



Agency for Health Care Administration

Overview of FY 2012-13 Proposed Schedule VIII B Reductions

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Subcommittee***

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FY 2012-2013 Schedule VIII B Medicaid Related Reduction Issues

Description	GR		State TF	Total
Target Reductions	(\$323,772,778)		(\$335,097,756)	(\$658,870,534)
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Issues	GR	MCTF	Other Trust	Total
Companion to Issues Proposed by Other Agencies		(\$76,694,355)	(\$59,029,463)	(\$135,723,818)
Savings associated with expansion of the Telephony project and the Comprehensive Care Management Pilot Program to prevent fraud	(\$2,753,390)	(\$3,580,610)	\$0	(\$6,334,000)
Limit Medically Needy Program to Physican Services only	(\$251,035,037)	(\$307,921,659)	(\$56,924,541)	(\$615,881,237)
Elimination of the MEDS AD waiver	(\$261,583,127)	(\$334,630,234)	(\$33,877,197)	(\$630,090,557)
	(\$515,371,554)	(\$722,826,858)	(\$149,831,201)	(\$1,388,029,612)
	\$191,598,776		(\$185,266,555)	\$6,332,221

All reductions are based on data from the July 2011 Social Services Estimating Conference

Elimination of Medicaid Related Waiver Services

- This is a companion issue to issues by the Agency for Persons with Disabilities and the Department of Elder Affairs.
- These agencies have General Revenue reduction issues to Medicaid waiver programs they administer.
 - APD \$36 M in GR to their waiver
 - DOEA \$23 M in GR to their waivers
- These funds are transferred to AHCA for the payment of waiver services on a monthly basis.
- AHCA would need to reduce state trust fund budget associated with these reduction items in order remain in balance.
- **Total Reduction:** **(\$135,723,818)**

Medical Care Trust Fund – CASH from other agencies (\$59,029,463)

Medical Care Trust Fund: (\$76,694,355)

Expand the Telephony and Comprehensive Care Management Pilots

- Section 31 and 32 of Chapter 2009-223, Laws of Florida directed the Agency to implement two home health pilot programs in Miami-Dade County.
 - Telephony: Verify utilization and delivery of home health services; electronic billing interface for home health services.
 - Comprehensive Care Management: For home health visits which include: face-to-face assessments by a nurse, substantiation of medical necessity, and on-site and desk review of recipient medical records.
- Combined impact of two pilots after one year of operation:
 - 2009-2010: 253 providers in Miami-Dade were reimbursed \$43,285,931.
 - 2010-2011: 203 providers in Miami-Dade were reimbursed \$21,628,538.

Expand the Telephony and Comprehensive Care Management Pilots (cont.)

- This proposal would expand operation of the Telephony pilot to Broward, Escambia, Martin and Palm Beach counties.
- This proposal would expand operation of the comprehensive care management pilot:
 - From only home health visit monitoring in Miami-Dade
 - To monitoring of home health visits, private duty nursing, and personal care services in Miami-Dade, Broward, Orange, and Palm Beach counties.

➤ **Total Reduction:** **\$6,334,000**

General Revenue: (\$2,753,390)

Medical Care Trust Fund: (\$3,580,610)

Reduce the Medically Needy Program to Physician Services Only, for Non-Pregnant Adults

- Medically Needy services are provided to an optional eligibility group.
- This issue reduces Medically Needy coverage for non-pregnant adults to physician services only.
- Under federal regulation, states may limit services under the Medically Needy program to one ambulatory service.
- 42,297 non-pregnant adults would be impacted.
- This issue would preserve full Medically Needy services for children and pregnant women.
 - 6,204 individuals will continue to receive services.
 - Of these, 6,157 are children and 47 are pregnant women.
- **Total Reduction: \$615,881,237 million**

General Revenue:	(\$251,035,037)
Medical Care Trust Fund:	(\$307,921,659)
Grants and Donations Trust Fund:	(\$56,924,541)

Eliminate the MEDS-AD Waiver

- This issue eliminates the MEDS AD waiver which provides for an optional eligibility group.
- Federal CMS has informed the Agency that as the Florida MEDS-AD waiver was renewed by CMS after March 23, 2010, it is no longer subject to the Maintenance of Effort (MOE) provisions in Section 1902(a)(74) and 1902(gg) as added by Section 2001(b) of the Affordable Care Act, and the State would have the flexibility to modify or terminate the waiver without an MOE violation.
- 38,421 individuals were enrolled in MEDS-AD in August 2011.
 - Of these, 5,108 would transfer to the Institutional Care Program.
- **Total Reduction: \$630,090,557 million.**

General Revenue:	(\$261,583,127)
Medical Care Trust Fund:	(\$334,630,233)
Grants and Donations Trust Fund:	(\$33,877,197)

Questions?