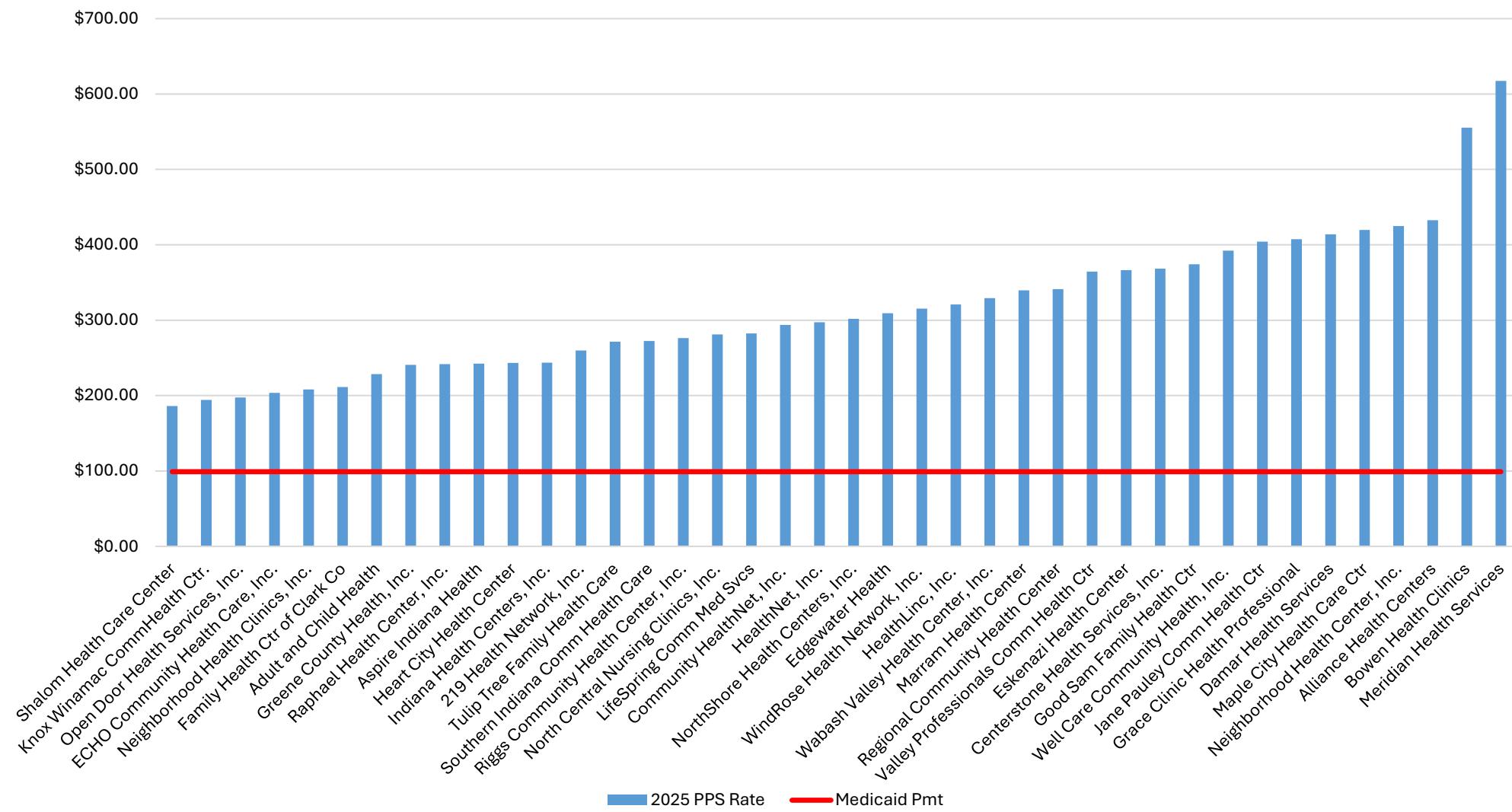
PathWays for Aging Program – Home Health Services



