



Goodhue County
Health and Human Services

Finance and IT Division

TO: Goodhue County Health and Human Services (HHS) Board
FROM: Kayla Matter, Deputy Director
DATE: February 17th, 2026
Subject: Fourth Quarter 2025 – Year End Fiscal Report

At the end of the fourth quarter of CY 2025, Goodhue County Health & Human Services Agency had the following budget financial summary:

Year: 2025	YTD Actual	2025 Budget	% of Budget
<i>Revenues</i>	23,831,846	24,366,021	98%
<i>Expenditures</i>	23,018,007	24,366,021	94%
<i>Net</i>	813,839	-	-
<i>Children in OHP</i>	1,991,284	1,830,500	109%
<i>County Burials</i>	55,511	40,000	139%
<i>State Hospital Costs</i>	201,750	165,000	122%
<i>Sal/Ben, Overhead and CE</i>	16,408,555	17,257,513	95%
<i>Additional Staffing Revenues</i>	6,185,915	5,736,767	108%

Fund Balance

Going forward, our Cash Operating Fund Balance Assigned for Health and Human Services Expenditures as of 12/31/25 is \$9,741,088, which is 39.11% of our 2026 budget (\$24,906,572). Our committed fund balance is \$150,300, Assigned fund balance is \$9,791,092, and Total Cash Balance is \$19,682,480.

HHS is in a strong financial position with a healthy fund balance established. Our Assigned Fund Balance items are carefully considered each year. Given the current uncertainty in both the state and federal budget, our agency is well positioned to closely monitor, manage, and act on as needed to any changes even if they were to happen mid-year, and we are prepared to utilize fund balance as needed to help reduce levy impact for the 2027 budget.

Year End Report Updates

South Country Health Alliance (SCHA)

Four year revenues from SCHA, an important county partner and provider.

2025 SCHA Revenue \$1,776,422

2024 SCHA Revenue \$1,568,502

2023 SCHA Revenue \$1,774,749

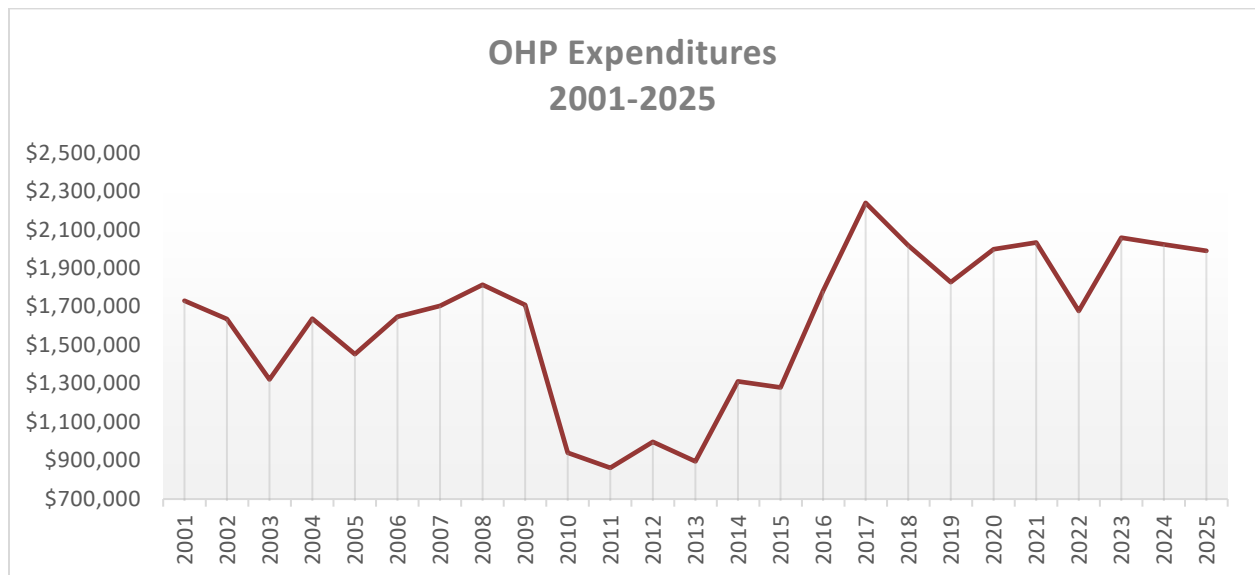
2022 SCHA Revenue \$2,005,250

Revenue dropped in 2023 when we first started using Blue Plus as another provider.

