

State of Alaska FY2015 Governor's Operating Budget

Department of Health and Social Services Senior and Disabilities Medicaid Services Component Budget Summary

Component: Senior and Disabilities Medicaid Services

Contribution to Department's Mission

Senior and Disabilities Services promotes health, well-being, and safety for individuals with disabilities, seniors, and vulnerable adults by facilitating access to quality services and supports that foster independence, personal choice, and dignity.

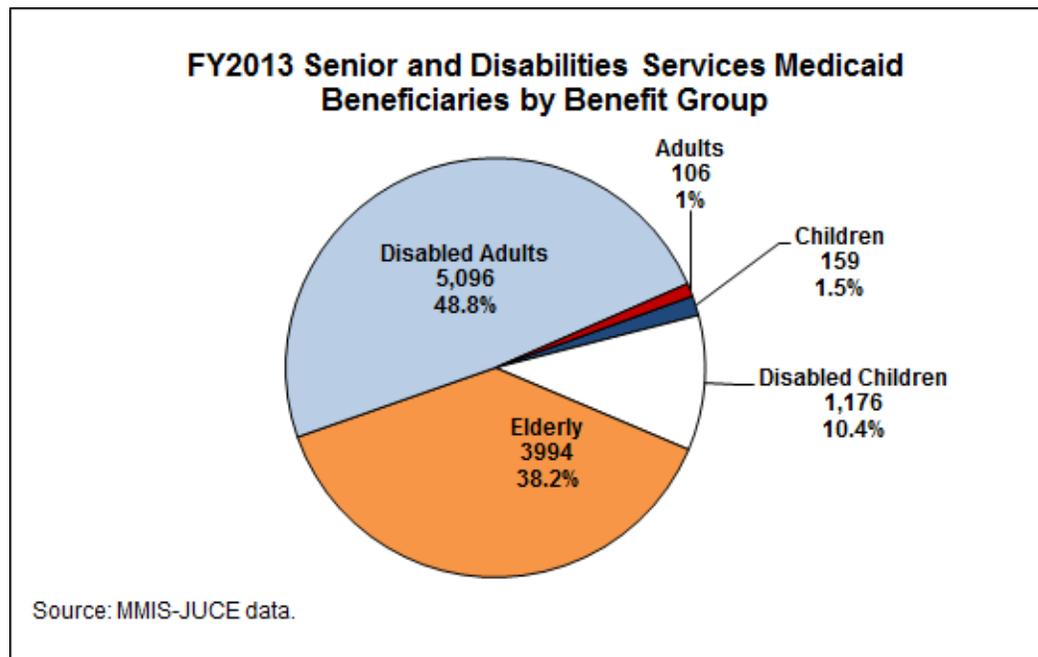
This component of Alaska Medicaid is under the programmatic oversight of the DHSS Division of Senior and Disabilities Services.

Core Services

- Administration of four Medicaid Home and Community Based Waivers
- Administration of Medicaid State Plan Personal Care Attendant Services
- Administration of community-based grant programs for individuals with developmental disabilities, seniors, and their caretakers
- Authorization of nursing home placements and facilitation of transitions out of nursing homes to community placements
- Certification, monitoring, and oversight of Home and Community Based services and providers through a continuous quality improvement process
- Protection of vulnerable adults from abuse, neglect, and exploitation through investigation and the provision of protective services

Major Component Accomplishments in 2013

In FY2013 Senior and Disabilities Services Medicaid provided services to 10,049 unduplicated beneficiaries at an average annual cost per person of just over \$47,542. Approximately 49% of beneficiaries were disabled adults, 38% were elderly, and 12% were children.



Waiver breakdown:

Adults with Physical and Developmental Disability Waiver program: 88 active recipients at an average cost of \$89,585 per recipient.

Children with Complex Medical Conditions Waiver program: 269 active recipients at an average cost of \$39,732 per recipient.