Home Health Services

- Home Health Services expenditures grew by \$3.4M to \$4.0M each quarter of SFY 2025
- Increased spend was seen for both members receiving Attendant Care Services and members that are not receiving Attendant Care Services

Federally Qualified Health Centers - 2025 PPS rates



2025 PPS Rate Medicaid Pmt

SFY26 Q2 QFR

216

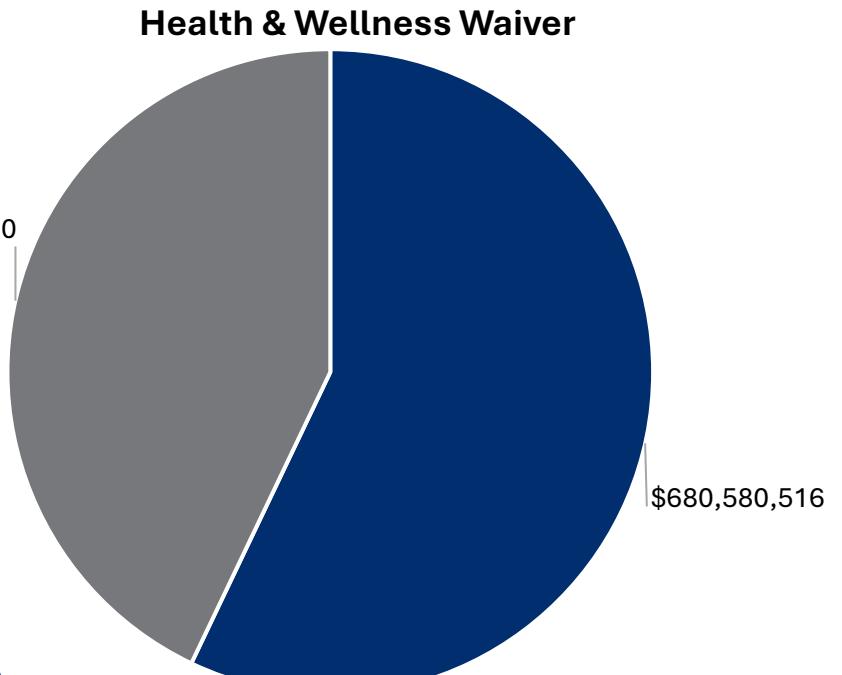
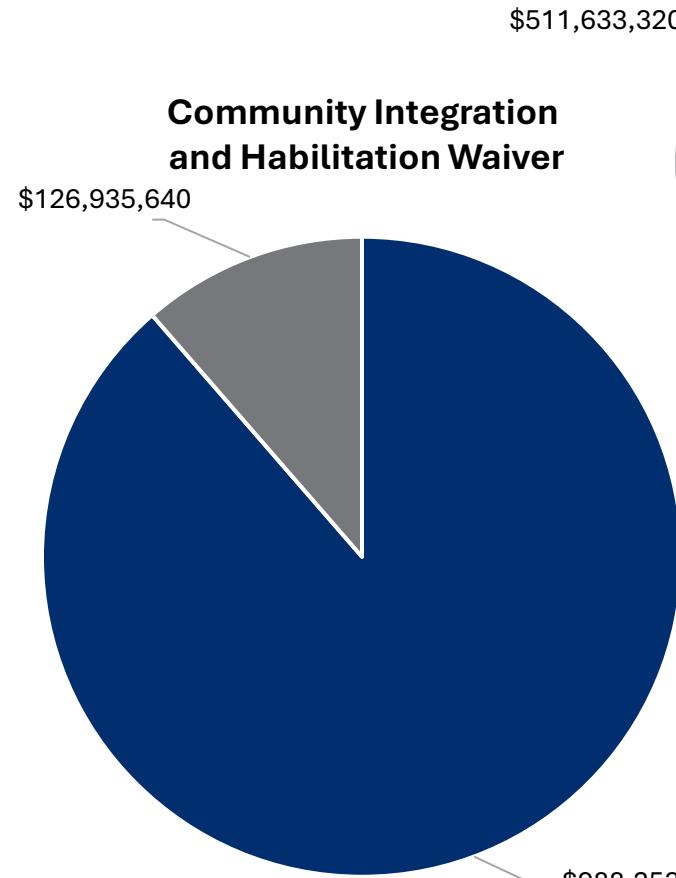
Current waiver statistics

