

Issue Docket

Conference Committee on Senate Bill 1

2014-15 General Appropriations Bill

Medicaid

Per the Final Directives to the LBB Staff for the Appropriations Bill during Production, adopted by the Senate Bill 1 conference committee on May 17, 2013, this docket has been edited to make adjustments to items in order to conform them to final committee decisions.

Medicaid
ISSUE DOCKET

Conference Committee on General Appropriations Bill
Final Conference Committee Decisions

Agency/Item	Senate	House	Conference Decisions		Explanation
			State Funds	All Funds	
<u>DEPARTMENT OF AGING AND DISABILITY SERVICES</u>					
LBB Forecast					
Forecast with Cost Growth			\$ 4,924,047,026	\$ 12,075,873,184	Revised caseload and cost assumptions and less favorable FY 2015 FMAP. Includes items funded at same level by Senate and House.
Cost Growth			\$ 36,244,385	\$ 88,397,043	
Forecast without Cost Growth			\$ 4,887,802,641	\$ 11,987,476,141	
Decision Points					
1. Cost Growth	✓		\$ 61,868,490	\$ 150,849,763	Senate includes \$61,868,490 GR / \$150,849,763 AF for cost growth; revised estimate of cost growth is \$36,244,385 GR / \$88,397,043 AF.
2. Interest Lists	✓		\$ 50,002,544	\$ 122,059,211	Senate includes \$50,002,544 GR / \$122,059,211 AF for expansion of client services in community-based Medicaid programs.
		✓	\$ 32,072,535	\$ 81,052,786	House includes \$32,072,535 GR / \$81,052,786 AF for expansion of client services in community-based Medicaid programs.
					See Senate/House caseload comparison behind DADS Issue Docket.

Agency/Item	Senate	House	State Funds	All Funds	Conference Decisions		Explanation
					State Funds	All Funds	
3. SSLCs							
a. Salary Increases	✓		\$ 17,448,478	\$ 41,995,951	\$ 12,627,407	\$ 30,396,406	Senate includes \$17,448,478 GR / \$41,995,951 AF, which assumes \$9.1 million AF for 71 reclassified positions, \$14.4 million AF for temporary clinical staffing, \$11.2 million AF for overtime for direct service professionals, and \$7.3 million AF for equity adjustments for existing staff.
		✓	\$ 7,806,336	\$ 18,796,860			House includes \$7,806,336 GR / \$18,796,860 AF, which may be used for salary increases for reclassified professional positions, temporary clinical staffing, overtime for direct service professionals, and equity adjustments for existing staff.
b. Vehicles	✓		\$ 5,400,000	\$ 5,400,000			Senate includes \$5,400,000 GR and AF for vehicles for SSLCs (175 vehicles including 27 paratransit vehicles).
		✓	\$ 3,100,000	\$ 3,100,000	\$ 3,100,000	\$ 3,100,000	House includes \$3,100,000 GR and AF for vehicles for SSLCs (100 vehicles including 16 paratransit vehicles).
c. Furniture and Equipment	✓		\$ 5,872,000	\$ 5,872,000			Senate includes \$5,872,000 GR and AF for furniture and equipment at SSLCs.
		✓	\$ 1,957,333	\$ 1,957,333	\$ 1,957,333	\$ 1,957,333	House includes \$1,957,333 GR and AF for furniture and equipment at SSLCs.

Agency/Item	Senate	House			Conference Decisions		Explanation
			State Funds	All Funds	State Funds	All Funds	
4. Community Attendant Care Wage Increases	✓		\$ 12,685,577	\$ 33,956,075	\$ 35,930,401	\$ 90,659,992	Senate adds \$12,685,577 GR / \$33,956,075 AF for wage increases in FY 2015 for certain attendants providing care to clients in community-based programs. Senate funding increases wages of attendants earning below \$7.75/hour up to \$7.75/hour, with \$1.6 million in additional funding.
		✓	\$ 28,067,915	\$ 75,646,348			House adds \$28,067,915 GR / \$75,646,348 AF for wage increases in FY2014 and FY2015 for certain attendants providing care to clients in community-based programs. House funding increases wages of attendants earning below \$7.85/hour up to \$7.85/hour. See the DADS Issue Docket for the impact to non-Medicaid strategies.
NEW RIDER: Nursing Facility Rate Increase					\$ 103,006,722	\$ 246,577,830	Contingent on nursing facility carve-in to STAR+PLUS, DADS is appropriated these amounts for a 2 percent nursing facility rate increase in FY2014 and an additional 4 percent increase in FY2015.
Move PASRR Evaluations to A.1.1.					\$ (195,610)	\$ (782,442)	Shift from Medicaid to non-Medicaid.
UB Rider Funding					\$ 36,244,385	\$ 88,397,043	Increase appropriations for UB authority.
Conference Decisions					\$ 5,131,406,952	\$ 12,575,796,478	