Individuals with Intellectual and Developmental Disabilities Waiver program: 1,704 active recipients at an average cost of \$81,572 per recipient.

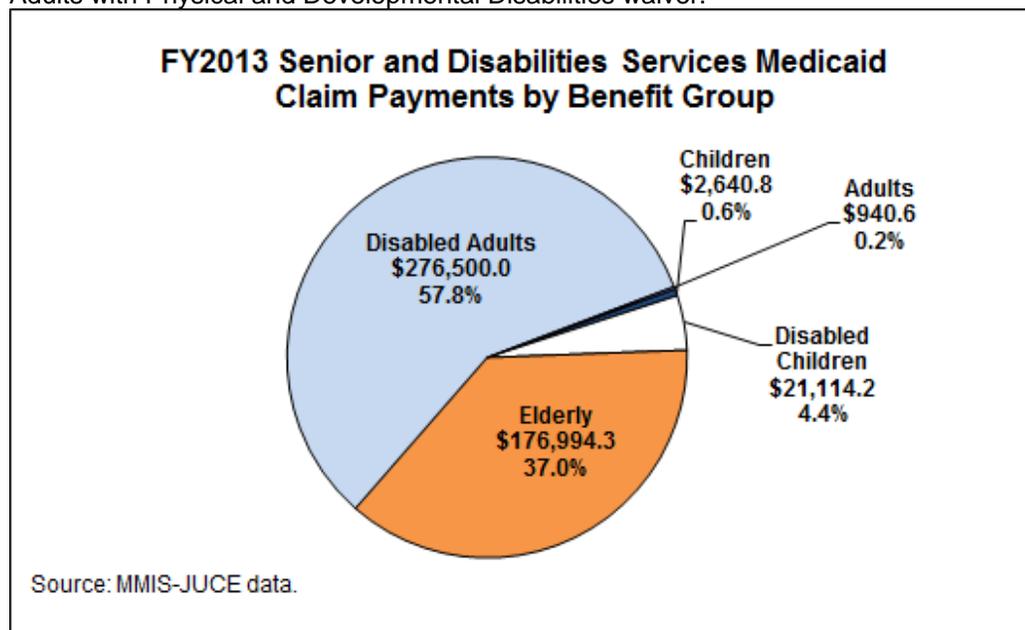
Alaskans Living Independently Waiver program: 2,830 active recipients at an average cost of \$26,576 per recipient.

Through the Personal Care Assistance program, 5,214 active recipients received services at an average cost of \$23,811 per recipient.

The Division of Senior and Disabilities Services authorized nursing home care for over 800 recipients in at an average cost of \$110,000 per person. Many of these recipients were previously receiving services through the Personal Care Assistance program or a waiver program.

The Senior and Disabilities Services Medicaid program funded benefits with total FY2013 expenditures of \$477,755,542. Benefits provided to children comprised 5.0% of claim payments while benefits provided to disabled adults comprised 57.8%. Services provided to the elderly were 37% of the Senior and Disabilities Services Medicaid claim payments.

During FY2013 a waiver reorganization was completed, resulting in a new waiver structure with regards to what were previously Older Alaskans and Adults with Physical Disabilities waivers. Those waivers have been reorganized and the populations are now divided and separately served under the Alaskans Living Independently waiver and the Adults with Physical and Developmental Disabilities waiver.



Key Component Challenges

The Division of Senior and Disabilities Services must annually conduct face-to-face assessments, level of care determinations, and plan of care reviews in order to meet requirements outlined in the waiver plans approved by the Centers for Medicare and Medicaid Services for Alaska's four Medicaid Home and Community Based Waiver programs. Medicaid State Plan personal care assistance services also require annual assessments and ongoing service plan development and review.

With the projections of an increasing senior population in Alaska, the challenge to the division is to manage the waivers and personal care assistance services in a way that controls the growth of spending and contains costs as much as possible, while ensuring that quality services are available to the individuals that really need them.

