

## Executive Summary

The Social Services Estimating Conference convened on February 4 to revisit the estimates of Medicaid caseloads, and reconvened on February 25 to reestimate Medicaid expenditures for FY2004-05 and adopt a revised forecast for FY2005-06.

**Caseload estimating conference-** The conference adopted a caseload projection for the current fiscal year that is only slightly changed from the projection upon which the appropriation was based. Caseload groups representing the elderly and disabled were essentially unchanged for FY2004-05, while the groups comprising women and children were slightly lowered.

For the upcoming fiscal year, elderly and disabled groups are expected to increase by 5.0% from this fiscal year, while women and children are projected to rise by 4.9%. Currently, approximately 11.6% of Floridians are entitled to receive full Medicaid services, with another 0.9% receiving a subset of Medicaid services.

**Expenditure estimating conference-** With regard to expenditures, the conference adopted a forecast for FY2004-05 that is \$372.1 million higher than the appropriation, for a total cost of \$14,337.8 million (up 9.9% from the prior year). The new forecast anticipates a deficit in General Revenue funding of \$156.1 million for the current fiscal year. Higher than expected utilization and costs are contributing to deficits in physician services and hospital inpatient services. Costs are also higher in hospital outpatient services, and prescribed medicine services continue to experience higher utilization rates, although these increases appear to be moderating slightly. Medicare premiums for 2005 are markedly higher than what was expected in the last conference as well. (Medicaid pays the Medicare premiums and deductibles for those individuals who are both Medicaid and Medicare eligible.)

For the upcoming fiscal year, program expenditures are expected to rise to \$15,437.4 million, an increase of 13.7% from the current year recurring appropriation base. The General Revenue share of the increase is projected at \$805.3 million (+21.2%) above the recurring FY2004-05 base appropriation. The projection for FY2005-06 anticipates full and immediate implementation of the new Medicare prescription drug coverage plan (Part D), beginning January 2006. The new forecast does not assume the continuation of the Medically Needy program past June 2005. The additional General Revenue cost to continue Medically Needy above 2004-05 funding is projected at \$161.4 million.

SOCIAL SERVICES ESTIMATING CONFERENCE - MEDICAID SERVICES EXPENDITURES (\$ Millions)  
February 25, 2005

FY 2004-05  
APPROPRIATION COMPARED TO NEW FORECAST

	Appropriation	New Forecast	Surplus/ (Deficit)
Physician Services	754.5	769.0	(14.5)
Hospital Inpatient Services	1762.3	1999.9	(237.6)
Special Payments to Hospitals	577.3	582.2	(4.9)
G/A RIPPC DSH	0.2	0.2	0.0
Graduate Medical Education-DSH	0.0	0.0	0.0
Mental Health DSH	68.6	68.6	0.0
G/A Rural Health Financial Assistance	12.7	12.7	0.0
TB Hospital DSH	2.4	2.4	0.0
Primary Care DSH	0.0	0.0	0.0
Hospital DSH	226.9	226.9	0.0
Hospital Insurance Benefits	132.3	121.1	11.2
Nursing Home Care	2314.2	2353.0	(38.8)
Prescribed Medicine Services	2643.6	2617.3	26.3
Hospital Outpatient Services	533.4	559.7	(26.3)
Other Lab & X-ray Services	41.8	45.7	(3.8)
Family Planning Services	11.3	7.7	3.6
Clinic Services	78.2	74.4	3.9
Dev Eval/Early Intervention-Part H	4.3	3.6	0.7
Supplemental Medical Services	539.4	613.8	(74.3)
State Mental Health Hospital	6.5	7.6	(1.0)
Home Health Services	162.9	144.8	18.0
EPSDT	136.3	127.3	9.1
Adult Dental, Visual, & Hearing	13.3	14.5	(1.2)
Patient Transportation	109.4	112.7	(3.3)
Inter. Care Facilities/Sunland	150.9	121.8	29.0
Inter. Care Facilities/Community	194.8	199.1	(4.2)
Rural Health Clinics	53.4	53.8	(0.4)
Birthing Center Services	1.1	1.2	(0.1)
Nurse Practitioner Services	6.3	5.3	0.9
Hospice	219.7	212.9	6.9
Community Mental Health Services	31.0	59.3	(28.3)
Physician Assistant Services	2.4	2.1	0.3
Home & Community Based Services	769.7	777.8	(8.1)
Community Supported Living Waiver	28.5	21.4	7.1
ACLF Resident Waiver	37.7	30.0	7.6
Dialysis Center	10.6	13.4	(2.9)
Assistive Care Services Waiver	32.9	32.9	(0.0)
Healthy Start Waiver	14.8	13.6	1.2
Nursing Home Diversion Waiver	128.5	131.7	(3.3)
Prepaid Health Plan	1622.4	1558.1	64.3
Case Management Services	80.1	101.2	(21.1)
Therapeutic Services for Children	159.3	234.6	(75.2)
Personal Care Services	20.4	21.5	(1.1)
Physical Therapy Services	13.6	17.8	(4.3)
Occupational Therapy Services	16.2	21.8	(5.6)
Speech Therapy	21.2	29.7	(8.5)
Respiratory Therapy Services	4.0	4.7	(0.8)
Private Duty Nursing Services	136.3	128.1	8.2
MediPass Services	28.0	28.9	(0.9)
Medicaid School Financing	50.0	50.0	0.0
<b>TOTAL</b>	<b>13965.7</b>	<b>14337.8</b>	<b>(372.1)</b>
General Revenue	3952.0	4108.1	(156.1)
Medical Care Trust Fund	7922.5	8125.5	(202.9)
Refugee Assistance Trust Fund	26.3	20.4	5.9
Public Medical Assistance Trust Fund	407.8	407.8	0.0
Other State Funds	441.0	421.9	19.1
Grants and Donations Trust Fund	1134.4	1172.4	(38.1)
Tobacco Settlement Trust Fund	81.8	81.8	0.0

SOCIAL SERVICES ESTIMATING CONFERENCE - MEDICAID SERVICES EXPENDITURES (\$ Millions)  
February 25, 2005

FY 2004-05  
OLD FORECAST COMPARED TO NEW FORECAST

	Old Forecast	New Forecast	Difference
Physician Services	793.2	769.0	(24.2)
Hospital Inpatient Services	2011.1	1999.9	(11.2)
Special Payments to Hospitals	577.3	582.2	4.9
G/A RIPPC DSH	0.2	0.2	0.0
Graduate Medical Education-DSH	0.0	0.0	0.0
Mental Health DSH	68.6	68.6	0.0
G/A Rural Health Financial Assistance	12.7	12.7	0.0
TB Hospital DSH	2.4	2.4	0.0
Primary Care DSH	0.0	0.0	0.0
Hospital DSH	226.9	226.9	0.0
Hospital Insurance Benefits	137.1	121.1	(16.0)
Nursing Home Care	2271.0	2353.0	82.0
Prescribed Medicine Services	2679.0	2617.3	(61.7)
Hospital Outpatient Services	571.8	559.7	(12.1)
Other Lab & X-ray Services	43.1	45.7	2.6
Family Planning Services	8.0	7.7	(0.3)
Clinic Services	78.2	74.4	(3.8)
Dev Eval/Early Intervention-Part H	4.3	3.6	(0.7)
Supplemental Medical Services	594.7	613.8	19.1
State Mental Health Hospital	9.4	7.6	(1.9)
Home Health Services	170.9	144.8	(26.1)
EPSDT	132.5	127.3	(5.3)
Adult Dental, Visual, & Hearing	14.2	14.5	0.3
Patient Transportation	108.2	112.7	4.4
Inter. Care Facilities/Sunland	149.4	121.8	(27.6)
Inter. Care Facilities/Community	179.7	199.1	19.3
Rural Health Clinics	54.2	53.8	(0.3)
Birthing Center Services	1.2	1.2	0.1
Nurse Practitioner Services	5.9	5.3	(0.5)
Hospice	210.2	212.9	2.7
Community Mental Health Services	58.5	59.3	0.9
Physician Assistant Services	2.2	2.1	(0.1)
Home & Community Based Services	774.0	777.8	3.8
Community Supported Living Waiver	28.5	21.4	(7.1)
ACLF Resident Waiver	31.9	30.0	(1.9)
Dialysis Center	11.2	13.4	2.2
Assistive Care Services Waiver	32.9	32.9	0.0
Healthy Start Waiver	14.8	13.6	(1.2)
Nursing Home Diversion Waiver	133.4	131.7	(1.6)
Prepaid Health Plan	1541.1	1558.1	17.0
Case Management Services	97.8	101.2	3.4
Therapeutic Services for Children	234.9	234.6	(0.4)
Personal Care Services	20.8	21.5	0.7
Physical Therapy Services	17.2	17.8	0.7
Occupational Therapy Services	20.7	21.8	1.0
Speech Therapy	27.6	29.7	2.1
Respiratory Therapy Services	4.4	4.7	0.3
Private Duty Nursing Services	138.6	128.1	(10.5)
MediPass Services	28.7	28.9	0.2
Medicaid School Financing	50.0	50.0	0.0
TOTAL	14384.9	14337.8	(47.1)
General Revenue	4116.0	4108.1	(7.8)
Medical Care Trust Fund	8144.5	8125.5	(19.1)
Refugee Assistance Trust Fund	21.8	20.4	(1.4)
Public Medical Assistance Trust Fund	407.8	407.8	0.0
Other State Funds	438.6	421.9	(16.8)
Grants and Donations Trust Fund	1174.4	1172.4	(2.0)
Tobacco Settlement Trust Fund	81.8	81.8	0.0