Agency/Item	Senate	House	State Funds	All Funds	Conference Decisions		Explanation
					State Funds	All Funds	
<u>HEALTH AND HUMAN SERVICES COMMISSION</u>							
LBB Forecast							
Forecast with Cost Growth and 12-Month 12-Month Eligibility Certification			\$ 18,412,904,124	\$ 45,303,416,568			Revised caseload and cost assumptions and less favorable FY 2015 FMAP. Includes items funded at same level by Senate and House. Assumes continuation of current policy related to PDL and collection of Supplemental Vendor Drug Rebates.
Cost Growth			\$ 248,127,650	\$ 614,103,361			
Forecast without Cost Growth or 12-Month			\$ 17,354,601,590	\$ 42,720,511,388	\$ 17,354,601,590	\$ 42,720,511,388	
Revised Medicare Giveback Forecast			\$ (48,936,419)	\$ (48,936,419)	\$ (48,936,419)	\$ (48,936,419)	Revised Medicare Giveback forecast based on updated information related to CY2014 multiplier.
Decision Points							
1. Cost Growth	✓		\$ 912,684,308	\$ 2,226,570,255	\$ 323,317,815	\$ 788,580,037	Senate includes \$912,684,308 GR / \$2,226,570,255 AF for cost growth; revised estimate of cost growth is \$810,174,884 GR / \$1,968,801,819 AF.
2. Interest Lists	✓		\$ 11,479,861	\$ 28,957,309	\$ 13,732,659	\$ 33,297,391	Senate includes \$11,479,861 GR / \$28,957,309 AF for expansion of community-based client services in STAR+PLUS.
		✓	\$ 16,476,084	\$ 41,531,202			House includes \$16,476,084 GR / \$41,531,202 AF for expansion of community-based client services in STAR+PLUS.
3. Continue ICD-10 (IT Related Costs)	✓		\$ 793,541	\$ 793,541	\$ 190,625	\$ 381,250	Senate includes \$793,541 GR and AF to continue International Classification of Diseases upgrade as part of Information Technology Funding referenced in Rider 67.
		✓	\$ 793,541	\$ 2,323,164			House includes \$793,541 GR / \$2,323,164 AF to continue International Classification of Diseases upgrade.
4. Fraud Integrity Initiative	✓		\$ 9,435,031	\$ 37,831,861	\$ 9,435,031	\$ 37,831,861	Senate includes \$9,435,031 GR / \$37,831,861 AF for fraud integrity initiative.

Agency/Item	Senate	House	Conference Decisions				Explanation
			State Funds	All Funds	State Funds	All Funds	
5. Community Attendant Care Wage Increases	✓		\$ 26,215,149	\$ 63,123,402	\$ 47,886,539	\$ 120,760,570	Senate includes \$26,215,149 GR / \$63,123,402 AF for wage increases in FY 2015 for certain attendants providing care to clients in community-based programs. Senate funding increases wages of attendants earning below \$7.75/hour up to \$7.75/hour.
		✓	\$ 63,731,684	\$ 153,459,388			House includes \$63,731,684 GR / \$153,459,388 AF for wage increases in FY 2014 and FY 2015 for certain attendants providing care to clients in community-based programs. House funding increases wages of attendants earning below \$7.85/hour up to \$7.85/hour
6. Rate Increases		✓	\$ 43,988,512	\$ 105,810,414	\$ -	\$ -	House includes \$43,988,512 GR / \$105,810,414 AF to expand the Primary Care Physician (PCP) rate increase to OB/GYNs and to maintain the 2 percent rate restoration for all PCPs, including OB/GYNs, through FY 2015.
7. Budgeted Savings (including items common to both Senate and House)							Senate includes Total Budgeted Savings of \$327,000,000 GR / \$787,388,009 AF and House includes Total Budgeted Savings of \$216,715,964 GR / \$522,576,069 AF, a difference of \$110,284,036 GR / \$264,811,940 AF.
a. Increase to Rider 51: Cost Containment	✓		\$ (150,000,000)	\$ (361,190,079)	\$ (150,000,000)	\$ (360,601,011)	Senate includes additional Medicaid reduction totaling \$150,000,000 GR / \$361,190,079 AF for anticipated savings in conjunction with cost-containment initiatives in Rider 51.
		✓	\$ (98,900,000)	\$ (238,151,168)			House includes additional Medicaid reduction totaling \$98,900,000 GR / 238,151,168 AF for anticipated savings in conjunction with cost-containment initiatives in Rider 51.