We also received \$571,991 from SCHA for a Community Reinvestment grant that we will spend over the years of 2025-2027.

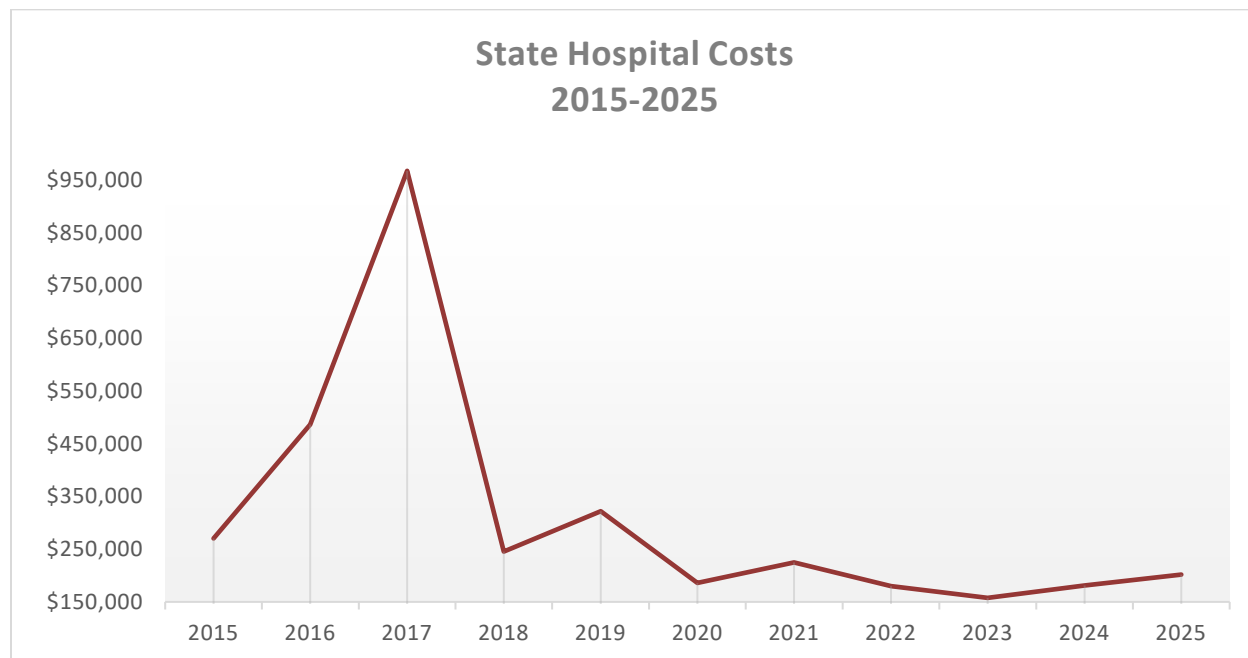
Children in Out of Home Placement (OHP)

We have continued to see an upward trend of increasing OHP costs since 2013. In 2025 we ended up being over budget by 8.78%, or \$160,784. These are mandated costs that can vary depending on the children we are serving in a given year.



State Hospital Costs

These costs are 24-hour comprehensive inpatient services provided to persons with mental illness or emotional disturbance in a regional treatment center or community behavioral health care hospital operated by the department. We saw a slight increase from 2024. HHS staff continue to work diligently to find placements for clients when they are deemed to be discharged, which is when the daily rate becomes substantial.



County Burials

The number of county burials for 2025 were 24, compared to 17 in 2024.

Staffing

During 2025, HHS had 9 retirements, 10 promotions, 9 resignations, 8 new positions, and 3 lateral transfers.