SOCIAL SERVICES ESTIMATING CONFERENCE - MEDICAID SERVICES EXPENDITURES (\$ Millions)  
February 25, 2005

FY 2005-06  
APPROPRIATION BASE COMPARED TO NEW FORECAST

	FY 2004-05 Appropriation Base	New Forecast	Surplus/ (Deficit)
Physician Services	698.4	698.9	(0.5)
Hospital Inpatient Services	1568.8	2114.6	(545.8)
Special Payments to Hospitals	577.3	667.1	(89.8)
G/A RIPPC DSH	0.2	0.2	0.0
Graduate Medical Education-DSH	0.0	0.0	0.0
Mental Health DSH	68.6	61.0	7.6
G/A Rural Health Financial Assistance	12.7	12.7	0.0
TB Hospital DSH	2.4	2.4	0.0
Primary Care DSH	0.0	0.0	0.0
Hospital DSH	200.6	200.7	(0.0)
Hospital Insurance Benefits	116.0	126.0	(10.0)
Nursing Home Care	2314.2	2807.8	(493.6)
Prescribed Medicine Services	2634.5	2434.7	199.7
Hospital Outpatient Services	488.3	592.7	(104.4)
Other Lab & X-ray Services	39.5	45.3	(5.7)
Family Planning Services	10.5	7.6	2.9
Clinic Services	76.0	91.6	(15.6)
Dev Eval/Early Intervention-Part H	4.3	4.3	(0.0)
Supplemental Medical Services	524.4	719.1	(194.7)
State Mental Health Hospital	6.5	8.7	(2.2)
Home Health Services	159.9	171.8	(12.0)
EPSDT	135.5	133.4	2.1
Adult Dental, Visual, & Hearing	3.8	4.2	(0.4)
Patient Transportation	105.8	115.2	(9.3)
Inter. Care Facilities/Sunland	150.9	127.4	23.4
Inter. Care Facilities/Community	194.8	208.0	(13.2)
Rural Health Clinics	51.9	61.3	(9.4)
Birthing Center Services	0.8	1.2	(0.5)
Nurse Practitioner Services	5.9	5.6	0.3
Hospice	219.7	261.4	(41.7)
Community Mental Health Services	29.6	34.6	(5.1)
Physician Assistant Services	2.3	2.4	(0.1)
Home & Community Based Services	771.4	786.5	(15.0)
Community Supported Living Waiver	28.5	28.5	0.0
ACLF Resident Waiver	37.7	31.7	6.0
Dialysis Center	10.2	13.2	(3.0)
Assistive Care Services Waiver	32.9	32.9	0.0
Healthy Start Waiver	14.8	14.8	0.0
Nursing Home Diversion Waiver	128.5	145.3	(16.8)
Prepaid Health Plan	1622.3	2109.2	(486.9)
Case Management Services	78.9	103.3	(24.4)
Therapeutic Services for Children	159.3	146.8	12.5
Personal Care Services	20.3	23.5	(3.1)
Physical Therapy Services	13.6	16.5	(3.0)
Occupational Therapy Services	16.1	20.2	(4.0)
Speech Therapy	21.2	27.5	(6.3)
Respiratory Therapy Services	3.9	5.1	(1.2)
Private Duty Nursing Services	133.7	130.6	3.1
MediPass Services	27.7	29.7	(2.0)
Medicaid School Financing	50.0	50.0	0.0
<b>TOTAL</b>	<b>13575.3</b>	<b>15437.4</b>	<b>(1862.1)</b>
General Revenue	3794.9	4600.1	(805.3)
Medical Care Trust Fund	7699.8	8634.4	(934.5)
Refugee Assistance Trust Fund	26.1	23.2	2.9
Public Medical Assistance Trust Fund	407.8	506.4	(98.6)
Other State Funds	441.7	433.3	8.4
Grants and Donations Trust Fund	1123.2	1158.2	(35.0)
Tobacco Settlement Trust Fund	81.8	81.8	0.0

SOCIAL SERVICES ESTIMATING CONFERENCE - MEDICAID SERVICES EXPENDITURES (\$ Millions)  
February 25, 2005

FY 2005-06  
OLD FORECAST COMPARED TO NEW FORECAST

	Old Forecast	New Forecast	Difference
Physician Services	759.3	698.9	(60.4)
Hospital Inpatient Services	2066.7	2114.6	47.9
Special Payments to Hospitals	577.3	667.1	89.8
G/A RIPPC DSH	7.5	0.2	(7.3)
Graduate Medical Education-DSH	20.9	0.0	(20.9)
Mental Health DSH	61.0	61.0	0.0
G/A Rural Health Financial Assistance	12.7	12.7	(0.0)
TB Hospital DSH	2.4	2.4	0.0
Primary Care DSH	0.0	0.0	0.0
Hospital DSH	200.6	200.7	0.0
Hospital Insurance Benefits	133.0	126.0	(7.0)
Nursing Home Care	2651.9	2807.8	155.9
Prescribed Medicine Services	2543.4	2434.7	(108.7)
Hospital Outpatient Services	608.2	592.7	(15.5)
Other Lab & X-ray Services	39.6	45.3	5.7
Family Planning Services	7.8	7.6	(0.2)
Clinic Services	86.8	91.6	4.8
Dev Eval/Early Intervention-Part H	4.5	4.3	(0.1)
Supplemental Medical Services	688.2	719.1	30.9
State Mental Health Hospital	9.9	8.7	(1.2)
Home Health Services	200.2	171.8	(28.3)
EPSDT	138.2	133.4	(4.8)
Adult Dental, Visual, & Hearing	3.9	4.2	0.3
Patient Transportation	109.9	115.2	5.3
Inter. Care Facilities/Sunland	155.6	127.4	(28.2)
Inter. Care Facilities/Community	191.0	208.0	17.0
Rural Health Clinics	56.2	61.3	5.0
Birthing Center Services	1.1	1.2	0.1
Nurse Practitioner Services	5.7	5.6	(0.0)
Hospice	254.8	261.4	6.7
Community Mental Health Services	42.9	34.6	(8.2)
Physician Assistant Services	2.2	2.4	0.2
Home & Community Based Services	775.4	786.5	11.1
Community Supported Living Waiver	28.5	28.5	0.0
ACLF Resident Waiver	34.6	31.7	(2.9)
Dialysis Center	10.7	13.2	2.5
Assistive Care Services Waiver	32.9	32.9	0.0
Healthy Start Waiver	14.8	14.8	0.0
Nursing Home Diversion Waiver	142.2	145.3	3.1
Prepaid Health Plan	2066.4	2109.2	42.9
Case Management Services	109.5	103.3	(6.2)
Therapeutic Services for Children	168.9	146.8	(22.1)
Personal Care Services	21.3	23.5	2.1
Physical Therapy Services	14.8	16.5	1.7
Occupational Therapy Services	17.9	20.2	2.3
Speech Therapy	23.9	27.5	3.5
Respiratory Therapy Services	4.4	5.1	0.7
Private Duty Nursing Services	138.2	130.6	(7.6)
MediPass Services	29.3	29.7	0.4
Medicaid School Financing	50.0	50.0	0.0
TOTAL	15327.2	15437.4	110.1
General Revenue	4573.2	4600.1	27.0
Medical Care Trust Fund	8528.6	8634.4	105.8
Refugee Assistance Trust Fund	24.0	23.2	(0.7)
Public Medical Assistance Trust Fund	478.4	506.4	28.0
Other State Funds	443.8	433.3	(10.6)
Grants and Donations Trust Fund	1197.5	1158.2	(39.3)
Tobacco Settlement Trust Fund	81.8	81.8	0.0