Waiver	Total Expenditures	Total Enrollees
H&W	\$1,192,213,836	12,881
CIH	\$1,115,189,268	9,041
FSW	\$723,119,544	25,394
TBI	\$18,264,960	180

Traumatic Brain Injury Waiver



- Total Waiver Services Expenditures
- Total State Plan Services Expenditures



Waiver Reset

Goals of reset process

- Improve support coordination
- Implement sustainable service delivery system
- Enhance provider capacity with quality outcomes
- Focus on system simplification
 - Consolidation of services – improved flexibility for individuals





The Mother of All Procurements (\$68B)

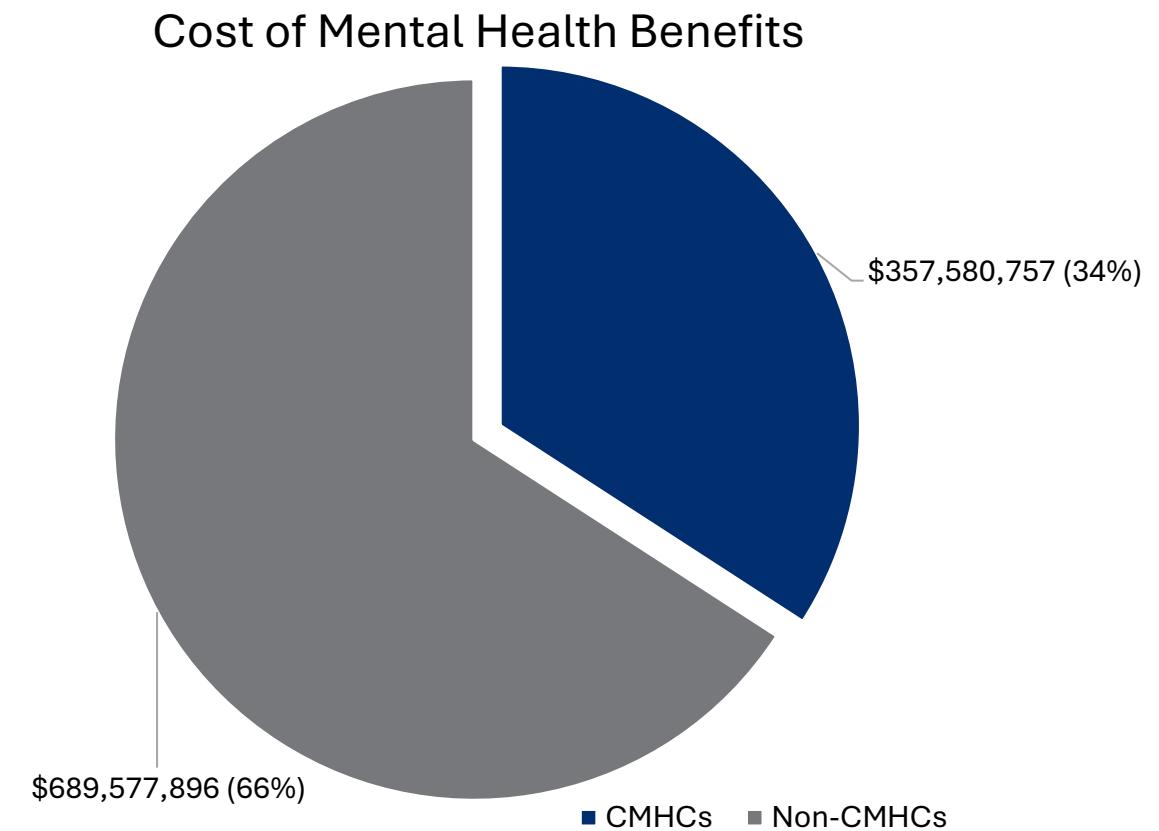
Release of the request for proposal (RFP) for Managed Care Services for all four programs anticipated in August:

- Healthy Indiana Plan
- Hoosier Healthwise
- Hoosier Care Connect
- Indiana PathWays for Aging

Covered lives:
1,444,799

Mental Health and Addiction

- In CY 2024, the total Medicaid spend on mental health, ABA therapy and substance use disorder was \$2,044,150,711
 - Members receiving mental health benefits: 444,852
 - Members receiving ABA benefits: 9,236
 - Members receiving SUD benefits: 121,507
- The total cost of mental health benefits (excluding ABA and substance use disorder) was \$1,047,158,653



Current state of Indiana Medicaid Program

- Under the section 1115 waiver for HIP, the Indiana Medicaid program supports Substance Use Disorder (SUD) treatment program
 - Stated goal: directly support Medicaid's objectives by improving access to high-quality services, critical to addressing Indiana's substance use epidemic.
- Medicaid is now a mental health and addiction program
 - The state needs to come to terms with what that means
- Lack of quality and outcome metrics

Indiana's health care challenges



High hospital prices

Indiana has some of the highest hospital costs in the nation, making health care financially burdensome for both patients and providers.



Substandard health outcomes

Indiana has one of the worst maternal mortality rates in the country and high rates of cancer-related deaths.

Despite Medicaid expansion, hospital costs continue to rise.

IN health care history

- Wishard Advantage
 - Before HIP, no statewide effort existed to manage indigent care in Indiana
- Healthy Indiana Plan (HIP) 1.0
 - Pre-ACA program that provided Medicaid eligibility to childless adults
- HIP 2.0
 - Leveraged prior HIP program as vehicle for Medicaid expansion
- Rose v. Becerra lawsuit
 - Decision leaves Indiana with basic expansion program

HIP 3.0, SB1

“Indiana needs a HIP replacement”—Sandy Roob



Community engagement

Effective 1/1/27

Eligibility criteria and mandatory participation in work or other forms of community engagement



Benefit package design

Member engagement through selection of benefit package based on cost sharing



Healthy incentives

Creates incentives for healthy behaviors like regular check-ups and preventive care



Cost-sharing

Cost sharing required for all enrollees with choice between co-payments at time of service or fixed monthly payments.*

*Discussions still ongoing with CMS for full HIP 3.0 design approval.

Hospital Assessment Fee (HAF)

History

- Indiana's HAF was initially created in 2011 and expanded in 2014.
- The HAF currently funds:
 - State share of costs associated with Medicaid expansion (HIP 2.0)
 - Increased reimbursement for FFS and managed care services

Proposed tax changes before CMS

- Update the hospital tax percentages
- Revise tax structure
 - Transition from assessment of Medicaid days to an assessment on total net patient revenue
- Proposed plan submitted to CMS on June 9, 2025