The Division identifies four major challenges that it needs to focus on in order to provide a balanced and cost-effective system of care to meet the needs of its service population in the future. Those are:

- Ensuring that waiver participants receive home and community based services as close to home as possible and at the lowest level of care appropriate to meet their needs
- Ensuring that vulnerable adults are safe and protected from abuse, neglect, and exploitation
- Ensuring that service participants receive quality services in a timely manner
- Maximizing operational efficiency and ensuring effective administration and management of the Division of Senior and Disabilities Services

Significant Changes in Results to be Delivered in FY2015

A major emphasis will be placed on continuous quality improvement and developing the division's information system (DS3). A contract will be established for the development of a provider portal and an automated service plan function within the existing division management information system. This will improve the timeliness of service delivery and streamline other processes. The federally required readmission screening and resident review process, which screens all applicants for nursing facility admission for potential mental illness or developmental disabilities, will be restructured and improved.

Improving the division's capability to conduct on-site reviews of provider organizations that will assess the quality of services and regulatory compliance as well as the health and safety of waiver recipients will be paramount. Significant emphasis will be placed on addressing the factors that affect the repeat maltreatment of vulnerable adults. On site quality and compliance reviews of certified waiver and personal care assistance providers will be increased and the results used to improve the quality of care for all recipients. Targeted case management will be implemented per Alaska statute for Medicaid eligible individuals that experience traumatic and acquired brain injury.

Statutory and Regulatory Authority

AS 47.07 Medical Assistance for Needy Persons
AS 47.25 Public Assistance

Social Security Act:
Title XVIII Medicare
Title XIX Medicaid

Administrative Code:
7 AAC 43 Medicaid
7 AAC 100 Medicaid Assistance Eligibility

Code of Federal Regulations:
Title 42 CFR Part 400 to End

Contact Information

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**Senior and Disabilities Medicaid Services
Component Financial Summary**

All dollars shown in thousands

	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
Formula Program:			
Component Expenditures:			
71000 Personal Services	0.0	0.0	0.0
72000 Travel	0.0	0.0	0.0
73000 Services	0.0	0.0	0.0
74000 Commodities	0.0	0.0	0.0
75000 Capital Outlay	0.0	0.0	0.0
77000 Grants, Benefits	477,755.5	520,838.8	538,964.9
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	477,755.5	520,838.8	538,964.9
Funding Sources:			
1002 Federal Receipts	243,837.7	265,815.0	265,815.0
1003 General Fund Match	183,739.3	190,224.2	208,350.3
1004 General Fund Receipts	49,688.3	63,731.2	63,731.2
1007 Interagency Receipts	0.0	518.4	518.4
1108 Statutory Designated Program Receipts	490.2	550.0	550.0
Funding Totals	477,755.5	520,838.8	538,964.9

Estimated Revenue Collections

Description	Master Revenue Account	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
Unrestricted Revenues				
None.		0.0	0.0	0.0
Unrestricted Total		0.0	0.0	0.0
Restricted Revenues				
Federal Receipts	51010	243,837.7	265,815.0	265,815.0
Interagency Receipts	51015	0.0	518.4	518.4
Statutory Designated Program Receipts	51063	490.2	550.0	550.0
Restricted Total		244,327.9	266,883.4	266,883.4
Total Estimated Revenues		244,327.9	266,883.4	266,883.4

**Summary of Component Budget Changes
From FY2014 Management Plan to FY2015 Governor**

All dollars shown in thousands

	<u>Unrestricted Gen (UGF)</u>	<u>Designated Gen (DGF)</u>	<u>Other Funds</u>	<u>Federal Funds</u>	<u>Total Funds</u>
FY2014 Management Plan	253,955.4	0.0	1,068.4	265,815.0	520,838.8
Proposed budget increases:					
-Medicaid Services Growth	18,126.1	0.0	0.0	0.0	18,126.1
FY2015 Governor	272,081.5	0.0	1,068.4	265,815.0	538,964.9