SOCIAL SERVICES ESTIMATING CONFERENCE - MEDICAID SERVICES EXPENDITURES (\$ Millions)  
February 25, 2005

	<b>FY00-01</b>	<b>% chg</b>	<b>FY01-02</b>	<b>% chg</b>	<b>FY02-03</b>	<b>% chg</b>
Physician Services	454.6	10.8%	529.6	16.5%	601.4	13.6%
Hospital Inpatient Services	1202.3	29.3%	1293.4	7.6%	1488.4	15.1%
Special Payments to Hospitals	144.3	NA	352.4	244.2%	422.3	19.8%
G/A RIPPC DSH	7.0	1.7%	6.9	-1.6%	7.4	7.0%
Graduate Medical Education-DSH	19.8	0.2%	19.7	-0.4%	20.7	4.9%
Mental Health DSH	84.8	1.4%	82.8	-2.3%	51.8	-37.5%
G/A Rural Health Financial Assistance	10.7	-2.9%	12.1	12.9%	12.2	0.6%
TB Hospital DSH	2.4	0.0%	2.4	0.0%	2.4	-0.9%
Primary Care DSH	10.2	0.2%	10.2	-0.4%	10.7	4.9%
Hospital DSH	159.3	3.8%	175.2	10.0%	131.0	-25.2%
Hospital Insurance Benefits	83.3	9.9%	91.2	9.5%	98.1	7.5%
Nursing Home Care	1693.8	9.1%	1837.9	8.5%	2091.1	13.8%
Prescribed Medicine Services	1448.6	10.3%	1668.0	15.1%	1985.8	19.1%
Hospital Outpatient Services	381.7	2.7%	372.9	-2.3%	429.6	15.2%
Other Lab & X-ray Services	29.2	14.7%	32.8	12.5%	38.6	17.5%
Family Planning Services	9.8	0.5%	10.8	10.7%	10.5	-2.5%
Clinic Services	42.0	16.8%	50.6	20.6%	59.5	17.6%
Dev Eval/Early Intervention-Part H	2.2	14.9%	2.0	-6.3%	2.2	6.3%
Supplemental Medical Services	371.0	6.4%	404.9	9.1%	438.2	8.2%
State Mental Health Hospital	9.5	-20.9%	6.4	-32.4%	6.1	-5.5%
Home Health Services	84.6	15.1%	99.1	17.1%	118.2	19.3%
EPSDT	101.6	-3.0%	109.8	8.0%	123.7	12.7%
Adult Dental, Visual, & Hearing	32.0	13.9%	37.5	17.2%	19.3	-48.6%
Patient Transportation	90.3	14.6%	99.1	9.7%	109.9	11.0%
Inter. Care Facilities/Sunland	127.7	6.6%	129.1	1.1%	131.6	1.9%
Inter. Care Facilities/Community	0.0	NA	0.0	NA	0.0	NA
Rural Health Clinics	35.6	13.3%	40.7	14.1%	47.3	16.4%
Birthing Center Services	0.9	14.3%	0.9	0.8%	1.0	8.0%
Nurse Practitioner Services	5.0	20.6%	5.8	16.4%	5.7	-1.5%
Hospice	83.3	25.3%	107.2	28.7%	141.8	32.2%
Community Mental Health Services	56.5	12.2%	55.8	-1.3%	56.6	1.5%
Physician Assistant Services	1.6	142.5%	2.0	26.8%	2.3	14.3%
Home & Community Based Services	686.8	17.2%	933.7	35.9%	902.2	-3.4%
Community Supported Living Waiver	0.1	-72.8%	0.0	-61.6%	0.0	8.1%
ACLF Resident Waiver	20.5	55.0%	22.0	6.9%	28.0	27.2%
Dialysis Center	8.4	57.8%	8.7	3.8%	10.5	20.5%
Assistive Care Services Waiver	0.0	NA	27.9	NA	35.5	27.1%
Healthy Start Waiver	0.0	NA	0.0	NA	0.0	NA
Nursing Home Diversion Waiver	21.9	112.1%	24.1	10.0%	25.2	4.7%
Prepaid Health Plan	894.0	25.0%	1014.5	13.5%	1191.4	17.4%
Case Management Services	70.4	45.3%	76.4	8.5%	78.9	3.3%
Therapeutic Services for Children	167.8	14.6%	184.2	9.8%	200.8	9.0%
Personal Care Services	17.3	9.5%	18.2	5.0%	19.1	5.0%
Physical Therapy Services	10.8	13.1%	13.7	26.6%	15.9	16.0%
Occupational Therapy Services	12.1	49.2%	15.5	27.9%	18.9	21.6%
Speech Therapy	17.1	30.1%	20.9	22.3%	24.7	17.8%
Respiratory Therapy Services	2.9	11723.4%	3.4	17.6%	3.7	8.8%
Private Duty Nursing Services	112.7	21.4%	124.7	10.6%	126.3	1.3%
MediPass Services	22.6	16.7%	23.6	4.2%	26.0	10.4%
Medicaid School Financing	49.5	45.6%	58.8	18.8%	64.2	9.2%
<b>TOTAL</b>	<b>8900.8</b>	<b>14.7%</b>	<b>10219.6</b>	<b>14.8%</b>	<b>11436.6</b>	<b>11.9%</b>
General Revenue	2432.2	3.5%	2865.7	17.8%	3285.0	14.6%
Medical Care Trust Fund	4977.0	16.5%	5695.4	14.4%	6478.8	13.8%
Refugee Assistance Trust Fund	14.9	20.5%	14.3	-4.2%	14.7	2.8%
Public Medical Assistance Trust Fund	380.3	-2.5%	358.6	-5.7%	364.5	1.6%
Other State Funds	373.7	17.1%	486.9	30.3%	471.8	-3.1%
Grants and Donations Trust Fund	453.8	29.1%	668.3	47.3%	771.4	15.4%
Tobacco Settlement Trust Fund	268.9	295.8%	130.5	-51.5%	50.5	-61.3%