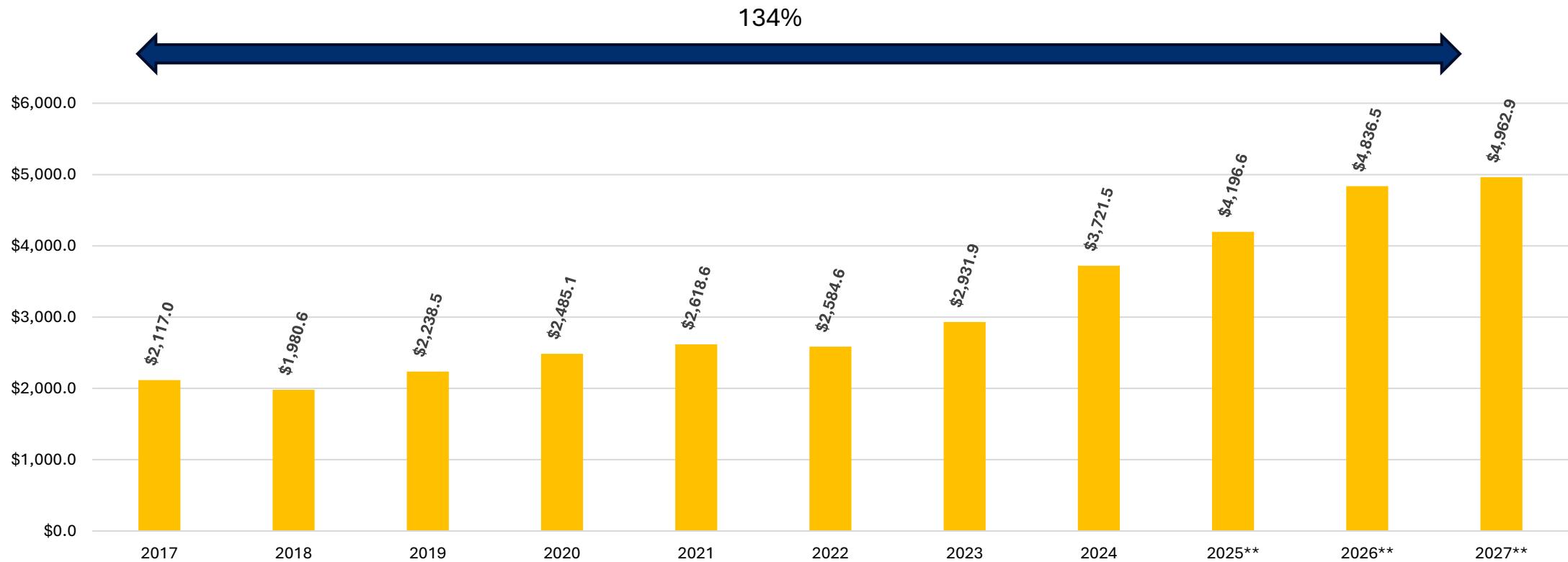
Medicaid reimbursement as a tool to lower hospital costs

Leveraging state-directed payments to incentivize hospitals



- Directly correlate Medicaid reimbursement based on each hospital's average commercial rates (ACR)
- Medicaid payments will tier to create incentives for hospitals to pursue commercial price reductions that help all payers
- Indiana's SDP preprint was resubmitted in January of 2026

Medicaid appropriations



**Forecasted amounts based on approved SFY2026/2027 appropriations

Average appropriation increase 2017 to 2027	9.5%
Appropriation increase 2017 to 2027	134%