With our new positions, we only had an increase of 3 FTE. The other five positions were promotional opportunities only, which included an increase in workload.

Lateral transfers included staff changing job duties after there is an open position either in the same unit, or a different unit, with no change in pay as they are on the same pay scale. This does not include staff who stay within their unit, but have a change in assigned duties as openings become available.

Agency staff continue to excel in delivering essential services to Goodhue County residents while maintaining accurate and timely documentation in various HHS systems to ensure proper payment for services. The addition of supervisors and leads in Social Services and Home and Community-Based Services has strengthened oversight, enhancing service quality and enabling thorough case audits to ensure accurate billing. Despite significant staff changes in 2025, staffing revenues exceeded expectations, coming in over budget by \$449,148.

Future

We will continue to:

- Carefully monitor proposed legislative budget changes and how they could affect HHS for 2026, and following years.
- The costs of Out of Home Placements (OHP), state hospitalization, the Behavioral Health Fund (BHF), and Substance Use Disorder (SUD) reform are challenging to predict. We closely monitor these areas and prioritize client-centered best practices and evidence-based services to minimize the need for out-of-home placements and hospitalizations whenever possible.
- Learn about the Targeted Case Management (TCM) redesign updates as they come out. This will be changing in regards to how agencies bill and are paid. At this time, we know that once these changes are approved we will have two years before changes are implemented.
- We will continue to monitor and maximize our funding whenever possible. We maintain a number of long-standing State and Federal grants, as well as newly awarded ongoing grants. Our agency continues to have ongoing budget discussions throughout the year for any/all of our funding and expenditures.
- Monitor any changes regarding mandates from the Minnesota African American Family and Preservation and Child Welfare Disproportionality Act.

Fund Balance Report - Other Special Revenue Funds (Cash Basis)		
As of December 31, 2025		
	HHS	
Fund Balance - Cash on Hand 12/31/25	<u>\$19,682,480.27</u>	79.03%
<i>Less: Restricted Fund Balance</i>		
<i>Less: Committed Fund Balance</i>		
Petty cash and change funds	-\$300.00	
Out-of-Home Placement Budget Deficits	-\$150,000.00	
<i>Less: Assigned Fund Balance</i>		
HHS: Resident Engagement System (Ecovia)	-\$100,000.00	
HHS: 2027 HHS Use of Fund Balance (1% of Salaries/Benefits of 2027 Budget)	-\$175,055.00	
HHS: 2026 HHS use of fund balance (in 2026 budget)	-\$266,037.00	
HHS: African American Family Preservation Act Mandates	-\$500,000.00	
HHS: State Hospitals Budget Deficits	-\$750,000.00	
HHS: Future Technology Upgrades/Projects	-\$1,000,000.00	
HHS: Emergency Preparedness	-\$1,250,000.00	
HHS: Mental Health	-\$1,250,000.00	
HHS: Chemical Dependency	-\$1,250,000.00	
HHS: Foster Care Budget Deficits	-\$1,500,000.00	
HHS: Potential State/Federal Funding Cuts	-\$1,750,000.00	
Assigned For Health & Human Services Expenditures	\$9,741,088.27	
Per Fund Balance Policy - Goal is 30-40%	39.11%	
2026 Original Budget	<u>\$24,906,572.00</u>	
	30%	\$7,471,971.60
	35%	\$8,717,300.20
	40%	\$9,962,628.80
Fund Balance as a percent of 2026 Budgeted Expenditures \$24,366,021		% of 2026 Budget
Committed Fund Balance Total	\$150,300.00	0.60%
Assigned Fund Balance Programs Total	\$9,791,092.00	39.31%
Assigned for Health & Human Services Expenditures	\$9,741,088.27	39.11%
	<u>\$19,682,480.27</u>	
Per Fund Balance Policy - Goal is 30-40% of Assigned Fund Balance for HHS Expenditures		

