

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
	POS	AMOUNT	CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
1115 MEDS-AD WAIVER ELIMINATION			33V0180
SPECIAL CATEGORIES			100000
CASE MANAGEMENT			100311
GENERAL REVENUE FUND	-MATCH	207-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	302-	2474 3
TOTAL APPRO.....		509-	
=====			
HOSPITAL INPATIENT SERVICE			101582
GENERAL REVENUE FUND	-MATCH	5,926,723-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	8,620,953-	2474 3
TOTAL APPRO.....		14,547,676-	
=====			
HOSPITAL INSURANCE BENEFIT			101589
GENERAL REVENUE FUND	-MATCH	4,866-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	7,078-	2474 3
TOTAL APPRO.....		11,944-	
=====			
HOSPITAL OUTPATIENT SVCS			101596
GENERAL REVENUE FUND	-MATCH	676,727-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	984,361-	2474 3
TOTAL APPRO.....		1,661,088-	
=====			
OTHER FEE FOR SERVICE			102325
GENERAL REVENUE FUND	-MATCH	3,762,022-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	5,472,200-	2474 3
TOTAL APPRO.....		9,234,222-	
=====			

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
	POS	AMOUNT	CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
1115 MEDS-AD WAIVER ELIMINATION			33V0180
SPECIAL CATEGORIES			100000
PHYSICIAN/HCP SVCS			102542
GENERAL REVENUE FUND	-MATCH	1,076,798-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	1,566,300-	2474 3

TOTAL APPRO.....		2,643,098-	
		=====	
PREPAID HEALTH PLANS			102673
GENERAL REVENUE FUND	-MATCH	214,786,420-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	312,436,196-	2474 3

TOTAL APPRO.....		527,222,616-	
		=====	
PRESCRIBED MEDICINE/DRUGS			102681
GENERAL REVENUE FUND	-MATCH	770,790-	1000 2
		=====	
GRANTS AND DONATIONS TF	-MATCH	1,514,314-	2339 2
	-FEDERL	2,202,706-	2339 3

TOTAL GRANTS AND DONATIONS TF		3,717,020-	2339
		=====	
MEDICAL CARE TRUST FUND	-FEDERL	764,575-	2474 3
		=====	
TOTAL APPRO.....		5,252,385-	
		=====	

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
POS		AMOUNT	CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
1115 MEDS-AD WAIVER ELIMINATION			33V0180
TOTAL: 1115 MEDS-AD WAIVER ELIMINATION			33V0180
BY FUND			
GENERAL REVENUE FUND	-MATCH	227,004,553-	1000 2
		=====	
GRANTS AND DONATIONS TF	-MATCH	1,514,314-	2339 2
	-FEDERL	2,202,706-	2339 3

TOTAL GRANTS AND DONATIONS TF		3,717,020-	2339
		=====	
MEDICAL CARE TRUST FUND	-FEDERL	329,851,965-	2474 3
		=====	
TOTAL ISSUE.....		560,573,538-	
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 23-24 NARRATIVE:
 PRIORITY #03

IT COMPONENT? NO

ISSUE TITLE: 1115 MEDS-AD Waiver Elimination

Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to eliminate the optional eligibility category for MEDS-AD. This would result in a reduction of \$560,573,538, of which \$227,004,553 is in the General Revenue Fund. This reduction includes rebates, and the reduction amount includes the proportionate federal share. This issue would be effective July 1, 2023.

ISSUE DETAIL: The MEDS-AD waiver program is for people who are at least 65 years old or disabled, with an income up to 88 percent of the Federal Poverty Level (FPL) that is within the State asset limits, without Medicare, or dually eligible for Medicare and Medicaid and meet specific waiver criteria. These individuals are aged, blind, or disabled with incomes above the Supplemental Security Income (SSI) level but below 88 percent of the FPL. Many of the individuals in this optional eligibility group do not otherwise qualify for Medicaid. This optional eligibility group is projected to have 86,633 recipients who would use these services in State Fiscal Year 2023-2024.