SOCIAL SERVICES ESTIMATING CONFERENCE - MEDICAID SERVICES EXPENDITURES (\$ Millions)  
February 25, 2005

	<b>FY03-04</b>	<b>% chg</b>	<b>FY04-05</b>	<b>% chg</b>	<b>FY05-06</b>	<b>% chg</b>
Physician Services	723.8	20.3%	769.0	6.2%	698.9	-9.1%
Hospital Inpatient Services	1887.9	26.8%	1999.9	5.9%	2114.6	5.7%
Special Payments to Hospitals	596.9	41.4%	582.2	-2.5%	667.1	14.6%
G/A RIPPC DSH	7.5	1.1%	0.2	-97.7%	0.2	0.0%
Graduate Medical Education-DSH	20.9	1.2%	0.0	-100.0%	0.0	NA
Mental Health DSH	61.0	17.7%	68.6	12.5%	61.0	-11.1%
G/A Rural Health Financial Assistance	12.7	4.8%	12.7	0.0%	12.7	0.0%
TB Hospital DSH	2.4	0.9%	2.4	0.0%	2.4	0.0%
Primary Care DSH	10.8	1.2%	0.0	-100.0%	0.0	NA
Hospital DSH	160.6	22.6%	226.9	41.3%	200.7	-11.6%
Hospital Insurance Benefits	107.1	9.1%	121.1	13.1%	126.0	4.0%
Nursing Home Care	2239.0	7.1%	2353.0	5.1%	2807.8	19.3%
Prescribed Medicine Services	2362.6	19.0%	2617.3	10.8%	2434.7	-7.0%
Hospital Outpatient Services	475.4	10.7%	559.7	17.7%	592.7	5.9%
Other Lab & X-ray Services	44.0	14.0%	45.7	3.8%	45.3	-0.9%
Family Planning Services	7.8	-26.3%	7.7	-0.4%	7.6	-1.2%
Clinic Services	64.3	8.0%	74.4	15.7%	91.6	23.2%
Dev Eval/Early Intervention-Part H	2.2	-0.8%	3.6	66.5%	4.3	20.8%
Supplemental Medical Services	485.0	10.7%	613.8	26.6%	719.1	17.2%
State Mental Health Hospital	8.0	30.7%	7.6	-5.0%	8.7	15.1%
Home Health Services	130.3	10.2%	144.8	11.1%	171.8	18.6%
EPSDT	128.9	4.2%	127.3	-1.2%	133.4	4.8%
Adult Dental, Visual, & Hearing	4.3	-77.6%	14.5	236.7%	4.2	-71.3%
Patient Transportation	116.1	5.6%	112.7	-3.0%	115.2	2.2%
Inter. Care Facilities/Sunland	123.4	-6.2%	121.8	-1.3%	127.4	4.6%
Inter. Care Facilities/Community	185.0	NA	199.1	7.6%	208.0	4.5%
Rural Health Clinics	51.3	8.5%	53.8	4.8%	61.3	13.9%
Birthing Center Services	1.1	6.9%	1.2	16.1%	1.2	-1.4%
Nurse Practitioner Services	5.6	-2.1%	5.3	-4.3%	5.6	5.4%
Hospice	184.8	30.4%	212.9	15.1%	261.4	22.8%
Community Mental Health Services	60.6	7.0%	59.3	-2.1%	34.6	-41.6%
Physician Assistant Services	2.2	-1.8%	2.1	-4.0%	2.4	11.8%
Home & Community Based Services	775.9	-14.0%	777.8	0.2%	786.5	1.1%
Community Supported Living Waiver	0.0	39.0%	21.4	43250.9%	28.5	33.3%
ACLF Resident Waiver	27.3	-2.5%	30.0	10.1%	31.7	5.6%
Dialysis Center	11.8	12.6%	13.4	14.0%	13.2	-1.4%
Assistive Care Services Waiver	35.8	0.9%	32.9	-8.0%	32.9	-0.1%
Healthy Start Waiver	11.7	NA	13.6	16.7%	14.8	0.0%
Nursing Home Diversion Waiver	49.9	97.6%	131.7	164.1%	145.3	10.3%
Prepaid Health Plan	1252.4	5.1%	1558.1	24.4%	2109.2	35.4%
Case Management Services	94.8	20.1%	101.2	6.8%	103.3	2.1%
Therapeutic Services for Children	212.7	5.9%	234.6	10.3%	146.8	-37.4%
Personal Care Services	20.2	5.9%	21.5	6.3%	23.5	9.3%
Physical Therapy Services	17.9	12.7%	17.8	-0.5%	16.5	-7.3%
Occupational Therapy Services	21.8	15.4%	21.8	0.1%	20.2	-7.3%
Speech Therapy	29.4	19.3%	29.7	1.0%	27.5	-7.6%
Respiratory Therapy Services	4.4	19.9%	4.7	7.0%	5.1	8.2%
Private Duty Nursing Services	127.0	0.6%	128.1	0.8%	130.6	2.0%
MediPass Services	27.6	6.0%	28.9	4.5%	29.7	3.1%
Medicaid School Financing	56.2	-12.5%	50.0	-11.0%	50.0	0.0%
<b>TOTAL</b>	<b>13050.3</b>	<b>14.1%</b>	<b>14337.8</b>	<b>9.9%</b>	<b>15437.4</b>	<b>7.7%</b>
General Revenue	3263.1	-0.7%	4108.1	25.9%	4600.1	12.0%
Medical Care Trust Fund	7825.0	20.8%	8125.5	3.8%	8634.4	6.3%
Refugee Assistance Trust Fund	16.7	13.7%	20.4	22.2%	23.2	13.8%
Public Medical Assistance Trust Fund	410.4	12.6%	407.8	-0.6%	506.4	24.2%
Other State Funds	390.6	-17.2%	421.9	8.0%	433.3	2.7%
Grants and Donations Trust Fund	1072.5	39.0%	1172.4	9.3%	1158.2	-1.2%
Tobacco Settlement Trust Fund	72.0	42.4%	81.8	13.7%	81.8	0.0%

**SOCIAL SERVICES ESTIMATING CONFERENCE - BASIC MEDICAID CASELOADS, HISTORICAL AND FORECASTED**  
 AVERAGE MONTHLY CASELOADS BY FISCAL YEAR, FY 1997-98 TO FY 2007-08  
 February 4, 2005

	1997-98	1998-99	1999-2000	2000-01	2001-02	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08
SSI (A)	417,713	432,012	437,605	451,694	464,240	468,142	480,185	489,804	501,052	513,460	525,868
TANF (B)	582,882	508,570	500,647	572,041	600,234	624,195	655,986	703,122	750,000	800,862	851,724
Categorically Eligible (C)	61,553	67,115	63,141	71,984	88,662	95,295	107,127	124,778	140,943	156,925	172,921
Medically Needy (D)	13,853	12,870	14,967	18,384	20,981	27,077	30,730	35,830	42,915	47,979	53,043
General Assistance (E)	3,830	4,785	6,516	6,687	6,839	6,392	7,878	9,054	9,054	9,054	9,054
MEDS Elderly & Disabled (F)	84,131	83,988	88,014	91,275	94,437	97,052	104,501	118,032	131,908	142,624	152,896
Qualified Medicare Beneficiaries(G)	37,453	41,129	47,422	57,035	63,788	70,776	78,428	87,863	107,681	127,250	138,362
MEDS Pregnant Women <100% FPL (H)	32,001	31,024	31,038	32,313	35,229	38,343	40,809	44,025	46,865	49,796	52,728
MEDS Pregnant Women > 100% FPL (I)	9,247	9,595	10,396	11,276	12,169	13,697	15,298	16,225	10,104	10,889	11,673
Family Planning Waiver	0	22,843	83,193	117,150	109,314	111,062	25,417	2,226	2,869	3,421	3,973
MEDS Children <100% FPL (H)	178,576	200,597	261,557	312,080	368,412	434,404	450,387	435,743	443,136	443,136	443,136
MEDS Children > 100% FPL (I)	27,927	33,089	43,050	54,894	68,575	80,970	85,486	81,952	83,489	83,489	83,489
Children Title XXI (J)	2,099	23,621	20,854	15,728	8,397	2,026	1,457	1,262	1,290	1,290	1,290
<b>TOTAL</b>	<b>1,451,265</b>	<b>1,471,238</b>	<b>1,608,400</b>	<b>1,812,541</b>	<b>1,941,277</b>	<b>2,069,431</b>	<b>2,083,689</b>	<b>2,149,916</b>	<b>2,271,306</b>	<b>2,390,175</b>	<b>2,500,157</b>

(A) Elderly or disabled individuals of low income who are determined eligible for supplemental security income as determined by the Social Security Administration.

