

Department of Social Services
 FY 2019 MO HealthNet
 Cost-to-Continue
 NDI Reconciliation

		1				2				3					4			
		FY 2019 Projected Need (Based on November Payroll Projections)				FY 2018 Unfunded Cost-to-Continue				FY 2018 Aged, Blind, and Disabled (ABD) Utilization Trend over Cost-to-Continue					In FY 2017 flexibility was used from the Pharmacy appropriation to the Physician and Hospital appropriations. On-going funding is needed to meet anticipated expenditures associated with FY 2017 ABD utilization.			
HB Section		GR	Fed	Other	Total	GR	Fed	Other	Total	GR	Fed	Other	Total	Explanation	GR	Fed	Other	Total
11.455	Physician Services	69,876,309	105,149,479	0	175,025,788	16,502,940	80,078,367		96,581,307	16,535,567	29,730,709		46,266,276	\$13.4M GR ABD increased utilization in Clinics (Permanently and Totally Disabled and Older Adults) and FQHC's (Older Adults) \$3.1M GR DMH increase in Utilization (Disease Management \$2.6M GR & DMH Health Homes \$0.5M GR)	17,435,128			17,435,128
11.460	Dental Services	1,007,710	1,654,903	0	2,662,613	1,263,321	1,827,159		3,090,480				0					0
11.470	Nursing Facilities	4,816,334	0	0	4,816,334	770,272	2,144,693		2,914,965				0					0
11.480	Rehab & Specialty	14,825,136	29,834,257		44,659,393	5,058,725	6,234,005		11,292,730	9,766,411	23,600,252		33,366,663	ABD utilization increases in Hospice (\$5.2M GR), Durable Medical Equipment (DME) (\$2M GR), Ambulance (\$0.3M GR), and other				0
11.480	NEMT	224,336	0	0	224,336				0				0					0
11.510	Hospital Care	50,880,749	191,408,002	57,216,413	299,505,164	32,678,768	94,589,621		127,268,389	9,049,845	16,271,490		25,321,335	ABD Hospital inpatient utilization experiencing 13% increase in ABD days. Hospital outpatient experiencing 18% utilization in Older Adults, and 5% utilization increase in Permanently and Totally Disabled.		36,296,073		36,296,073
11.520	Federally Qualified Health Centers (FQHCs)	0	0	0	0	57,369	1,657		59,026				0					0
11.530	Federal Reimbursement Allowance Program	0	0	89,308,321	89,308,321				0				0					0
11.560	Show-Me Healthy Babies Program	3,616,454	10,789,388		14,405,842	2,883,419	8,228,174		11,111,593				0					0
11.590	Nursing Facilities Reimbursement Allowance Payments	0	0	6,859,814	6,859,814			7,630,857	7,630,857				0					0
11.515	IGT - Tier 1	0	1,632,113	0	1,632,113					1,632,113			1,632,113	In FY17 Paid from IGT Safety Net Hospital Federal lapse, this request is to align payments with the appropriation.				
		145,247,028	340,468,142	153,384,548	639,099,718	59,214,814	193,103,676	7,630,857	259,949,347	35,351,823	71,234,564	0	106,586,387		17,435,128	36,296,073	0	53,731,201

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Explanation of Need

HB Section	5					6		7			8				
	GR	Fed	Other	Total	Explanation	Other	Explanation	GR	Federal	Total	GR	Fed	Other	Total	Explanation
11.455 Physician Services	13,123,785	23,596,374		36,720,159				4,049,008	7,280,057	11,329,065	(67,646,428)	(70,809,199)		(138,455,627)	
11.460 Dental Services				0						0	(255,611)	(255,611)		(511,222)	
11.470 Nursing Facilities				0						0	0	4,046,062		4,046,062	
11.480 Rehab & Specialty				0						0				0	
11.480 NEMT	224,336			224,336						0				0	
11.510 Hospital Care	15,781,210	56,672,450	57,216,413	129,670,073	Other Fund: Federal Reimbursement Allowance Fund (0142)					0	(24,831,055)	(12,421,632)		(37,252,687)	
11.520 Federally Qualified Health Centers (FQHCs)				0						0	(57,369)	(1,657)		(59,026)	
11.530 Federal Reimbursement Allowance Program				0		89,308,321 Federal Reimbursement Allowance Fund (0142)				0				0	
11.560 Show-Me Healthy Babies Program	733,035	2,561,214		3,294,249						0				0	
11.590 Nursing Facilities Reimbursement Allowance Payments				0						0		(771,043)		(771,043)	Other Fund: Nursing Facility Reimbursement Allowance (0196)
11.515 IGT - Tier 1				0						0				0	
	29,862,366	82,830,038	57,216,413	169,908,817		89,308,321		4,049,008	7,280,057	11,329,065	(92,790,463)	(79,442,037)	(771,043)	(173,003,543)	