Medicaid would continue to pay Medicare crossover payments for the dually eligible individuals (both Medicare and Medicaid). The estimate would be reduced if any individuals in this category remain eligible for Medicaid services by

COL A10	CODES
SCH VIIIIB-2	
RED FY23-24	
POS AMOUNT	
AGENCY/HEALTH CARE ADMIN	68000000
PGM: HEALTH CARE SERVICES	68500000
<u>MEDICAID SERV/INDIVIDUALS</u>	68501400
HEALTH AND HUMAN SERVICES	13
<u>HEALTH SVCS/INDIVIDUALS</u>	<u>1301.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
1115 MEDS-AD WAIVER ELIMINATION	33V0180

transferring to the SSI eligibility category. The remaining individuals who would be affected due to the elimination of the optional eligibility group would be those who do not have Medicare coverage and who do not reside in a long-term care facility or participate in the Statewide Medicaid Managed Care Long-Term Care waiver program.

An amendment to the 1115 managed care waiver, a Medicaid Rule amendment, an amendment to Subsection 409.904(1), Florida Statutes, and legislative budget authority are needed to achieve this reduction.

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Services to Individuals (68501400)				
Case Management (100311)				
General Revenue Fund (1000 - 2)	(\$207)	\$0	(\$207)	\$0
Medical Care Trust Fund (2474 - 3)	(\$302)	\$0	(\$302)	\$0
Total	(\$509)	\$0	(\$509)	\$0
Hospital Inpatient Services (101582)				
General Revenue Fund (1000 - 2)	(\$5,926,723)	\$0	(\$5,926,723)	\$0
Medical Care Trust Fund (2474 - 3)	(\$8,620,953)	\$0	(\$8,620,953)	\$0
Total	(\$14,547,676)	\$0	(\$14,547,676)	\$0
Hospital Insurance Benefit (101589)				
General Revenue Fund (1000 - 2)	(\$4,866)	\$0	(\$4,866)	\$0
Medical Care Trust Fund (2474 - 3)	(\$7,078)	\$0	(\$7,078)	\$0
Total	(\$11,944)	\$0	(\$11,944)	\$0
Hospital Outpatient Service (101596)				
General Revenue Fund (1000 - 2)	(\$676,727)	\$0	(\$676,727)	\$0
Medical Care Trust Fund (2474 - 3)	(\$984,361)	\$0	(\$984,361)	\$0
Total	(\$1,661,088)	\$0	(\$1,661,088)	\$0
Other Fee for Service (102325)				
General Revenue Fund (1000 - 2)	(\$3,762,022)	\$0	(\$3,762,022)	\$0
Medical Care Trust Fund (2474 - 3)	(\$5,472,200)	\$0	(\$5,472,200)	\$0
Total	(\$9,234,222)	\$0	(\$9,234,222)	\$0
Physician & Health Care Practitioner Services (102542)				
General Revenue Fund (1000 - 2)	(\$1,076,798)	\$0	(\$1,076,798)	\$0

COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT

CODES

AGENCY/HEALTH CARE ADMIN
 PGM: HEALTH CARE SERVICES
MEDICAID SERV/INDIVIDUALS
 HEALTH AND HUMAN SERVICES
HEALTH SVCS/INDIVIDUALS

68000000
 68500000
 68501400
 13
1301.00.00.00
 33V0000
 33V0180

PROGRAM REDUCTIONS
 1115 MEDS-AD WAIVER ELIMINATION

Medical Care Trust Fund (2474 - 3)	(\$1,566,300)	\$0	(\$1,566,300)	\$0
Total	(\$2,643,098)	\$0	(\$2,643,098)	\$0
Prepaid Health Plans (102673)				
General Revenue Fund (1000 - 2)	(\$214,786,420)	\$0	(\$214,786,420)	\$0
Medical Care Trust Fund (2474 - 3)	(\$312,436,196)	\$0	(\$312,436,196)	\$0
Total	(\$527,222,616)	\$0	(\$527,222,616)	\$0
Prescribed Medicine/Drugs (102681)				
General Revenue Fund (1000 - 2)	(\$770,790)	\$0	(\$770,790)	\$0
Grants and Donations Trust Fund (2339 - 2)	(\$1,514,314)	\$0	(\$1,514,314)	\$0
Grants and Donations Trust Fund (2339 - 3)	(\$2,202,706)	\$0	(\$2,202,706)	\$0
Medical Care Trust Fund (2474 - 3)	(\$764,575)	\$0	(\$764,575)	\$0
Total	(\$5,252,385)	\$0	(\$5,252,385)	\$0
Issue Total	(\$560,573,538)	\$0	(\$560,573,538)	\$0