(B) Individuals in single-parent low-income families who meet the AFDC eligibility standards effective in September 1996 or meet TANF eligibility guidelines.

(C) Unemployed parents and children under 18, children under 21 in intact families, or children born after 9/83 living with non-relatives, where family income meets AFDC standards.

(D) Individuals who meet SSI or AFDC eligibility after expenses for medical care are deducted.

(E) This category is 100% federally funded and covers the first eight months in the U.S. for individuals who generally meet the TANF and SSI eligibility requirements.

(F) Elderly and disabled individuals with income above the criteria for supplemental security income but less than 90% of the Federal Poverty Level.

(G) Medicaid covers certain Medicare-related expenses for elderly and disabled individuals between 90-120% of the Federal Poverty Level (excludes Silver Saver program).

(H) Pregnant women under 100% of the Federal Poverty Level and children age 6 and older in families under 100% of the Federal Poverty Level.

(I) Children age 1 to 6 under 133% of the Federal Poverty Level; pregnant women and infants less than one year old with incomes less than 185% of the Federal Poverty Level.

(J) Children born after 10/93 under age 19 and under 100% of the Federal Poverty Level; and children under 200% of the Federal Poverty Limit and under 1 year of age.

**SOCIAL SERVICES ESTIMATING CONFERENCE - February 4, 2005**  
**MEDICAID CASELOADS**  
**FY 2004-05 and FY 2005-06**

	SSI	TANF	CAT. ELIGIBLE	MEDICALLY NEEDY	PREGNANT WOMEN <100% FPL	CHILDREN <100% FPL	ELDERLY & DISABLED < 90% FPL	QMB SLMB QI	PREGNANT WOMEN >100% FPL	CHILDREN >100% FPL	CHILDREN TITLE XXI	FAMILY PLANNING WAIVER	GENERAL ASSIST.	TOTAL
<b>FY 2004-05</b>														
July	486,464	681,806	115,642	33,044	42,944	437,517	111,837	83,913	16,071	83,641	1,262	1,091	9,315	2,104,547
August	487,359	689,928	118,569	33,286	43,541	434,497	112,953	84,667	16,225	82,653	1,273	1,861	8,954	2,115,766
September	487,779	692,607	119,690	38,971	42,778	430,894	113,427	84,063	15,711	81,585	1,248	2,165	8,939	2,119,857
October	488,422	700,426	122,199	43,385	43,823	434,034	115,146	84,680	16,198	81,882	1,271	2,251	9,009	2,142,726
November	489,022	701,512	123,686	32,585	43,402	431,101	115,846	87,351	16,051	80,890	1,229	2,321	9,119	2,134,115
December	488,127	704,336	124,801	34,134	43,811	432,867	117,392	87,644	16,011	80,577	1,248	2,294	8,985	2,142,227
January	489,161	703,844	125,131	34,752	44,055	434,334	118,603	88,414	16,124	80,993	1,254	2,340	9,054	2,148,059
February	490,195	706,866	127,419	35,155	44,300	435,801	119,814	89,184	16,236	81,409	1,260	2,386	9,054	2,159,079
March	491,229	709,734	128,214	35,558	44,544	437,268	121,025	89,954	16,349	81,825	1,266	2,432	9,054	2,168,452
April	492,263	712,601	129,543	35,961	44,788	438,735	122,236	90,724	16,462	82,241	1,272	2,478	9,054	2,178,358
May	493,297	715,469	130,703	36,364	45,033	440,202	123,447	91,494	16,575	82,657	1,278	2,524	9,054	2,188,097
June	494,331	718,336	131,738	36,767	45,277	441,669	124,658	92,264	16,687	83,073	1,284	2,570	9,054	2,197,708
AVERAGE	489,804	703,122	124,778	35,830	44,025	435,743	118,032	87,863	16,225	81,952	1,262	2,226	9,054	2,149,916
% chg	4.63%	12.64%	30.94%	32.33%	14.82%	0.31%	21.62%	24.14%	18.46%	1.21%	-37.70%	-98.00%	41.65%	3.89%
<b>FY 2005-06</b>														
July	495,365	723,946	133,065	40,594	45,521	443,136	125,869	93,034	9,744	83,489	1,290	2,616	9,054	2,206,723
August	496,399	729,555	134,566	41,016	45,765	443,136	127,080	93,804	9,810	83,489	1,290	2,662	9,054	2,217,626
September	497,433	735,165	136,078	41,438	46,010	443,136	128,291	94,574	9,875	83,489	1,290	2,708	9,054	2,228,541
October	498,467	740,774	138,166	41,860	46,254	443,136	129,502	95,344	9,940	83,489	1,290	2,754	9,054	2,240,030
November	499,501	746,384	139,889	42,282	46,498	443,136	130,713	100,450	10,006	83,489	1,290	2,800	9,054	2,255,492
December	500,535	751,993	140,770	42,704	46,743	443,136	131,924	106,080	10,071	83,489	1,290	2,846	9,054	2,270,635
January	501,569	754,861	141,295	43,126	46,987	443,136	132,780	111,787	10,136	83,489	1,290	2,892	9,054	2,282,402
February	502,603	757,728	143,369	43,548	47,231	443,136	133,636	117,572	10,202	83,489	1,290	2,938	9,054	2,295,796
March	503,637	760,596	144,187	43,970	47,476	443,136	134,492	118,495	10,267	83,489	1,290	2,984	9,054	2,303,073
April	504,671	763,463	145,517	44,392	47,720	443,136	135,348	119,419	10,333	83,489	1,290	3,030	9,054	2,310,862
May	505,705	766,331	146,684	44,814	47,964	443,136	136,204	120,344	10,398	83,489	1,290	3,076	9,054	2,318,489
June	506,739	769,198	147,734	45,236	48,208	443,136	137,060	121,268	10,463	83,489	1,290	3,122	9,054	2,325,997
AVERAGE	501,052	750,000	140,943	42,915	46,865	443,136	131,908	107,681	10,104	83,489	1,290	2,869	9,054	2,271,306
% chg	2.30%	6.67%	12.96%	19.77%	6.45%	1.70%	11.76%	22.56%	-37.73%	1.88%	2.21%	28.88%	0.00%	5.65%

**CHANGE FROM PREVIOUS FORECAST**

	SSI	TANF	CAT. ELIGIBLE	MEDICALLY NEEDY	PREGNANT WOMEN <100% FPL	CHILDREN <100% FPL	ELDERLY & DISABLED < 90% FPL	QMB SLMB QI	PREGNANT WOMEN >100% FPL	CHILDREN >100% FPL	CHILDREN TITLE XXI	FAMILY PLANNING WAIVER	GENERAL ASSIST.	TOTAL
<b>FY04-05</b>	(1,670)	(2,909)	85	(331)	(39)	(3,046)	1,968	852	96	(2,382)	(22)	(964)	(284)	(8,646)
<b>FY05-06</b>	(2,599)	(610)	354	(1,176)	(122)	2,851	6,872	957	23	(1,415)	(95)	(4,008)	(373)	659



**2004 Legislative Session  
Major Appropriation Highlights  
Health and Human Services Subcommittee  
Conference Agreement FY 2004-05**

**AGENCY FOR HEALTH CARE ADMINISTRATION**

**Additions**

- ✓ **Medicaid Workload and Price Level - \$1,799.2 million**  
Provides \$1,187.9 million for Medicaid workload because of changes in caseloads and utilization of services and \$611.3 million related to price level increases in reimbursement rates for institutional facilities, rural health clinics, and prescribed medicine providers. The Medicaid caseload for FY 2004-05 is projected to be 2.4 million Floridians.
  
- ✓ **Florida KidCare Program - \$149.2 million**  
Provides funds to continue the Florida KidCare program which provides health insurance for eligible children. These funds annualize expenditures for the estimated 90,280 children added to the program from the March 11, 2004 wait list. It is estimated that 430,000 children will receive health insurance coverage by June 30, 2005.
  