April 2027

Medicaid assistance forecast

Note: Forecasted amounts do not reflect future federal and state policy changes

EXPENDITURES, in \$millions	FY 2023	Growth	FY 2024	Growth	FY 2025	Growth	FY 2026	Growth	FY 2027
Healthy Indiana Plan	\$6,310.7	(6.8%)	\$5,882.3	(3.8%)	\$5,661.6	9.3%	\$6,189.2	7.1%	\$6,628.3
Hoosier Care Connect	1,505.0	14.7%	1,725.6	(13.5%)	1,492.6	(7.5%)	1,380.3	18.5%	1,635.7
Hoosier Healthwise	2,206.1	24.6%	2,749.5	4.9%	2,884.4	(10.0%)	2,595.1	6.3%	2,757.8
Pathways (MLTSS)			0.0	0.0%	4,071.7	16.5%	4,742.0	9.9%	5,212.9
Fee for Service - non-LTSS	2,200.3	13.9%	2,505.6	(11.7%)	2,212.4	(0.9%)	2,191.5	10.1%	2,412.5
Fee for Service LTSS - Institutional	2,413.5	8.8%	2,625.9	(64.2%)	938.8	(13.9%)	808.7	5.7%	855.1
Fee for Service LTSS - Community	2,146.6	66.4%	3,572.8	(35.2%)	2,314.1	(1.8%)	2,272.1	2.6%	2,331.2
Medicare Buy-In, Clawback	774.3	3.4%	800.9	3.5%	829.3	11.0%	920.3	9.5%	1,008.0
Rebates and Collections	(1,396.1)	2.9%	(1,436.2)	26.2%	(1,811.9)	(3.3%)	(1,752.6)	2.0%	(1,786.9)
Remove CHIP and MFP	(320.7)	31.2%	(420.7)	27.7%	(537.3)	(10.8%)	(479.3)	0.6%	(482.2)
Other Expenditures (DSH, UPL, etc.)	2,060.0	(32.6%)	1,387.6	49.7%	2,076.6	(18.5%)	1,693.0	(2.4%)	1,652.9
Medicaid Expenditures (State and Federal)	\$17,899.8	8.3%	\$19,393.3	3.8%	\$20,132.3	2.1%	\$20,560.3	8.1%	\$22,225.3
FUNDING, in \$millions	FY 2023	Growth	FY 2024		FY 2025	Growth	FY 2026	Growth	FY 2027
Federal Funds	\$13,416.5	0.6%	\$13,497.9	1.3%	\$13,677.4	2.7%	\$14,050.7	9.3%	\$15,358.6
IGTs	422.6	2.5%	433.1	16.0%	502.5	7.6%	540.8	2.4%	554.0
Provider Tax Receipts	181.7	(8.4%)	166.5	55.2%	258.4	(24.0%)	196.3	4.6%	205.3
HAF Funding	676.6	7.9%	729.8	21.5%	886.5	(11.7%)	782.6	1.0%	790.1
HIP Funding	566.1	(13.3%)	490.9	(4.8%)	467.3	9.7%	512.6	7.8%	552.7
QAF Transfer to SBA	(41.8)	(2.0%)	(40.9)	7.0%	(43.8)	3.0%	(45.1)	3.0%	(46.5)
Non-Medicaid Assistance Funds	\$15,221.7	0.4%	\$15,277.2	3.1%	\$15,748.2	1.8%	\$16,037.9	8.6%	\$17,414.2
Forecasted Medicaid GF Assistance Need	\$2,678.1	53.7%	\$4,116.1	6.5%	\$4,384.0	3.2%	\$4,522.4	6.4%	\$4,811.1
General Fund Medicaid Assistance Appropriation	\$2,931.9	26.9%	\$3,721.5	12.8%	\$4,196.6		\$4,836.5		\$4,962.9
Sub-total (Shortfall)/Surplus	\$253.8		(\$394.6)		(\$187.4)		\$314.1		\$151.8
Augmentation/(Reversion) amount	(\$525.0)		\$255.2		\$220.6				
Balance After Augmentation/(Reversion)	(\$271.2)		(\$139.4)		\$33.2				