SOURCE OF FUNDS:

General Revenue Fund (State 40.50%)
 Grants and Donations Trust Fund (State 0.27%)
 Grants and Donations Trust Fund (Federal 0.39%)
 Medical Care Trust Fund (Federal 58.84%)

ELIMINATE 19 AND 20 YEAR-OLD
 OPTIONAL CHILD ELIGIBILITY GROUP
 SPECIAL CATEGORIES
 CASE MANAGEMENT

33V0500
 100000
 100311

GENERAL REVENUE FUND	-MATCH	45,476-	1000	2
MEDICAL CARE TRUST FUND	-FEDERL	66,149-	2474	3

TOTAL APPRO.....

 111,625-
 =====

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE 19 AND 20 YEAR-OLD			
OPTIONAL CHILD ELIGIBILITY GROUP			33V0500
SPECIAL CATEGORIES			100000
COMMUNITY MENTAL HEALTH SV			100616
GENERAL REVENUE FUND	-MATCH	736,984-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	1,072,009-	2474 3
TOTAL APPRO.....		1,808,993-	
		=====	
DEVEL EVAL & INTERV/PART C			100919
GENERAL REVENUE FUND	-MATCH	1,265-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	1,840-	2474 3
TOTAL APPRO.....		3,105-	
		=====	
HOSPITAL INPATIENT SERVICE			101582
GENERAL REVENUE FUND	-MATCH	10,481,330-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	15,246,039-	2474 3
TOTAL APPRO.....		25,727,369-	
		=====	
HOSPITAL INSURANCE BENEFIT			101589
GENERAL REVENUE FUND	-MATCH	2,832-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	4,120-	2474 3
TOTAL APPRO.....		6,952-	
		=====	
HOSPITAL OUTPATIENT SVCS			101596
GENERAL REVENUE FUND	-MATCH	9,109,335-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	13,250,349-	2474 3
TOTAL APPRO.....		22,359,684-	
		=====	

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE 19 AND 20 YEAR-OLD			
OPTIONAL CHILD ELIGIBILITY GROUP			33V0500
SPECIAL CATEGORIES			100000
OTHER FEE FOR SERVICE			102325
GENERAL REVENUE FUND	-MATCH	4,648,542-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	6,761,723-	2474 3
TOTAL APPRO.....		11,410,265-	
		=====	
PERSONAL CARE SERVICES			102538
GENERAL REVENUE FUND	-MATCH	151,395-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	220,218-	2474 3
TOTAL APPRO.....		371,613-	
		=====	
PHYSICIAN/HCP SVCS			102542
GENERAL REVENUE FUND	-MATCH	10,772,162-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	15,669,079-	2474 3
TOTAL APPRO.....		26,441,241-	
		=====	
PREPAID HEALTH PLANS			102673
GENERAL REVENUE FUND	-MATCH	1,985,881-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	2,888,644-	2474 3
TOTAL APPRO.....		4,874,525-	
		=====	
PRESCRIBED MEDICINE/DRUGS			102681
GENERAL REVENUE FUND	-MATCH	7,270,569-	1000 2
GRANTS AND DONATIONS TF	-MATCH	14,283,954-	2339 2
	-FEDERL	20,777,298-	2339 3
TOTAL GRANTS AND DONATIONS TF		35,061,252-	2339
		=====	

COL A10		
SCH VIIIIB-2		
RED FY23-24		
POS	AMOUNT	CODES

AGENCY/HEALTH CARE ADMIN		68000000
PGM: HEALTH CARE SERVICES		68500000
<u>MEDICAID SERV/INDIVIDUALS</u>		68501400
HEALTH AND HUMAN SERVICES		13
<u>HEALTH SVCS/INDIVIDUALS</u>		<u>1301.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
ELIMINATE 19 AND 20 YEAR-OLD		
OPTIONAL CHILD ELIGIBILITY GROUP		33V0500
SPECIAL CATEGORIES		100000
PRESCRIBED MEDICINE/DRUGS		102681
MEDICAL CARE TRUST FUND -FEDERL	7,211,945-	2474 3
	=====	
TOTAL APPRO.....	49,543,766-	
	=====	
TOTAL: ELIMINATE 19 AND 20 YEAR-OLD		33V0500
OPTIONAL CHILD ELIGIBILITY GROUP		
BY FUND		
GENERAL REVENUE FUND -MATCH	45,205,771-	1000 2
	=====	
GRANTS AND DONATIONS TF -MATCH	14,283,954-	2339 2
-FEDERL	20,777,298-	2339 3