STATEMENT OF REVENUES AND EXPENDITURES

DESCRIPTION	CURRENT MONTH	YEAR TO-DATE	2025 Budget	% OF BUDG	% OF YEAR
HHS Staffing Revenues					
11-420-640-0000-5289 CS ST MA Incentive	2,472.04-	18,321.11-	18,000.00-	102	100
11-420-640-0000-5290 CS ST Incentives	0.00	11,866.00-	12,000.00-	99	100
11-420-640-0000-5355 CS Fed Admin	44,600.00-	771,086.00-	900,000.00-	86	100
11-420-640-0000-5356 CS Fed Incentive	0.00	118,030.00-	105,000.00-	112	100
11-420-640-0000-5379 CS Fed MA Incentive	1,503.67-	11,238.98-	10,000.00-	112	100
11-430-700-0000-5292 State LTSS	0.00	468,393.00-	431,522.00-	109	100
11-430-700-0000-5383 Fed LTSS	0.00	571,910.00-	526,890.00-	109	100
11-430-700-3810-5380 Fed MA SSTS	0.00	165,702.00-	182,979.00-	91	100
11-430-710-0000-5289 Child Protection	0.00	155,445.00-	155,445.00-	100	100
11-430-710-3810-5366 FC IV-E	58,280.00-	218,420.00-	110,000.00-	199	100
11-430-710-3810-5367 IV-E SSTS	43,270.00-	165,365.00-	140,610.00-	118	100
11-430-710-3930-5381 CW-TCM	57,048.45-	460,069.13-	475,000.00-	97	100
11-430-740-3910-5240 St Adult MH-TCM	925.00-	3,896.00-	1,500.00-	260	100
11-430-740-3910-5381 MA Adult MH-TCM	27,635.71-	206,920.31-	200,000.00-	103	100
11-430-740-3910-5401 SCHA Adult MH-TCM	184,465.24-	1,090,352.35-	825,000.00-	132	100
11-430-740-3930-5401 SCHA Pathways	0.00	7,365.92-	55,000.00-	13	100
11-430-760-3930-5381 Adult VA/DD-TCM	15,201.84-	50,880.83-	35,000.00-	145	100
11-463-463-0000-5290 St AC Waiver	0.00	3,032.08-	22,000.00-	14	100
11-463-463-0000-5292 St MA CM Waivers	50,401.74-	487,170.98-	400,000.00-	122	100
11-463-463-0000-5382 Fed MA CM Waivers	49,866.63-	486,216.19-	400,000.00-	122	100
11-463-463-0000-5402 SCHA Waivers	36,691.75-	371,960.26-	390,000.00-	95	100
11-463-463-0000-5429 SCHA Care Coord	21,144.70-	206,137.32-	200,000.00-	103	100
11-463-463-0000-5859 SCHA/CCC	0.00	136,136.56-	140,821.00-	97	100
TOTAL HHS Staffing Revenues	593,506.77-	6,185,915.02-	5,736,767.00-	108	100