Component Detail All Funds
Department of Health and Social Services

Component: Senior and Disabilities Medicaid Services (AR23550) (2662)
RDU: Medicaid Services (595)

	FY2013 Actuals	FY2014 Conference Committee	FY2014 Authorized	FY2014 Management Plan	FY2015 Governor	FY2014 Management Plan vs FY2015 Governor	
71000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
72000 Travel	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
73000 Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
74000 Commodities	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
75000 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
77000 Grants, Benefits	477,755.5	520,838.8	520,838.8	520,838.8	538,964.9	18,126.1	3.5%
78000 Miscellaneous	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Totals	477,755.5	520,838.8	520,838.8	520,838.8	538,964.9	18,126.1	3.5%
Fund Sources:							
1002Fed Rcpts (Fed)	243,837.7	265,815.0	265,815.0	265,815.0	265,815.0	0.0	0.0%
1003G/F Match (UGF)	183,739.3	190,224.2	190,224.2	190,224.2	208,350.3	18,126.1	9.5%
1004Gen Fund (UGF)	49,688.3	63,731.2	63,731.2	63,731.2	63,731.2	0.0	0.0%
1007I/A Rcpts (Other)	0.0	518.4	518.4	518.4	518.4	0.0	0.0%
1108Stat Desig (Other)	490.2	550.0	550.0	550.0	550.0	0.0	0.0%
Unrestricted General (UGF)	233,427.6	253,955.4	253,955.4	253,955.4	272,081.5	18,126.1	7.1%
Designated General (DGF)	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
Other Funds	490.2	1,068.4	1,068.4	1,068.4	1,068.4	0.0	0.0%
Federal Funds	243,837.7	265,815.0	265,815.0	265,815.0	265,815.0	0.0	0.0%
Positions:							
Permanent Full Time	0	0	0	0	0	0	0.0%
Permanent Part Time	0	0	0	0	0	0	0.0%
Non Permanent	0	0	0	0	0	0	0.0%

Change Record Detail - Multiple Scenarios with Descriptions
Department of Health and Social Services

Component: Senior and Disabilities Medicaid Services (2662)

RDU: Medicaid Services (595)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
***** Changes From FY2014 Conference Committee To FY2014 Authorized *****												
FY2014 Conference Committee												
ConfCom		520,838.8	0.0	0.0	0.0	0.0	0.0	520,838.8	0.0	0	0	0
1002 Fed Rcpts		265,815.0										
1003 G/F Match		190,224.2										
1004 Gen Fund		63,731.2										
1007 I/A Rcpts		518.4										
1108 Stat Desig		550.0										
Subtotal		520,838.8	0.0	0.0	0.0	0.0	0.0	520,838.8	0.0	0	0	0
***** Changes From FY2014 Authorized To FY2014 Management Plan *****												
Subtotal		520,838.8	0.0	0.0	0.0	0.0	0.0	520,838.8	0.0	0	0	0
***** Changes From FY2014 Management Plan To FY2015 Governor *****												
Medicaid Services Growth												
Inc		18,126.1	0.0	0.0	0.0	0.0	0.0	18,126.1	0.0	0	0	0
1003 G/F Match		18,126.1										
Totals		538,964.9	0.0	0.0	0.0	0.0	0.0	538,964.9	0.0	0	0	0

The Senior and Disabilities Medicaid Services component supports nursing home and personal care services, as well as a variety of home and community based waiver programs for children with complex medical conditions, individuals with intellectual and developmental disabilities, adults with physical and developmental disabilities, and Alaskans living independently.

Growth in the Senior and Disabilities Medicaid Services component from FY2014 to FY2015 is projected to be 9.2%; this is based on the historical growth factors listed below:

- Enrollment growth from FY2012 to FY2013 was 2.2% for the Senior and Disabilities Medicaid Services component.
- The utilization of Medicaid services by enrollees increased by 4.7 percentage points, from 91.9% in FY2012 to 96.6% in FY2013.
- Prices for medical services in Alaska, as measured by the United States Bureau of Labor Statistics' Consumer Price Index, increased by 2.7% in 2012.