TOTAL GRANTS AND DONATIONS TF	35,061,252-	2339
	=====	
MEDICAL CARE TRUST FUND -FEDERL	62,392,115-	2474 3
	=====	
TOTAL ISSUE.....	142,659,138-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 23-24 NARRATIVE: IT COMPONENT? NO
 PRIORITY #02

ISSUE TITLE: Eliminate 19 and 20 Year-Old Optional Child Eligibility Group

Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to eliminate the optional coverage for children aged 19 and 20. Floridians aged 19 and 20 would remain eligible in other categories (such as parent, pregnant woman, disabled, and former foster care) if they met the technical requirement for those categories. This would result in a reduction of \$142,676,530, of which \$45,212,857 is in the General Revenue Fund. The estimate would be reduced if any individuals in this category converted to other eligibility categories. This reduction includes rebates and the proportionate federal share. This issue would be effective July 1, 2023.

COL A10 SCH VIIIIB-2 RED FY23-24 POS AMOUNT	CODES
AGENCY/HEALTH CARE ADMIN	68000000
PGM: HEALTH CARE SERVICES	68500000
<u>MEDICAID SERV/INDIVIDUALS</u>	68501400
HEALTH AND HUMAN SERVICES	13
<u>HEALTH SVCS/INDIVIDUALS</u>	<u>1301.00.00.00</u>
PROGRAM REDUCTIONS	33V0000
ELIMINATE 19 AND 20 YEAR-OLD	
OPTIONAL CHILD ELIGIBILITY GROUP	33V0500

ISSUE DETAIL: Federal Medicaid regulations require state Medicaid programs to cover certain groups, while other groups are optional, and states can choose whether to cover each optional group. Florida Medicaid currently includes coverage of the optional eligible group known as 19 and 20 year-olds. Medicaid may be provided to individuals who are 19 and 20 years old who are unmarried or whose marriage was annulled. The 19 and 20 year-old population is an optional group and therefore Florida is not required to cover this group. This would mean that individuals aged 19 and 20 would continue to qualify for Medicaid coverage if they met the eligibility requirements for adults, which varies by category (e.g., 18 percent of federal poverty level (FPL) for parents and caregivers and 185 percent of FPL for pregnant women). The estimated number of recipients who would use these services in State Fiscal Year 2023-2024 is 244,786.

A State Plan amendment, an amendment to Subsection 409.903(3), Florida Statutes, and legislative budget authority are needed to achieve this reduction.

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Services to Individuals (68501400)				
Case Management (100311)				
General Revenue Fund (1000 - 2)	(\$45,476)	\$0	(\$45,476)	\$0
Medical Care Trust Fund (2474 - 3)	(\$66,149)	\$0	(\$66,149)	\$0
Total	(\$111,625)	\$0	(\$111,625)	\$0
Community Health Services (100616)				
General Revenue Fund (1000 - 2)	(\$736,984)	\$0	(\$736,984)	\$0
Medical Care Trust Fund (2474 - 3)	(\$1,072,009)	\$0	(\$1,072,009)	\$0
Total	(\$1,808,993)	\$0	(\$1,808,993)	\$0
Devel Eval & Interv/Part C (100919)				
General Revenue Fund (1000 - 2)	(\$1,265)	\$0	(\$1,265)	\$0
Medical Care Trust Fund (2474 - 3)	(\$1,840)	\$0	(\$1,840)	\$0
Total	(\$3,105)	\$0	(\$3,105)	\$0
Hospital Inpatient Services (101582)				
General Revenue Fund (1000 - 2)	(\$10,481,330)	\$0	(\$10,481,330)	\$0
Medical Care Trust Fund (2474 - 3)	(\$15,246,039)	\$0	(\$15,246,039)	\$0
Total	(\$25,727,369)	\$0	(\$25,727,369)	\$0

 COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT

CODES

AGENCY/HEALTH CARE ADMIN 68000000
 PGM: HEALTH CARE SERVICES 68500000
MEDICAID SERV/INDIVIDUALS 68501400
 HEALTH AND HUMAN SERVICES 13
HEALTH SVCS/INDIVIDUALS 1301.00.00.00
 PROGRAM REDUCTIONS 33V0000
 ELIMINATE 19 AND 20 YEAR-OLD
 OPTIONAL CHILD ELIGIBILITY GROUP 33V0500

Hospital Insurance Benefit (101589)				
General Revenue Fund (1000 - 2)	(\$2,832)	\$0	(\$2,832)	\$0
Medical Care Trust Fund (2474 - 3)	(\$4,120)	\$0	(\$4,120)	\$0
Total	(\$6,952)	\$0	(\$6,952)	\$0
Hospital Outpatient Services (101596)				
General Revenue Fund (1000 - 2)	(\$9,109,335)	\$0	(\$9,109,335)	\$0
Medical Care Trust Fund (2474 - 3)	(\$13,250,349)	\$0	(\$13,250,349)	\$0
Total	(\$22,359,684)	\$0	(\$22,359,684)	\$0
Other Fee for Service (102325)				
General Revenue Fund (1000 - 2)	(\$4,648,542)	\$0	(\$4,648,542)	\$0
Medical Care Trust Fund (2474 - 3)	(\$6,761,723)	\$0	(\$6,761,723)	\$0
Total	(\$11,410,265)	\$0	(\$11,410,265)	\$0
Personal Care Services (102538)				
General Revenue Fund (1000 - 2)	(\$151,395)	\$0	(\$151,395)	\$0
Medical Care Trust Fund (2474 - 3)	(\$220,218)	\$0	(\$220,218)	\$0
Total	(\$371,613)	\$0	(\$371,613)	\$0
Physician & Health Care Practitioner Services (102542)				
General Revenue Fund (1000 - 2)	(\$10,772,162)	\$0	(\$10,772,162)	\$0
Medical Care Trust Fund (2474 - 3)	(\$15,669,079)	\$0	(\$15,669,079)	\$0
Total	(\$26,441,241)	\$0	(\$26,441,241)	\$0
Prepaid Health Plans (102673)				
General Revenue Fund (1000 - 2)	(\$1,985,881)	\$0	(\$1,985,881)	(\$650,424)
Medical Care Trust Fund (2474 - 3)	(\$2,888,644)	\$0	(\$2,888,644)	(\$974,418)
Total	(\$4,874,525)	\$0	(\$4,874,525)	(\$1,624,842)
Prescribed Medicine/Drugs (102681)				
General Revenue Fund (1000 - 2)	(\$7,270,569)	\$0	(\$7,270,569)	\$0
Grants & Donations Trust Fund (2339 - 2)	(\$14,283,954)	\$0	(\$14,283,954)	\$0
Grants & Donations Trust Fund (2339 - 3)	(\$20,777,298)	\$0	(\$20,777,298)	\$0
Medical Care Trust Fund (2474 - 3)	(\$7,211,945)	\$0	(\$7,211,945)	\$0
Total	(\$49,543,766)	\$0	(\$49,543,766)	\$0

 COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT CODES

AGENCY/HEALTH CARE ADMIN 68000000
 PGM: HEALTH CARE SERVICES 68500000
MEDICAID SERV/INDIVIDUALS 68501400
 HEALTH AND HUMAN SERVICES 13
HEALTH SVCS/INDIVIDUALS 1301.00.00.00
 PROGRAM REDUCTIONS 33V0000
 ELIMINATE 19 AND 20 YEAR-OLD
 OPTIONAL CHILD ELIGIBILITY GROUP 33V0500

Medicaid Long Term Care (68501500)				
Assistive Care Services (100602)				
General Revenue Fund (1000 - 2)	(\$427)	\$0	(\$427)	\$0
Medical Care Trust Fund (2474 - 3)	(\$620)	\$0	(\$620)	\$0
Total	(\$1,047)	\$0	(\$1,047)	\$0
Nursing Home Care (102233)				
General Revenue Fund (1000 - 2)	(\$6,659)	\$0	(\$6,659)	\$0
Medical Care Trust Fund (2474 - 3)	(\$9,686)	\$0	(\$9,686)	\$0
Total	(\$16,345)	\$0	(\$16,345)	\$0
Issue Total	(\$142,676,530)	\$0	(\$142,676,530)	(\$1,624,842)

