

STATEMENT OF PURPOSE

RS23775

This is the fiscal year 2016 appropriation bill for the Idaho Department of Health and Welfare for the Medicaid Division. It appropriates \$502,684,900 from the General Fund, \$269,519,100 from dedicated funds, and \$1,331,297,600 from federal funds, for a total of \$2,103,501,600 and 208 FTP. It includes increases for employee benefit costs, a reduction for statewide cost allocation, and an ongoing 3% merit-based increase in employee compensation for permanent employees to be distributed at the discretion of agency heads. Also included is \$52,570,800 for nondiscretionary adjustments that include changes for caseload, utilization, and FMAP.

The bill contains seven line items. The first line item (#10) provides for a fourth year of federal incentive payments for providers to convert to electronic health records. The next two line items (#11 and #18) allow for the continuation of federal grants designed to keep seniors in the community and improving the healthcare of children. The fourth line item (#27) provides funding for an external audit of all managed care contracts including behavioral health, dental, and dual-eligibles. The fifth line item (#28) shifts the source of payment from federal to state funds for the enhanced payment to primary care providers. The sixth line item (#34) reduces excess dedicated fund appropriation that is no longer needed. The final line item (#36) provides additional receipt authority that is to be used in lieu of the General Fund when applicable. The bill also includes three sections of standard department-wide intent language, and four sections specific to the division.

FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2015 Original Appropriation	210.00	492,347,100	187,726,100	1,353,216,800	2,033,290,000
3. Hep-C Drug Treatments	0.00	0	3,761,000	0	3,761,000
8. Hospital Settlements	0.00	(17,110,000)	59,000,000	(41,890,000)	0
Fund Shift	0.00	(17,110,000)	59,000,000	(41,890,000)	0
FY 2015 Total Appropriation	210.00	475,237,100	250,487,100	1,311,326,800	2,037,051,000
Noncognizable Funds and Transfers	(2.00)	0	(811,300)	0	(811,300)
FY 2015 Estimated Expenditures	208.00	475,237,100	249,675,800	1,311,326,800	2,036,239,700
Removal of One-Time Expenditures	0.00	(128,000)	0	(9,829,500)	(9,957,500)
Base Adjustments	0.00	(290,000)	1,611,300	(7,210,000)	(5,888,700)
FY 2016 Base	208.00	474,819,100	251,287,100	1,294,287,300	2,020,393,500
Benefit Costs	0.00	49,900	0	81,100	131,000
Statewide Cost Allocation	0.00	(3,700)	0	(4,000)	(7,700)
Change in Employee Compensation	0.00	136,300	0	221,900	358,200
Nondiscretionary Adjustments	0.00	26,695,500	6,000,000	19,875,300	52,570,800

FY 2016 Program					
Maintenance	208.00	501,697,100	257,287,100	1,314,461,600	2,073,445,800
10. Electronic Health Records Incentives	0.00	21,900	0	16,683,000	16,704,900
11. Money Follows the Person Grant	0.00	45,900	0	543,200	589,100
17. Establish Medicaid Medical Director	0.00	0	0	0	0
18. Children's Healthcare Improvement	0.00	0	0	429,800	429,800
27. External Audit/Managed Care Contract	0.00	50,000	0	50,000	100,000
28. ACA - Primary Care Payment Sunset	0.00	870,000	0	(870,000)	0
34. CHIP Sunset	0.00	0	(2,768,000)	0	(2,768,000)
36. Additional Receipt Authority	0.00	0	15,000,000	0	15,000,000
FY 2016 Total	208.00	502,684,900	269,519,100	1,331,297,600	2,103,501,600
Chg from FY 2015 Orig Approp	(2.00)	10,337,800	81,793,000	(21,919,200)	70,211,600
% Chg from FY 2015 Orig Approp.	(1.0%)	2.1%	43.6%	(1.6%)	3.5%

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