Agency/Item	Senate	House	State Funds	All Funds	Conference Decisions		Explanation
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b. SP Rider: Appropriations of Cost	✓	✓	\$ (50,000,000)	\$ (120,394,895)	\$ (50,000,000)	\$ (120,394,895)	Senate and House include a reduction totaling \$50,000,000 GR / \$120,394,895 AF in anticipation of HHSC receiving settlement receipts from Medicaid fraud-related judgments or recoveries submitted by the Office of the Attorney General (see Special Provisions, Sec. 47).
c. DSHS: YES Waiver	✓	✓	\$ (10,000,000)	\$ (24,078,979)	\$ (10,000,000)	\$ (24,078,979)	Senate and House include a reduction totaling \$10,000,000 GR / \$24,078,979 AF related to anticipated savings from the Youth Empowerment Services (YES) waiver funded at the Department of State Health Services (DSHS).
d. DSHS: Primary Health Care Expansion	✓		\$ (100,000,000)	\$ (240,789,791)	\$ (100,000,000)	\$ (240,789,791)	Senate includes a reduction of \$100,000,000 GR / \$240,789,791 AF in Medicaid Pregnant Women and Infants costs related to increased funding for family planning services at DSHS.
		✓	\$ (23,700,000)	\$ (57,800,000)			House includes a reduction of \$23,700,000 GR / \$57,800,000 AF (LBB estimate) in Medicaid Pregnant Women and Infants costs related to the expansion of funding for family planning services at DSHS.
e. DSHS: Health Care Associated Infections	✓	✓	\$ (2,000,000)	\$ (4,815,796)	\$ (2,000,000)	\$ (4,815,796)	Senate and House include a reduction of \$2,000,000 GR / \$4,815,796 AF related to funding for initiatives at DSHS to reduce health care associated
f. DSHS: Title X Contingency		✓	\$ (32,115,964)	\$ (77,335,231)	\$ (32,115,964)	\$ (77,335,231)	House includes a reduction of \$32,115,964 GR / \$77,335,231 AF from Goal B, Medicaid, at HHSC in conjunction with DSHS Rider 90 to utilize GR in lieu of Title X Federal Funds to fund family planning services in B.1.3, Family Planning at DSHS. To the extent Title X Federal Funds are received by DSHS for these purposes, a like amount would be returned to Medicaid.

Agency/Item	Senate	House	State Funds	All Funds	Conference Decisions		Explanation
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g. OIG Staffing	✓		\$ (15,000,000)	\$ (36,118,469)	\$ (15,000,000)	\$ (36,118,469)	Senate includes a reduction of \$15,000,000 GR / \$36,118,469 AF related to increased fraud, waste, and abuse prevention related to increased staffing at the Office of the Inspector General.
UB Rider Funding					\$ 218,312,329	\$ 532,469,095	Increase appropriations for UB authority.
BIP Project - Portal Provider Enhancements					\$ 325,000	\$ 1,300,000	Shift from non-Medicaid to Medicaid.
Additional Revenue Associated with Cost Growth					\$ 116,767,683	\$ 275,571,026	Revenue associated with Cost Growth.
Conference Decisions					\$ 17,676,516,888	\$ 43,597,632,027	

Agency/Item	Senate	House	State Funds	All Funds	Conference Decisions		Explanation
					State Funds	All Funds	
DADS AND HHSC MEDICAID TOTAL							
Informational: Cross-Agency Items included with Individual Agencies							
1. Interest Lists	✓		\$ 61,482,405	\$ 151,016,520	\$ 64,666,332	\$ 161,311,566	Senate includes \$61,482,405 GR / \$151,016,520 AF for expansion of community-based client services.
		✓	\$ 48,548,619	\$ 122,583,988			House includes \$48,548,619 GR / \$122,583,988 AF for expansion of community-based client services.
2. Community Attendant Care Wage Increases	✓		\$ 38,900,726	\$ 97,079,477	\$ 83,816,940	\$ 211,420,562	Senate adds \$38,900,726 GR / \$97,079,477 AF for wage increases in FY 2015 for certain attendants providing care to clients in community-based programs. Senate funding increases wages of attendants earning below \$7.75/hour up to \$7.75/hour, with \$1.6 million in additional funding.
		✓	\$ 91,799,599	\$ 229,105,736			House adds \$91,799,599 GR / \$229,105,736 AF for wage increases in FY2014 and FY2015 for certain attendants providing care to clients in community-based programs. House funding increases wages of attendants earning below \$7.85/hour up to \$7.85/hour.
Conference Decisions					\$ 22,807,923,840	\$ 56,173,428,504	