- ✓ **Uncovered Medical Expenses for Medicaid Nursing Home Residents - \$52.7 million**  
Provides funds to change Medicaid policies regarding the deduction of out-of-pocket medical expenses for services not covered by Medicaid from the calculation of a resident's share of cost of nursing or other institutional care. Of this total, \$35.1 million is provided for FY 2004-05 and \$17.6 million is provided to cover the expenses, beginning January 1, 2004, associated with the state's contribution to the cost of nursing facility care for Medicaid recipients in fiscal year 2003-04.
  
- ✓ **Eliminate Exclusion of Special Hospital Payments from HMO Rate Setting - \$56.3 million**  
Provides funds to adjust Medicaid HMO rates to include in the hospital inpatient calculation any special Medicaid payments, such as the Upper Payment Limit or Disproportionate Share Hospital payments, made to qualifying hospitals through the fee-for-service programs effective on or after July 1, 2003.
  
- ✓ **Special Medicaid Payments to Hospitals – \$71.7 million**  
Provides funds to increase special Medicaid payments to hospitals under the Upper Payment Limit program.
  
- ✓ **Disproportionate Share Hospital Program - \$68.0 million**  
Provides for an increase of \$52.7 million for the public hospital disproportionate share hospital program and an increase of \$15.3 million for the mental health disproportionate share hospital program resulting from an increase in the federal allotment.
  
- ✓ **Physician Upper Payment Limit - \$68.3 million**  
Provides additional funds for services provided by physicians employed or under contract with the Florida State University, the University of Florida, the University of South Florida, the University of Miami, and the Nova Southeastern University in accordance with the approved Medicaid state plan amendment.

- ✓ **Physician Rate Increase - \$12.2 million**  
Provides for an increase in reimbursement rates to physicians for services provided to individuals under the age of 21 with emphasis on pediatric specialty care for those services deemed by AHCA to be the most difficult to secure under the current reimbursement methodology.
- ✓ **Restoration of Adult Dentures - \$9.5 million**  
Restores adult dentures for Medicaid recipients effective January 1, 2005.
- ✓ **Additional Resources for Fraud and Abuse - \$1.7 million**  
Provides 17 positions to increase the agency's efforts in deterring and detecting Medicaid fraud and abuse and to contract for the planning and development of guidelines and tools to promote cost effective drug use.
- ✓ **Enhanced Assistive Care Services - \$3.7 million**  
Provides funds for enhanced assistive care services for individuals with severe and persistent mental illness.
- ✓ **Expand Waiver Service for Medically Complex Technology Dependent Young Adults - \$1.1 million**  
Provides funds to provide Medicaid waiver services to an additional 10 medically complex, technologically dependent, young adults aging out of coverage under the Children's Medical Services program.
- ✓ **Geriatric Falls Prevention Pilot \$4.8 million**  
Provides funds to implement a demonstration project to reduce geriatric falls among community-based Medicaid beneficiaries at risk of falls and who reside in Broward and Miami-Dade counties.
- ✓ **Wireless Handheld Drug Database- \$4.5 million**  
Provides funds to expand by 2,000 the number of physicians participating in the Medicaid wireless handheld drug information database programs.

## Reductions

### **KidCare**

- ✓ **Limit Florida Healthy Kids Dental Benefits - (\$17.9 million)**  
Reduces the per member per month premium for Florida Healthy Kids dental services to not more than \$12.

### **Prescribed Medicines**

- ✓ **Lifesaver Rx – (\$28.9 million)**  
Postpones implementation of the Lifesaver Rx program designed to provide discounts on drugs for low-income individuals over 65 due to delays resulting from the recently enacted Medicare legislation. An amount of \$500,000 is provided pending approval of the program. AHCA is authorized to submit a budget amendment to the Legislative Budget Commission to implement the program.
- ✓ **Expansion of the State MAC Pricing - (\$24.6 million)**  
Authority was granted to the AHCA to expand the current Maximum Allocable Cost (MAC) program and to competitively procure multi-source generic drugs.

- ✓ **Limit Lifestyle Drugs - (\$3.9 million)**  
Limits prescribed products to treat erectile dysfunction to a dosing level of no more than one pill per month.
- ✓ **Pharmacy Ingredient Cost Adjustments – (\$25.7 million)**  
Reduces payments for prescribed drugs from the current reimbursement levels to the lesser of Average Wholesale Price (AWP) less 15.4% or Wholesaler Acquisition Cost (WAC) plus 5.75%.
- ✓ **Reduce Dosage to Recommended Levels – (\$7.8 million)**  
Limits Cox II Inhibitor utilization to once a day unless prescribed for an indication requiring more frequent dosing per the Federal Drug Administration approved product level.
- ✓ **Expand Supplemental Drug Rebate for Name Brand Drugs to 29% - (\$6.1 million)**  
Increases the supplemental rebates from manufacturers for name brand drugs to a minimum threshold of 29 percent.
- ✓ **Prior Authorize Off Label Use of Prescribed Drugs – (\$7.0 million)**  
Reduces prescribed drug payments resulting from savings from prior authorization for the off-label use of Neurontin.
- ✓ **Decrease Selected Prescriptions to Single Dosages per Day – (\$6 million)**  
Decrease the dosage frequency and amount of Zyprexa to the dosage amount recommended by the federal Food and Drug Administration.
- ✓ **Pharmacy Management of Behavioral Health Prescribed Drugs – (\$33.8 million)**  
Implements a Medicaid behavioral health pharmacy drug management program.
- ✓ **Eliminate Pharmaceutical Value Added Contracts – (\$85.2 million)**  
Eliminates current value-added programs in lieu of supplemental rebates, prior authorization and brand limitations.
- ✓ **Provider Network Management (\$14.0 million)**  
Limits the Medicaid provider network to providers through provider credentialing and to those providers which meet certain standards of quality.

### **Medicaid Prepaid Health Plans**

- ✓ **Mandatory managed Care Enrollment Effective on the Date of Medicaid Enrollment (\$2.7 million)**  
Increases enrollment in managed care plans as a result of enrolling individuals within 30 days of the eligibility start date.

### **Long-Term Care**

- ✓ **Impact to Hospice Rates due to Reducing Nursing Home Rate – (\$7.2 million)**  
Reduces hospice rates due to the impact of reducing nursing home rates.
- ✓ **Delays Nursing Home Staffing Increase (\$72.1 million)**  
Reduces nursing home services due to the delay in nursing home staffing from 2.6 hours of direct care per resident per day to 2.9 hours effective July 1, 2005.

- ✓ **Reduce Nursing Home Reimbursement Rates (\$66.7 million)**  
Adjusts nursing home per diems, except for the direct patient care component, in accordance with the current state plan methodology and then reduces rates proportionately until the required savings are achieved.
- ✓ **Reduce ICF/DD Reimbursement Rates (4.8 million)**  
Adjusts Intermediate Care Facility for the Developmentally Disabled (ICF/DDs) rates in accordance with the current state plan methodology and then reduces rates proportionately until the required savings are achieved.
- ✓ **Elimination of Nursing Home and ICF/DD Bed Hold Days (\$14.5 million)**  
Eliminates Medicaid coverage of bed hold days for Medicaid beneficiaries residing in nursing homes and Intermediate Care Facility for the Developmentally Disabled (ICF/DDs) with reported occupancy levels less than 95 percent.
- ✓ **Continuation of Nursing Home Transition Initiative (\$18.4 million)**  
Reduces nursing home expenditures by transitioning at least 800 nursing home clients to other more appropriate and less costly home and community-based alternatives.
- ✓ **Nursing Home Diversion Expansion (\$14.3 million)**  
Expands the nursing home diversion program to other more appropriate and less costly alternatives by at least 3,000 slots.
- ✓ **Establish Home and Community Based Services (HCBS) Utilization Review/Prior Authorization Program (\$7.2 million)**  
Reduces payments under the home and community-based services waivers due to the implementation of a utilization management program designed to prior authorize home and community-based services.
- ✓ **Consolidate Home and Community Based Waiver Services (\$6.9 million)**  
Reduces payments under the home and community-based services waivers due to the consolidation of types of services.