STATEMENT OF REVENUES AND EXPENDITURES

As Of 12/2025

Report Basis: Cash

DESCRIPTION	CURRENT MONTH	YEAR TO-DATE	2025 Budget	% OF BUDG	% OF YEAR
PROGRAM 600 INCOME MAINTENANCE					
SALARIES					
SALARIES & BENEFITS	360,635.31	3,412,525.71	3,591,293.00	95	100
TOTAL SALARIES	360,635.31	3,412,525.71	3,591,293.00	95	100
OVERHEAD					
AGENCY OVERHEAD	83,879.64	316,864.63	362,572.00	87	100
TOTAL OVERHEAD	83,879.64	316,864.63	362,572.00	87	100
CAPITAL EQUIPMENT					
CAPITAL EQUIPMENT OVER \$5,000	0.00	0.00	6,086.00	0	100
TOTAL CAPITAL EQUIPMENT	0.00	0.00	6,086.00	0	100
DESCRIPTION	CURRENT MONTH	YEAR TO-DATE	2025 Budget	% OF BUDG	% OF YEAR
PROGRAM 640 CHILD SUPPORT AND COLLECTIONS					
SALARIES					
SALARIES & BENEFITS	107,119.30	1,026,700.65	1,018,084.00	101	100
TOTAL SALARIES	107,119.30	1,026,700.65	1,018,084.00	101	100
OVERHEAD					
AGENCY OVERHEAD	37,032.38	130,364.74	141,843.00	92	100
TOTAL OVERHEAD	37,032.38	130,364.74	141,843.00	92	100
CAPITAL EQUIPMENT					
CAPITAL EQUIPMENT OVER \$5,000	0.00	0.00	0.00	0	100
TOTAL CAPITAL EQUIPMENT	0.00	0.00	0.00	0	100
DESCRIPTION	CURRENT MONTH	YEAR TO-DATE	2025 Budget	% OF BUDG	% OF YEAR
PROGRAM 700 SOCIAL SERVICES PROGRAM					
SALARIES					
SALARIES & BENEFITS	631,948.12	5,489,994.79	5,792,116.00	95	100
TOTAL SALARIES	631,948.12	5,489,994.79	5,792,116.00	95	100
OVERHEAD					
AGENCY OVERHEAD	112,241.86	537,183.17	652,342.00	82	100
TOTAL OVERHEAD	112,241.86	537,183.17	652,342.00	82	100
CAPITAL EQUIPMENT					
CAPITAL EQUIPMENT OVER \$5,000	0.00	0.00	0.00	0	100
TOTAL CAPITAL EQUIPMENT	0.00	0.00	0.00	0	100
DESCRIPTION	CURRENT MONTH	YEAR TO-DATE	2025 Budget	% OF BUDG	% OF YEAR
FUND 11 PUBLIC HEALTH					
SALARIES					
SALARIES & BENEFITS	552,439.86	5,041,976.23	5,264,274.00	96	100
TOTAL SALARIES	552,439.86	5,041,976.23	5,264,274.00	96	100
OVERHEAD					
AGENCY OVERHEAD	56,931.71	452,944.67	428,903.00	106	100
TOTAL OVERHEAD	56,931.71	452,944.67	428,903.00	106	100
CAPITAL EQUIPMENT					
CAPITAL EQUIPMENT OVER \$5,000	0.00	0.00	0.00	0	100
TOTAL CAPITAL EQUIPMENT	0.00	0.00	0.00	0	100
DESCRIPTION	CURRENT MONTH	YEAR TO-DATE	2025 Budget	% OF BUDG	% OF YEAR
FUND 11 HEALTH & HUMAN SERVICE FUND					
SALARIES					
SALARIES & BENEFITS	1,652,142.59	14,971,197.38	15,665,767.00	96	100
TOTAL SALARIES	1,652,142.59	14,971,197.38	15,665,767.00	96	100
OVERHEAD					
AGENCY OVERHEAD	290,085.59	1,437,357.21	1,585,660.00	91	100
TOTAL OVERHEAD	290,085.59	1,437,357.21	1,585,660.00	91	100
CAPITAL EQUIPMENT					
CAPITAL EQUIPMENT OVER \$5,000	0.00	0.00	6,086.00	0	100
TOTAL CAPITAL EQUIPMENT	0.00	0.00	6,086.00	0	100
DESCRIPTION	CURRENT MONTH	YEAR TO-DATE	2025 Budget	% OF BUDG	% OF YEAR
FINAL TOTALS	1,942,228.18	16,408,554.59	17,257,513.00	95	100

