

Prepared for Senator Morse and Hennessey					
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
PROPOSED BUDGET ADJUSTMENTS (TOTAL FUNDS)					
		SOF	FY 2022	FY 2023	Biennium
1	Make Long-Term Care Services non-lapsing in FY21, reduce FY22 GF appropriations by \$11M	G	\$ (11.0)	\$ -	\$ (11.0)
	Appropriate restricted (non-lapsed) funds in FY22	O	\$ 11.0	\$ -	\$ 11.0
2	Approve DHHS requests for CHIP and Managed Care. Make Medicaid non-lapsing in FY21, and reduce FY22/23 GF appropriations by a net of \$7.4M between CHIP and standard Medicaid	G	\$ (3.5)	\$ (3.9)	\$ (7.4)
	CHIP federal fund reduction related to above	F	\$ (7.0)	\$ (10.2)	\$ (17.2)
	CHIP other fund reduction related to above	O	\$ (0.1)	\$ -	\$ (0.1)
3	Make \$1.5M of SLRP non lapsing, and reduce FY22 and FY23 GF	G	\$ (0.8)	\$ (0.8)	\$ (1.5)
4	Reduce State Phase Down appropriations by \$2M/year, non-lapsing in FY22	G	\$ (2.0)	\$ (2.0)	\$ (4.0)
5	Reduce Medicaid to Schools by \$15M year, add fiscal reporting requirement	F	\$ (15.0)	\$ (15.0)	\$ (30.0)
	Net Reduction		\$ (28.4)	\$ (31.9)	\$ (60.2)

HB 2 Language Related to Proposed Budget Adjustments:

Item 1:

Any funds appropriated to activity 05-95-48-482010, Waiver and Nursing Facilities, for the biennium ending June 30, 2021 shall not lapse until June 30, 2023, and shall be treated as restricted revenue for the purpose of funding expenditures in account 05-95-48-482010-2152, Waiver/Nursing Facility Payments – County Participation. The Department of Health and Human Services is authorized to accept and expend any matching federal funds for the purposes of this section without prior approval of the Fiscal Committee of the General Court.

Effective Date: June 30, 2021.

Item 2:

Any funds appropriated to activity 05-95-47-470010, Division of Medicaid Services, for the biennium ending June 30, 2021 shall not lapse until June 30, 2023, and shall be treated as restricted revenue for the purpose of funding expenditures in account 05-95-47-470010-7948, Medicaid Care Management. The Department of Health and Human Services is authorized to accept and expend any matching federal funds for the purposes of this section without prior approval of the Fiscal Committee of the General Court.

Effective Date: June 30, 2021.

Item 3:

Of the funds appropriated to account 05-95-90-901010-7965, Rural Health & Primary Care, class 103 for the biennium ending June 30, 2021, \$1,533,566 shall not lapse until June 30, 2023, and shall be treated as restricted revenue for the purpose of funding the state loan repayment program. The Department of Health and Human Services is authorized to accept and expend any matching federal funds for the purposes of this section without prior approval of the Fiscal Committee of the General Court.

Effective Date: June 30, 2021.

HB 1 Amendment

Compare Report Page: 1174

Accounting Unit: 05-95-048-482010-2152, Waiver/Nursing Facility Payments - County Participation

Description: Replace state general funds in FY22 with nonlapsing FY21 funds (see detailed explanation below).

		FY 2022			FY 2023		
Expenditure Class		House Passed	Change	Revised Budget	House Passed	Change	Revised Budget
041	AUDIT FUND SET ASIDE	152,851	-	152,851	152,851	-	152,851
502	PAYMENTS TO PROVIDERS	-	-	-	-	-	-
504	NURSING HOME PAYMENTS	211,547,432	-	211,547,432	216,547,432	-	216,547,432
505	MID-LEVEL CARE EXPENSES	11,578,076	-	11,578,076	11,578,076	-	11,578,076
506	HOME SUPPORT WAIVER SERVICES	56,288,970	-	56,288,970	56,288,970	-	56,288,970
529	HOME HEALTH CARE WAIVER SERVICES	8,411,292	-	8,411,292	8,411,292	-	8,411,292
TOTAL		\$ 287,978,621	\$ -	\$ 287,978,621	\$ 292,978,621	\$ -	\$ 292,978,621
Source of Funds							
General Fund		19,550,474	(11,000,000)	8,550,474	19,563,226	-	19,563,226
Restricted Revenue (Nonlapsing FY21 Funds)		-	11,000,000	11,000,000	-	-	-
Private Local Funds		124,362,411	-	124,362,411	126,849,659	-	126,849,659
Federal Funds		144,065,736	-	144,065,736	146,565,736	-	146,565,736
TOTAL		\$ 287,978,621	\$ -	\$ 287,978,621	\$ 292,978,621	\$ -	\$ 292,978,621
Explanation:							