## **Hospitals**

- ✓ **Reduce Hospital Inpatient Reimbursement Rates (\$69.7 million)**  
Adjusts hospital inpatient reimbursement rates in accordance with the current state plan methodology and then reduces rates proportionately until the required savings are achieved.
- ✓ **Reduce Hospital Outpatient Reimbursement Rates (\$14.1 million)**  
Adjusts hospital outpatient reimbursement rates in accordance with the current state plan methodology and then reduces rates proportionately until the required savings are achieved.
- ✓ **Utilization Review of Neonatal Intensive Care Unit Services – (\$1.3 million)**  
Reduces hospital inpatient services due to the implementation of a comprehensive utilization management program for hospital neonatal intensive care stays.
- ✓ **Establish a Hospitalist Program for Medicaid Recipients (\$19.1 million)**  
Reduces hospital inpatient services due to implementation of a hospitalist program.

- ✓ **Utilization Management of Private Duty Nursing (\$8.3 million)**  
Reduces private duty nursing expenditures due to implementation of a comprehensive utilization program that requires prior authorization of private duty nursing services for children, including children serviced in the Children's Medical Services program.

#### **Physicians**

- ✓ **Physician Services Lock-In – (\$0.9 million)**  
Reduces physician services based on implementation of a physician lock-in program for recipients that participate in the pharmacy lock-in program.

### **DEPARTMENT OF CHILDREN AND FAMILIES**

#### **Additions**

- ✓ **Serving Developmentally Disabled Citizens - \$45.0 million**  
Provides resources to serve an additional 360 of the most vulnerable citizens who require developmental services and are in crisis, and to serve an additional 2166 citizens currently on the waiting list for developmental services. Resources will also be used to supply supported employment services to 167 citizens on the waiting list for developmental services.
- ✓ **Domestic Violence Services - \$1 million**  
Includes funding to provide additional services to victims of domestic violence. These services include shelter beds, care for children, victim support, case management and legal advocacy support.
- ✓ **Adoptions Subsidies - \$18.1 million**  
Increases funding for Maintenance Adoption Subsidies to place an additional 4,442 hard-to-place children who would otherwise linger in costly foster care arrangements for long periods of time.
- ✓ **Equity Funding for Community-Based Providers - \$23.6 million**  
Provides additional funding to achieve a more equitable distribution of child protection resources among the Department of Children and Families districts and Suncoast Region.
- ✓ **Domestic Violence Construction - \$4 million**  
Increases funding to renovate domestic violence shelters throughout the state.
- ✓ **Expand Crisis Stabilization Units - \$6.4 million**  
Funds additional mental health crisis beds in districts with the greatest need.
- ✓ **Expand Substance Abuse Services - \$2 million**  
Provides additional services to 1333 individuals with substance abuse problems.
- ✓ **Provide Treatment for Individuals Involved in the Criminal Justice System - \$8.5 million**  
Provides mental health treatment in community based programs.
- ✓ **Restore Programs Funded with Nonrecurring Funding with Recurring Funding - \$9 million**  
Funds services critical to meeting the substance abuse service needs of the state.

### **Reductions**

- ✓ **Home and Community Services Efficiencies-(\$14 million)**  
Savings from reducing inconsistencies between districts in the level of services provided, and the supply of medically inappropriate medical services.
- ✓ **Efficiencies in Eligibility Determination of Cash Assistance, Medicaid and Food Stamps - (\$22 million)**  
Reduces staff in Economic Self Sufficiency by 750 full-time equivalent positions to implement efficiencies in the eligibility determination activities. The Senate budget includes proviso language authorizing the Department of Children and Families to outsource this function.
- ✓ **Management Reductions – (\$19.1 million)**  
This issue reduces the administrative budgets in the Department of Children and Families by \$19.1 million. This reduction is based on consolidating the administrative functions in the 13 DCF districts and one region into 6 zones.

## **DEPARTMENT OF ELDER AFFAIRS**

### **Additions**

- ✓ **Alzheimer’s Center Construction - \$12 million**  
Funds are provided for the Jonnie B. Byrd Sr. Alzheimer’s Center and Research Institute for completing the construction of the building and purchasing equipment.
- ✓ **Local Services Programs - \$3.3 million**  
Provides nonrecurring funds to continue funding for community care for the elderly programs.
- ✓ **Office of Public Guardianship Office - \$1 million**  
Provides additional funds for the Office of Public Guardianship.
- ✓ **CARES Workload - \$0.6 million**  
Provides funds for 10 positions related to increased workload for the Comprehensive Assessment and Review of Long Term Care Services (CARES) that provide preadmission screening for nursing homes.

### **Reductions**

- ✓ **Establish Home and Community Based Services (HCBS) Utilization Review/Prior Authorization Program (\$4.5 million)**  
Reduces payments under the home and community-based services waivers due to the implementation of a utilization management program designed to prior authorize home and community-based services.
- ✓ **Consolidate Home and Community Based Waiver Services (\$4.5 million)**  
Reduces payments under the home and community-based services waivers due to the consolidation of types of services.

## **DEPARTMENT OF HEALTH**

### **Additions**

- ✓ **James and Esther King Biomedical Research Program – \$3.6 million**  
Provides additional research funding to enhance Biomedical Research activities through universities and related research programs.
- ✓ **Mayo Clinic Cancer Research Program - \$2.0 million**  
Provides funding for a cancer research initiative affiliated with the Mayo Clinic in Jacksonville.
- ✓ **Tobacco Awareness / Use Reduction Program - \$1.0 million**  
Continues the tobacco awareness and educational program targeted toward youth.
- ✓ **St. Joseph's Children's Heart Center – \$1.0 million**  
Funds the St. Joseph's Children's Heart Center which is a regional source for pediatric cardiac patients with a demonstrated success rate for children's' health care.
- ✓ **Children's Cardiac Program – \$0.3 million**  
Provides continuation funding for the children's cardiac program at Wolfson Hospital.
- ✓ **Pepin Heart Institute - \$1.0 million**  
Increased funding for the Pepin Heart Institute.
- ✓ **County Health Department Facility Replacements - \$18.8 million**  
Provides funding for the construction or renovation of county health department facilities in Brevard, Lee, Gulf and Palm Beach Counties.
- ✓ **Public Health Institute - \$1.3 million**  
Provides funding for the creation of a Public Health Institute on the grounds of the A.G. Holley Hospital in Lantana.

## **DEPARTMENT OF VETERANS' AFFAIRS**

- ✓ **Veterans' Nursing Homes Final Phase of Start-Up (Bay, Charlotte Homes) - \$8.5 million**  
Provides the final general revenue portion of start-up funding and necessary trust fund authority for the two new Veterans' Nursing Homes in Bay and Charlotte Counties.