Providing long-term care through Medicaid improves the quality of life for seniors and persons with disabilities. This increment is necessary to maintain the current level of quality Medicaid services for eligible Alaskans.

Line Item Detail
Department of Health and Social Services
Grants, Benefits

Component: Senior and Disabilities Medicaid Services (2662)
RDU: Medicaid Services (595)

Line Number	Line Name		FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
77000	Grants, Benefits		477,755.5	520,838.8	538,964.9
Expenditure Account	Servicing Agency	Explanation	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
77000 Grants, Benefits Detail Totals			477,755.5	520,838.8	538,964.9
77670	Benefits	Medicaid services including: Personal Care, Nursing and Waiver Services	477,755.5	515,607.8	533,733.9
77670	Benefits	H&SS Medicaid benefit payments (total computable) are paid to the Pioneer Home (AKPH) component as the mechanism, to allow them to bill for long-term care waiver services provided to Medicaid eligible Pioneer Home residents.	0.0	5,231.0	5,231.0

Restricted Revenue Detail
Department of Health and Social Services

Component: Senior and Disabilities Medicaid Services (2662)
RDU: Medicaid Services (595)

Master Account	Revenue Description				FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51010	Federal Receipts				243,837.7	265,815.0	265,815.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51010	Federal Receipts				243,837.7	0.0	0.0
51010	Federal Receipts		06150001	11000	0.0	265,815.0	265,815.0
	Medicaid Federal Collections- The bulk of the federal funding for the Medicaid benefits comes from claims reimbursed at the federal medical assistance percentage of FMAP. Additional Medicaid funds sources are IHS (Indian Health Services) at 100% FMAP for specific programs. Actual collections are based on the proportion of the expenditures eligible for each type of federal reimbursement.						

Restricted Revenue Detail
Department of Health and Social Services

Component: Senior and Disabilities Medicaid Services (2662)
RDU: Medicaid Services (595)

Master Account	Revenue Description	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51015	Interagency Receipts	0.0	518.4	518.4

Detail Information

Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
59060	Health & Social Svcs	Alaska Pioneer Homes Management	06214651	11100	0.0	518.4	518.4

Alaska Pioneer Home Assisted living State match RSA. Pioneer Homes return the state match portion of the Medicaid payment and retain only the federal share.

Restricted Revenue Detail
Department of Health and Social Services

Component: Senior and Disabilities Medicaid Services (2662)
RDU: Medicaid Services (595)

Master Account	Revenue Description				FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51063	Statutory Designated Program Receipts				490.2	550.0	550.0
Detail Information							
Revenue Amount	Revenue Description	Component	Collocation Code	AKSAS Fund	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor
51063	Stat Desig Prog Rec				490.2	0.0	0.0
51063	Stat Desig Prog Rec Recovery of Overpayments to Medicaid providers discovered through audit.		06150001	11000	0.0	550.0	550.0

Inter-Agency Services
Department of Health and Social Services

Component: Senior and Disabilities Medicaid Services (2662)
RDU: Medicaid Services (595)

Expenditure Account	Service Description	Service Type	Servicing Agency	FY2013 Actuals	FY2014 Management Plan	FY2015 Governor	
77670	Benefits	Medicaid benefit payments (total computable) are paid to the Pioneer Home (AKPH) component as the mechanism, to allow them to bill for long-term care waiver services provided to Medicaid eligible Pioneer Home residents.	Intra-dept	H&SS	0.0	5,231.0	5,231.0
77670 Benefits subtotal:				0.0	5,231.0	5,231.0	
Senior and Disabilities Medicaid Services total:				0.0	5,231.0	5,231.0	
Grand Total:				0.0	5,231.0	5,231.0	