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		Explanation of Need				Reallocation of Managed Care to FFS Program Lines			Reallocation of FFS Claims Run-out Line Item to FFS Program Lines			FY 2019 Cost Containment Initiatives				FY 2019 Governor Recommended Medicaid Cost-to-Continue			
HB Section		GR	Fed	Other	Total	GR	Fed	Total	GR	Fed	Total	GR	Fed	Total	Explanation	GR	Fed	Other	Total
11.455	Physician Services	0	69,876,309	0	69,876,309	11,494,276	60,652,344	72,146,620	4,117,807	7,517,702	11,635,509	318,197	596,241	914,438	Restrict RHC's from billing lab/radiology as a percent of charges to align with Medicare payment methodology under a fee schedule	53,946,028	36,383,192	0	90,329,220
11.460	Dental Services	1,007,710	1,571,548	0	2,579,258	221,834	1,170,563	1,392,397	0	0	0	0	0	0		785,876	484,339	0	1,270,215
11.470	Nursing Facilities	770,272	6,190,755	0	6,961,027	0	0	0	0	0	0	0	0	0		4,816,334	0	0	4,816,334
11.480	Rehab & Specialty	14,825,136	29,834,257	0	44,659,393	3,720,778	19,633,590	23,354,368	873,049	1,593,887	2,466,936	0	0	0		10,231,309	8,606,781	0	18,838,090
11.480	NEMT	224,336	0	0	224,336	0	0	0	0	0	0	0	0	0		224,336	0	0	224,336
11.510	Hospital Care	32,678,768	191,408,002	57,216,413	281,303,183	18,380,559	96,989,489	115,370,048	7,218,872	13,179,183	20,398,055	17,129,733	32,097,881	49,227,613	HealthHelp - Radiology Benefit Manager (\$499K Total, \$173K GR)- reduction in participants managed by the contract due to Statewide Managed Care •Bariatric Surgery (\$3.2M Total, \$1.1M GR)- savings moving to a global payment method rather than paying a percentage of billed charges •Hospital Lab Code (\$5.4M Total, \$1.9M GR) savings moving from paying lab codes at 100% Medicare rate to 80% of Medicare rate to align with other states payment methodologies •Physician Administered Drug (\$35.7M Total, \$12.4M GR)- Savings moving Hospital Outpatient Drug payments from a percent of billed charges to the current Pharmacy payment methodology. •Alternative Pain Management (\$4.4M Total, \$1.5M GR)	8,151,584	49,141,449	57,216,413	114,509,446
11.520	Federally Qualified Health Centers (FQHCs)	0	0	0	0	0	0	0	0	0	0	0	0	0		0	0	0	0
11.530	Federal Reimbursement Allowance Program	0	0	89,308,321	89,308,321	0	0	0	0	0	0	0	0	0		0	0	89,308,321	89,308,321
11.560	Show-Me Healthy Babies Program	3,616,454	10,789,388	0	14,405,842	0	0	0	0	0	0	0	0	0		3,616,454	10,789,388	0	14,405,842
11.590	Nursing Facilities Reimbursement Allowance Payments	0	0	6,859,814	6,859,814	0	0	0	0	0	0	0	0	0		0	0	6,859,814	6,859,814
11.515	IGT - Tier 1	0	1,632,113	0	1,632,113	0	0	0	0	0	0	0	0	0		0	1,632,113	0	1,632,113
		53,122,676	311,302,371	153,384,548	517,809,595	33,817,447	178,445,986	212,263,433	12,209,728	22,290,772	34,500,500	17,447,930	32,694,122	50,142,051		81,771,921	107,037,262	153,384,548	342,193,731