**MEDICAID SERVICES EXPENDITURES**  
\$ MILLIONS

	<u>FY98-99</u>	<u>FY 99-00</u>	<u>FY00-01</u>	<u>FY01-02</u>	<u>FY 02-03</u>	<u>FY 03-04</u>	<u>FY 04-05</u>	<u>FY 05-06</u>	<u>FY 06-07</u>	<u>FY 07-08</u>
<b>PHYSICIAN SERVICES</b>	\$382.9 -5.5%	\$410.4 7.2%	\$454.6 10.8%	\$529.6 16.5%	\$601.4 13.6%	\$723.8 20.3%	\$769.0 6.2%	\$698.9 -9.1%	\$751.5 7.5%	\$818.5 8.9%
<b>HOSPITAL INPATIENT SERVICES</b>	\$953.8 -3.2%	\$1,033.5 8.4%	\$1,193.8 15.5%	\$1,268.5 6.3%	\$1,437.5 13.3%	\$1,834.1 27.6%	\$1,943.8 6.0%	\$2,056.1 5.8%	\$2,247.6 9.3%	\$2,489.4 10.8%
<b>NURSING HOME SERVICES</b>	\$1,393.4 4.8%	\$1,552.0 11.4%	\$1,693.8 9.1%	\$1,837.9 8.5%	\$2,091.1 13.8%	\$2,239.0 7.1%	\$2,353.0 5.1%	\$2,807.8 19.3%	\$3,110.9 10.8%	\$3,446.8 10.8%
<b>PRESCRIBED MEDICINE</b>	\$1,027.5 21.5%	\$1,313.4 27.8%	\$1,448.6 10.3%	\$1,668.0 15.1%	\$1,985.8 19.1%	\$2,362.6 19.0%	\$2,617.3 10.8%	\$2,434.7 -7.0%	\$3,216.2 32.1%	\$3,783.1 17.6%
<b>HOSPITAL OUTPATIENT SERVICES</b>	\$338.9 -12.1%	\$371.6 9.7%	\$381.7 2.7%	\$372.9 -2.3%	\$429.6 15.2%	\$475.4 10.7%	\$559.7 17.7%	\$592.7 5.9%	\$641.8 8.3%	\$701.2 9.3%
<b>SUPPLEMENTAL MEDICAL INSURANCE</b>	\$334.3 2.9%	\$348.5 4.3%	\$371.0 6.4%	\$404.9 9.1%	\$438.2 8.2%	\$485.0 10.7%	\$613.8 26.6%	\$719.1 17.2%	\$809.6 12.6%	\$910.5 12.5%
<b>HOME &amp; COMMUNITY BASED SERVICES</b>	\$434.2 10.1%	\$586.2 35.0%	\$686.8 17.2%	\$923.2 34.4%	\$902.2 -2.3%	\$775.9 -14.0%	\$777.8 0.2%	\$786.5 1.1%	\$788.0 0.2%	\$789.7 0.2%
<b>PREPAID HEALTH PLAN</b>	\$727.2 12.7%	\$715.2 -1.7%	\$894.0 25.0%	\$1,014.5 13.5%	\$1,191.4 17.4%	\$1,252.4 5.1%	\$1,558.1 24.4%	\$2,109.2 35.4%	\$2,256.7 7.0%	\$2,447.5 8.5%
<b>OTHER MEDICAID SERVICES</b>	\$1,354.5 4.6%	\$1,432.3 5.7%	\$1,776.6 24.0%	\$2,200.3 23.8%	\$2,359.4 7.2%	\$2,902.0 23.0%	\$3,145.5 8.4%	\$3,232.3 2.8%	\$3,380.1 4.6%	\$3,542.5 4.8%
<b>TOTAL MEDICAID SERVICES</b>	\$6,946.6 5.1%	\$7,763.2 11.8%	\$8,900.8 14.7%	\$10,219.6 14.8%	\$11,436.6 11.9%	\$13,050.3 14.1%	\$14,337.8 9.9%	\$15,437.4 7.7%	\$17,202.4 11.4%	\$18,929.2 10.0%

**MEDICAID SERVICES EXPENDITURES**  
\$ MILLIONS

	<u>FY98-99</u>	<u>FY 99-00</u>	<u>FY00-01</u>	<u>FY01-02</u>	<u>FY 02-03</u>	<u>FY 03-04</u>	<u>FY 04-05</u>	<u>FY 05-06</u>	<u>FY 06-07</u>	<u>FY 07-08</u>
<b>TOTAL MEDICAID SERVICES</b>	\$6,946.6 5.1%	\$7,763.2 11.8%	\$8,900.8 14.7%	\$10,219.6 14.8%	\$11,436.6 11.9%	\$13,050.3 14.1%	\$14,337.8 9.9%	\$15,437.4 7.7%	\$17,202.4 11.4%	\$18,929.2 10.0%
<b>FEDERAL SHARE</b>	\$3,835.2 5.0%	\$4,285.1 11.7%	\$4,991.9 16.5%	\$5,709.7 14.4%	\$6,493.5 13.7%	\$7,841.7 20.8%	\$8,145.9 3.9%	\$8,657.6 6.3%	\$9,800.4 13.2%	\$10,735.1 9.5%
<b>STATE SHARE</b>	\$3,111.4 5.1%	\$3,478.1 11.8%	\$3,908.9 12.4%	\$4,509.9 15.4%	\$4,943.2 9.6%	\$5,208.6 5.4%	\$6,192.0 18.9%	\$6,779.8 9.5%	\$7,402.0 9.2%	\$8,194.1 10.7%
TOTAL GENERAL REVENUE	\$2,150.2	\$2,349.4	\$2,432.2	\$2,865.7	\$3,285.0	\$3,263.1	\$4,108.1	\$4,600.1	\$5,175.4	\$5,819.3
TOTAL MEDICAL CARE TRUST FUND	\$3,827.4	\$4,272.7	\$4,977.0	\$5,695.4	\$6,478.8	\$7,825.0	\$8,125.5	\$8,634.4	\$9,774.4	\$10,706.2
TOTAL REFUGEE ASSISTANCE TF	\$7.8	\$12.4	\$14.9	\$14.3	\$14.7	\$16.7	\$20.4	\$23.2	\$26.1	\$28.9
TOTAL PUBLIC MEDICAL ASSIST TF	\$400.9	\$390.2	\$380.3	\$358.6	\$364.5	\$410.4	\$407.8	\$506.4	\$420.0	\$420.0
TOTAL OTHER STATE FUNDS	\$228.3	\$319.1	\$373.7	\$486.9	\$471.8	\$390.6	\$421.9	\$433.3	\$443.2	\$449.7
TOTAL GRANTS & DONATIONS TF	\$332.0	\$351.5	\$453.8	\$668.3	\$771.4	\$1,072.5	\$1,172.4	\$1,158.2	\$1,281.7	\$1,423.3
TOTAL TOBACCO SETTLEMENT TF	\$0.0	\$67.9	\$268.9	\$130.5	\$50.5	\$72.0	\$81.8	\$81.8	\$81.8	\$81.8
<b>GROWTH FACTORS</b>										
Total Caseload	1.4%	9.3%	12.7%	7.1%	6.6%	0.7%	3.2%	5.6%	3.3%	4.5%
Elderly Caseload	2.8%	1.9%	3.3%	2.9%	1.2%	3.4%	4.0%	4.1%	3.7%	3.5%
Children Caseload	-6.0%	8.5%	16.6%	10.5%	9.9%	4.6%	2.4%	4.6%	4.0%	3.8%
Adult Caseload	-12.0%	-1.3%	13.6%	5.2%	4.4%	5.3%	7.2%	5.7%	6.8%	6.3%
Nursing Home Caseload	0.4%	0.6%	0.1%	-1.0%	1.3%	0.2%	-0.8%	3.0%	2.6%	2.6%
Prescribed Medicine Utilization	9.8%	-1.8%	0.3%	6.3%	9.1%	9.5%	6.9%	-9.7%	6.0%	6.0%
Hospital Inpatient Inflation	-0.3%	13.8%	-2.6%	3.3%	6.5%	12.1%	1.0%	11.8%	6.0%	6.0%
Nursing Home Inflation	4.6%	10.1%	9.9%	8.8%	12.1%	5.9%	4.7%	15.8%	8.0%	8.0%
Prescribed Medicine Inflation	14.9%	15.5%	-1.6%	5.0%	5.1%	8.0%	4.7%	5.2%	8.0%	8.0%
Hospital Outpatient Inflation	-0.6%	4.4%	8.2%	0.9%	10.0%	3.6%	7.9%	6.6%	5.0%	5.0%
Consumer Price Index-Medical Services	2.4%	2.5%	3.5%	3.0%	3.0%	3.5%	2.8%	3.1%	3.6%	3.8%
Federal Medical Assistance Percentage (FMAP)	55.81%	56.20%	56.61%	56.45%	58.63%	61.40%	58.90%	58.89%	58.89%	58.89%