

**Medicaid
ISSUE DOCKET**

Conference Committee on General Appropriations Bill

Agency/Item	House	Senate	State Funds	All Funds	State	All Funds	Explanation
<u>DEPARTMENT OF AGING AND DISABILITY SERVICES</u> LBB CURRENT SERVICES FORECAST					\$ 4,694,158,596	\$ 11,139,780,702	<p>Conference Forecast Update. (FMAP Assumptions: SFY2012 = 58.42%, SFY2013 = 57.37%)</p> <p>State includes General Revenue Funds, General Revenue-Dedicated Funds, and Other Funds.</p> <p>Does not include cost growth.</p>
Managed Care Expansion	✓	✓	\$ (543,169,437)	\$(1,283,058,251)	Conference Decisions		<p>Conference Forecast Update, excluding reduction to A.1.1..</p> <p>House and Senate both assume reduction, but at differing levels; Senate reduction is \$21.3 million GR, \$50.8 million All Funds greater than House due to allocation of cost-containment items.</p> <p>Senate Rider 51, HHSC makes reduction related to STAR+Plus expansion into South Texas contingent on passage of SB23 or similar legislation.</p>

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Rate Reductions: <i>Reduction percentages are in addition to reductions already implemented in fiscal year 2011.</i>							Senate Special Provisions Section 46
Community Care Entitlement	10.0%	0.0%					
Home and Community-based Services (HCS)	8.0%	1.0%					
Other Community Care Waivers	10.0%	0.0%					
PACE	0.0%	0.0%					
Nursing Facilities	10.3%	0.0%					
Medicare Copay Skilled Nursing Facility	0.0%	0.0%					
Nursing-Facility-related Hospice	12.3%	2.0%					Nursing-Facility-related Hospice was not impacted by second fiscal year 2011 reduction for Nursing Facilities. Senate assumed 3 percent reduction, but reflected in Special Provisions Section 46 as 0% in 2012-13 because it was assumed to be already reduced 3 percent in fiscal year 2011.
Intermediate Care Facilities for Persons with Mental Retardation (ICFs/MR)	9.2%	2.0%					
Cost-Containment Items:							
217: Nursing Facility Cost Change		✓	\$ (58,000,000)	\$ (138,095,238)			Included in House Rider 61, HHSC.
206: Wrap Around Services		✓	\$ (28,000,000)	\$ (66,666,667)			Senate Rider 48 Included in House Rider 61, HHSC.

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207: Equalizing Rates across Waivers		✓	\$ (12,500,000)	\$ (29,761,905)			
210/214: Adjust Amount, Scope, and Duration for All Community Services		✓	\$ (31,000,000)	\$ (73,809,524)			
216: Reduce Admin Related to Requisition		✓	\$ (1,800,000)	\$ (4,285,714)			
228: Repeal On-Site Reviews		✓	\$ (500,000)	\$ (500,000)			
225: Hospital Level of Care Waiver		✓	\$ (500,000)	\$ (500,000)			Senate Rider 47
Refinance non-Medicaid Community MR Services to Texas Home Living Waiver		✓	\$ 74,198,458	\$ 102,091,552			Increase to Medicaid, General Revenue reduction to Strategy A.4.2.. Senate Rider 48
Additional Waiver Slots for Promoting Independence		✓	\$ 22,480,093	\$ 53,144,186			Senate Rider 44
<u>HEALTH AND HUMAN SERVICES COMMISSION</u>							
LBB CURRENT SERVICES FORECAST					\$ 16,711,887,832	\$ 38,887,971,760	Conference Forecast Update. State includes General Revenue Funds and Other Funds. Does not include cost growth.
					Conference Decisions		
Managed Care Expansion	✓	✓	\$ 171,250,664	\$ 422,046,796	\$ 171,250,664	\$ 422,046,796	Senate Rider 51

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Children's Hospital UPL	✓		\$ (25,000,000)	\$ (59,436,119)			
		✓	\$ (20,000,000)	\$ (47,531,357)			Senate Rider 61
Fee Reductions	✓	✓	\$ (34,736,640)	\$ (82,991,338)	\$ (34,736,640)	\$ (82,991,338)	
HMO Premium Reduction	✓		\$ (217,716,054)	\$ (517,404,010)			
Optional Benefits Reduction	✓	✓	\$ (45,000,000)	\$ (106,985,014)	\$ (45,000,000)	\$ (106,985,014)	
Administrative Reductions	✓	✓	\$ (38,190,915)	\$ (64,057,702)	\$ (38,190,915)	\$ (64,057,702)	
Medicaid Funding Reduction Rider	✓	✓	\$ (450,000,000)	\$ (450,000,000)	\$ (450,000,000)	\$ (450,000,000)	Senate Rider 58
							House Rider 61
							House and Senate identify different initiatives.
							Federal Funds will be adjusted based on funding decision.
							House Special Provisions 45 related to fraud detection reduced B.1.4. by \$50 million GR in addition to House Rider 61; amount is assumed as part of Senate Rider 58.
Expand Women's Health Program	✓		\$ (3,844,225)	\$ (4,096,093)			House Rider 62
Federal flexibility on Medicaid benefits		✓	\$ (700,000,000)	\$ (1,666,666,667)			Senate Rider 60
Rate Reductions: <i>Reduction percentages are in addition to reductions already implemented in fiscal year 2011.</i>							Senate Special Provisions Section 46

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Physician Services	8.0%	0.0%					
Dental and Orthodontic Services	8.0%	0.0%					
Hospitals	8.0%	8.0%					
Durable Medical Equipment	8.0%	10.5%					
Laboratory Services	8.0%	10.5%					
Other Providers	8.0%	3.0%					
Children's Hospitals to TEFRA in Fee-for-Service and PCCM		✓	\$ 50,154,690	\$ 119,415,929			
Cost-Containment Items:							
147: Medicare Equalization		✓	\$ (324,700,000)	\$ (773,095,238)			
91: Reduce Managed Care Admin		✓	\$ (27,000,000)	\$ (64,285,714)			
96: Adjust HMO Premiums to Average Acuity		✓	\$ (169,300,000)	\$ (403,095,238)			Senate allocates part of reductions for items 91 and 96 to CHIP.