Goodhue County HHS Out of Home Placement

ACCOUNT #	DESCRIPTION	PREVIOUS BUDGET	ACTUAL	BUDGET	% OF	% OF
		2024	THRU 12/25	2025	BUDGET	YEAR
11-430-710-3410-6020	ELECTRIC HOME MONITORING	\$2,000.00	\$7,093.50	\$4,000.00	177%	100%
11-430-710-3710-6020	CHILD SHELTER -SS	\$52,500.00	\$141,655.00	\$80,000.00	177%	100%
11-430-710-3711-6020	FOSTER CARE CHILD SHELTER - CS	\$0.00	\$0.00	\$0.00	0%	100%
11-430-710-3750-6025	NORTHSTAR KINSHIP ASSISTANCE	\$1,500.00	\$0.00	\$20,000.00	0%	100%
11-430-710-3780-6025	NORTHSTAR ADOPTION ASSISTANCE	\$4,500.00	\$0.00	\$65,000.00	0%	100%
11-430-710-3800-6057	RULE 4 TRMT FOSTER CARE - SS	\$140,000.00	\$0.00	\$10,000.00	0%	100%
11-430-710-3810-6057	REGULAR FOSTER CARE - SS	\$510,000.00	\$793,681.82	\$750,000.00	106%	100%
11-430-710-3810-6058	REGULAR FOSTER CARE - SS-CS- EXPENSES	\$50,000.00	\$58,398.23	\$50,000.00	117%	100%
11-430-710-3814-6056	EMERGENCY FOSTER CARE PROVIDER	\$4,000.00	\$0.00	\$4,000.00	0%	100%
11-430-710-3814-6057	EMERGENCY FOSTER CARE	\$2,500.00	\$6,462.40	\$10,000.00	65%	100%
11-430-710-3820-6020	RELATIVE CUSTODY ASSISTANCE	\$0.00	\$0.00	\$0.00	0%	100%
11-430-710-3830-6020	FOSTER CARE - RULE 8 SS	\$125,000.00	\$147,585.70	\$40,000.00	369%	100%
11-430-710-3831-6020	FOSTER CARE - RULE 8 CS	\$0.00	\$0.00	\$0.00	0%	100%
11-430-710-3850-6020	DEPT OF CORR GROUP FACILITY - SS	\$275,000.00	\$94,918.66	\$160,000.00	59%	100%
11-430-710-3852-6020	DEPT OF CORR GROUP FACILITY - CS	\$200,000.00	\$253,096.14	\$160,000.00	158%	100%
11-430-710-3880-6020	EXTENDED FOSTER CARE - IND LIVING 18-20	\$120,000.00	\$104,986.42	\$115,000.00	91%	100%
11-430-710-3890-6020	SHORT TERM FOSTER CARE/RESPITE CARE	\$2,500.00	\$7,909.22	\$2,500.00	316%	100%
11-430-740-3830-6020	RULE 5 SS	\$340,000.00	\$375,496.48	\$360,000.00	104%	100%
11-430-740-3831-6020	RULE 5 CS	\$0.00	\$0.00	\$0.00	0%	100%
	TOTAL OUT OF HOME PLACEMENT	\$1,829,500.00	\$1,991,283.57	\$1,830,500.00	108.8%	100%
	Over/(Under) Budget for percent of year	\$1,795,000.00	\$160,783.57	\$1,830,500.00	100%	100%
	Percent Over/(Under) Budget	-\$34,500.00			8.78%	

December	8.78%
November	9.79%
October	11.19%
September	11.60%
August	10.65%
July	9.29%
June	10.21%
May	10.95%
April	9.59%
March	6.12%
February	2.85%
January	1.84%
2024	10.60%

Over/Under Budget

Goodhue County



REVENUES & EXPENDITURES BUDGET REPORT

Report Basis: Cash

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11 Fund
Health & Human Service Fund

From: 01/2025 Thru: 12/2025

Percent of Year: 100%

<u>Account Number</u>	<u>Description</u>	<u>Status</u>	<u>12/2025 Amount</u>	<u>Selected Months</u>	<u>2025 Budget</u>	<u>% Of Budget</u>
11 Fund	TOTALS Health & Human Service Fund	Revenue	5,319,332.32-	23,831,846.08-	24,366,021.00-	98
		Expend.	2,498,638.56	23,018,007.13	24,366,021.00	94
		Net	2,820,693.76-	813,838.95-	.00	0
FINAL TOTALS:	690 Accounts	Revenue	5,319,332.32-	23,831,846.08-	24,366,021.00-	98
		Expend.	2,498,638.56	23,018,007.13	24,366,021.00	94
		Net	2,820,693.76-	813,838.95-	.00	0