FY 2029

Medicaid assistance forecast

Note: Forecasted amounts do not reflect future federal and state policy changes

EXPENDITURES, in \$millions	FY 2023	Growth	FY 2024	Growth	FY 2025	Growth	FY 2026	Growth	FY 2027	Growth	FY 2028	Growth	FY 2029
Healthy Indiana Plan	\$6,310.7	(6.8%)	\$5,882.3	(3.8%)	\$5,661.6	9.3%	\$6,189.2	7.1%	\$6,628.3	1.5%	\$6,730.5	4.7%	\$7,045.4
Hoosier Care Connect	1,505.0	14.7%	1,725.6	(13.5%)	1,492.6	(7.5%)	1,380.3	18.5%	1,635.7	4.4%	1,707.0	6.3%	1,815.0
Hoosier Healthwise	2,206.1	24.6%	2,749.5	4.9%	2,884.4	(10.0%)	2,595.1	6.3%	2,757.8	5.3%	2,904.9	6.4%	3,090.5
Pathways (MLTSS)		0.0	0.0%		4,071.7	16.5%	4,742.0	9.9%	5,212.9	4.1%	5,429.2	7.1%	5,816.8
Fee for Service - non-LTSS	2,200.3	13.9%	2,505.6	(11.7%)	2,212.4	(0.9%)	2,191.5	10.1%	2,412.5	10.7%	2,671.3	10.0%	2,939.1
Fee for Service LTSS - Institutional	2,413.5	8.8%	2,625.9	(64.2%)	938.8	(13.9%)	808.7	5.7%	855.1	3.0%	880.8	2.7%	904.8
Fee for Service LTSS - Community	2,146.6	66.4%	3,572.8	(35.2%)	2,314.1	(1.8%)	2,272.1	2.6%	2,331.2	1.1%	2,356.7	0.8%	2,375.4
Medicare Buy-In, Clawback	774.3	3.4%	800.9	3.5%	829.3	11.0%	920.3	9.5%	1,008.0	8.5%	1,093.3	9.9%	1,201.1
Rebates and Collections	(1,396.1)	2.9%	(1,436.2)	26.2%	(1,811.9)	(3.3%)	(1,752.6)	2.0%	(1,786.9)	9.7%	(1,960.1)	6.5%	(2,087.3)
Remove CHIP and MFP	(320.7)	31.2%	(420.7)	27.7%	(537.3)	(10.8%)	(479.3)	0.6%	(482.2)	7.5%	(518.4)	6.6%	(552.5)
Other Expenditures (DSH, UPL, etc.)	2,060.0	(32.6%)	1,387.6	49.7%	2,076.6	(18.5%)	1,693.0	(2.4%)	1,652.9	3.5%	1,711.0	4.2%	1,782.2
Medicaid Expenditures (State and Federal)	\$17,899.8	8.3%	\$19,393.3	3.8%	\$20,132.3	2.1%	\$20,560.3	8.1%	\$22,225.3	3.5%	\$23,006.2	5.8%	\$24,330.4
FUNDING, in \$millions	FY 2023	Growth	FY 2024		FY 2025	Growth	FY 2026	Growth	FY 2027	Growth	FY 2028	Growth	FY 2029
Federal Funds	\$13,416.5	0.6%	\$13,497.9	1.3%	\$13,677.4	2.7%	\$14,050.7	9.3%	\$15,358.6	3.9%	\$15,952.2	5.6%	\$16,851.1
IGTs	422.6	2.5%	433.1	16.0%	502.5	7.6%	540.8	2.4%	554.0	2.4%	567.5	2.8%	583.3
Provider Tax Receipts	181.7	(8.4%)	166.5	55.2%	258.4	(24.0%)	196.3	4.6%	205.3	2.3%	210.1	2.9%	216.1
HAF Funding	676.6	7.9%	729.8	21.5%	886.5	(11.7%)	782.6	1.0%	790.1	1.3%	800.6	1.6%	813.7
HIP Funding	566.1	(13.3%)	490.9	(4.8%)	467.3	9.7%	512.6	7.8%	552.7	0.4%	554.8	4.1%	577.6
QAF Transfer to SBA	(41.8)	(2.0%)	(40.9)	7.0%	(43.8)	3.0%	(45.1)	3.0%	(46.5)	3.0%	(47.3)	3.0%	(49.3)
Non-Medicaid Assistance Funds	\$15,221.7	0.4%	\$15,277.2	3.1%	\$15,748.2	1.8%	\$16,037.9	8.6%	\$17,414.2	3.6%	\$18,037.4	5.3%	\$18,992.5
Forecasted Medicaid GF Assistance Need	\$2,678.1	53.7%	\$4,116.1	6.5%	\$4,384.0	3.2%	\$4,522.4	6.4%	\$4,811.1	3.3%	\$4,968.9	7.4%	\$5,337.5
General Fund Medicaid Assistance Appropriation	\$2,931.9	26.9%	\$3,721.5	12.8%	\$4,196.6		\$4,836.5		\$4,962.9				
Sub-total (Shortfall)/Surplus	\$253.8		(\$394.6)		(\$187.4)		\$314.1		\$151.8				
Augmentation/(Reversion) amount	(\$525.0)		\$255.2		\$220.6								
Balance After Augmentation/(Reversion)	(\$271.2)		(\$139.4)		\$33.2								



Making Medicaid Boring Again

