

STATEMENT OF PURPOSE

RS24658

This is the fiscal year 2017 appropriation bill for the Idaho Department of Health and Welfare for the Medicaid Division. It appropriates \$519,607,200 from the General Fund, \$303,144,800 from dedicated funds, and \$1,411,052,500 from federal funds, for a total of \$2,233,804,500 and 209 FTP. It includes adjustments for employee benefit costs, statewide cost allocation, 27th payroll, annualizations, contract inflation, and an ongoing 3% merit-based increase in employee compensation for permanent employees to be distributed at the discretion of the director. Also included is \$91,484,100 for nondiscretionary adjustments that include changes for caseload, utilization, and FMAP.

The bill contains five line items. Line item 3 provides \$9,771,000 to reestablish the transitional Medicaid program as required with passage of the federal Medicare Access and CHIP Reauthorization Act of 2015. Line item 19 provides \$1,524,100 to increase the personal needs allowances for the eligible participants in the enhanced and coordinated plans. Line item 21 provides \$728,100 to help keep seniors in the community. Line item 22 provides \$17,102,100 for a fifth year of federal incentive payments for providers to convert to electronic health records. Finally, line item 26 provides \$1,005,600 to improve the enrollment process for providers and reduce fraud.

FISCAL NOTE

	FTP	Gen	Ded	Fed	Total
FY 2016 Original Appropriation	208.00	502,684,900	269,519,100	1,331,297,600	2,103,501,600
1. KW Lawsuit - DD Services	0.00	5,104,000	0	12,496,000	17,600,000
2. MMIS Contract Operations	0.00	0	0	0	0
4. CHIP Program	0.00	(7,605,000)	216,000	7,389,000	0
7. Medicare Part B	0.00	1,415,500	0	2,651,800	4,067,300
8. Exceptional Child Lawsuit	0.00	0	0	0	0
FY 2016 Total Appropriation	208.00	501,599,400	269,735,100	1,353,834,400	2,125,168,900
Noncognizable Funds and Transfers	1.00	37,000	0	0	37,000
FY 2016 Estimated Expenditures	209.00	501,636,400	269,735,100	1,353,834,400	2,125,205,900
Removal of One-Time Expenditures	0.00	(937,800)	0	(17,656,000)	(18,593,800)
Base Adjustments	0.00	330,000	(1,290,300)	960,300	0
FY 2017 Base	209.00	501,028,600	268,444,800	1,337,138,700	2,106,612,100
Benefit Costs	0.00	85,100	0	130,300	215,400
Inflationary Adjustments	0.00	24,200	0	72,700	96,900
Statewide Cost Allocation	0.00	2,300	0	2,500	4,800
Annualizations	0.00	(888,900)	0	5,316,600	4,427,700

Change in Employee Compensation	0.00	148,800	0	228,000	376,800
27th Payroll Nondiscretionary	0.00	180,000	0	275,800	455,800
Adjustments	0.00	15,519,100	34,700,000	41,265,000	91,484,100
FY 2017 Program Maintenance	209.00	516,099,200	303,144,800	1,384,429,600	2,203,673,600
3. Transitional Medicaid	0.00	2,833,600	0	6,937,400	9,771,000
19. Personal Needs Allowance	0.00	442,000	0	1,082,100	1,524,100
21. Money Follows the Person Grant	0.00	62,200	0	665,900	728,100
22. Electronic Health Records Incentives	0.00	69,600	0	17,032,500	17,102,100
26. Provider Enrollment Improvements	0.00	100,600	0	905,000	1,005,600
FY 2017 Total	209.00	519,607,200	303,144,800	1,411,052,500	2,233,804,500
Chg from FY 2016 Orig Approp	1.00	16,922,300	33,625,700	79,754,900	130,302,900
% Chg from FY 2016 Orig Approp.	0.5%	3.4%	12.5%	6.0%	6.2%

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