DHHS has stated that activity 05-95-048-482010, Waiver and Nursing Facilities, will lapse \$11 million in FY21. HB 2 Amendment (# TBD) makes those funds nonlapsing. The nonlapsing funds are treated as restricted revenue and used to replace general funds in FY22. The county contribution will remain unchanged from the House-passed budget.

LBA

HB 1 Amendment

Compare Report Page: 1156

Accounting Unit: 05-95-47-470010-7051, Children's Health Insurance Program

Description: Reduce funding per DHHS request.

Expenditure Class		FY 2022			FY 2023		
		House Passed	Change	Revised Budget	House Passed	Change	Revised Budget
041	AUDIT FUND SET ASIDE	73,871	(5,439)	68,432	72,735	(9,599)	63,136
101	MEDICAL PAYMENTS TO PROVIDERS	112,449,113	(10,633,538)	101,815,575	112,814,849	(15,682,319)	97,132,530
	TOTAL	\$ 112,522,984	\$ (10,638,977)	\$ 101,884,007	\$ 112,887,584	\$ (15,691,918)	\$ 97,195,666
	Source of Funds						
	General Fund	35,390,916	(3,507,555)	31,883,361	37,885,197	(5,488,812)	32,396,385
	Federal Funds	75,532,069	(7,031,422)	68,500,647	73,402,387	(10,203,106)	63,199,281
	Drug Rebate Revenue	1,600,000	(100,000)	1,500,000	1,600,000	-	1,600,000
	TOTAL	\$ 112,522,985	\$ (10,638,977)	\$ 101,884,008	\$ 112,887,584	\$ (15,691,918)	\$ 97,195,666

HB 1 Amendment

Compare Report Page: 1155

Accounting Unit: 05-95-047-470010-7948, Medicaid Care Management

Description: Add funding per DHHS request.

Expenditure Class		FY 2022			FY 2023		
		House Passed	Change	Revised Budget	House Passed	Change	Revised Budget
041	AUDIT FUND SET ASIDE	397,000	-	397,000	394,878	-	394,878
101	MEDICAL PAYMENTS TO PROVIDER	706,717,968	-	706,717,968	722,846,276	1,594,875	724,441,151
535	OUT OF HOME PLACEMENTS	33,254,841	-	33,254,841	33,254,841	-	33,254,841
563	COMMUNITY BASED SERVICES	19,198,126	-	19,198,126	19,198,126	-	19,198,126
	TOTAL	\$ 759,567,935	\$ -	\$ 759,567,935	\$ 775,694,121	\$ 1,594,875	\$ 777,288,996
	Source of Funds						
	General Fund	189,229,909	-	189,229,909	207,132,779	1,594,875	208,727,654
	Restricted Revenue (Nonlapsing FY21 Funds)	-	-	-	-	-	-
	Med Enhancement -Local	142,520,000	-	142,520,000	142,520,000	-	142,520,000
	Drug Rebates	30,600,000	-	30,600,000	30,600,000	-	30,600,000
	MEAD	168,378	-	168,378	168,378	-	168,378
	TOTAL	\$ 362,518,287	\$ -	\$ 362,518,287	\$ 380,421,157	1,594,875	\$ 382,016,032
	Explanation:						

DHHS has requested that \$18,594,875 be added to AU 7948. DHHS has also stated that activity 05-95-047-470010, Division of Medicaid Services, will lapse \$17 million in FY21. HB 2 Amendment (# TBD) makes those funds nonlapsing, for use in this accounting unit throughout the DY22/23 biennium. The amendment shown here adds an additional \$1,564,875 in general funds to satisfy the Department's funding request.