SOURCE OF FUNDS:
 General Revenue Fund (State 31.69%)
 Grants and Donations Trust Fund (State 10.01%)
 Grants and Donations Trust Fund (Federal 14.56%)
 Medical Care Trust Fund (Federal 43.74%)

REDUCE BEHAVIOR ANALYSIS RATES 33V4280
 SPECIAL CATEGORIES 100000
 COMMUNITY MENTAL HEALTH SV 100616

GENERAL REVENUE FUND	-MATCH	40,793,861-	1000	2
MEDICAL CARE TRUST FUND	-FEDERL	59,338,346-	2474	3
TOTAL APPRO.....		100,132,207-		
		=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 23-24 NARRATIVE: IT COMPONENT? NO
 PRIORITY #01

ISSUE TITLE: Reduce Behavior Analysis Rates

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		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
REDUCE BEHAVIOR ANALYSIS RATES			33V4280

Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to reduce Medicaid Behavior Analysis (BA) service rates by 10 percent. This would not impact BA rates reimbursed through the Budget waiver. This would have an impact of \$100,132,207, of which \$40,793,861 is in the General Revenue Fund. This reduction amount includes the proportionate federal share. This issue would be effective July 1, 2023. The estimated number of recipients who will use these services in State Fiscal Year 2023-2024 is 20,886.

ISSUE DETAIL: BA services are highly structured interventions, strategies, and approaches provided to decrease maladaptive behaviors and increase or reinforce appropriate behaviors. Florida Medicaid covers this service exclusively through the fee-for-service delivery system for recipients under the age of 21 years requiring medically necessary BA services.

Expenditures for this service continue to grow exponentially. On average, the spend is \$88.8 million for 20,800 children receiving the service per month.

This issue proposes to reduce reimbursement rates by 10 percent for all state plan BA services, and it would not impact access to these services. Similar services in the Individual Budgeting Waiver would not be changed.

A State Plan amendment and legislative budget authority are needed to achieve this reduction.

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Services to Individuals (68501400)				
Community Mental Health Services (100616)				
General Revenue Fund (1000 - 2)	(\$40,793,861)	\$0	(\$40,793,861)	\$0
Medical Care Trust Fund (2474 - 3)	(\$59,338,346)	\$0	(\$59,338,346)	\$0
Issue Total	(\$100,132,207)	\$0	(\$100,132,207)	\$0

SOURCE OF FUNDS:

 COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT

AGENCY/HEALTH CARE ADMIN		68000000
PGM: HEALTH CARE SERVICES		68500000
<u>MEDICAID SERV/INDIVIDUALS</u>		68501400
HEALTH AND HUMAN SERVICES		13
<u>HEALTH SVCS/INDIVIDUALS</u>		<u>1301.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
REDUCE BEHAVIOR ANALYSIS RATES		33V4280

General Revenue Fund (State 40.74%)
 Medical Care Trust Fund (Federal 59.26%)

ELIMINATE MEDICALLY NEEDY		
ELIGIBILITY CATEGORY		33V5880
SPECIAL CATEGORIES		100000
CASE MANAGEMENT		100311

GENERAL REVENUE FUND	-MATCH	4,582-	
MEDICAL CARE TRUST FUND	-FEDERL	6,665-	1000 2
		-----	2474 3
TOTAL APPRO.....		11,247-	
		=====	

COMMUNITY MENTAL HEALTH SV 100616

GENERAL REVENUE FUND	-MATCH	111,480-	
MEDICAL CARE TRUST FUND	-FEDERL	162,158-	1000 2
		-----	2474 3
TOTAL APPRO.....		273,638-	
		=====	

DEVEL EVAL & INTERV/PART C 100919

GENERAL REVENUE FUND	-MATCH	8,252-	
MEDICAL CARE TRUST FUND	-FEDERL	12,003-	1000 2
		-----	2474 3
TOTAL APPRO.....		20,255-	
		=====	

HOSPITAL INPATIENT SERVICE 101582

GENERAL REVENUE FUND	-MATCH	54,376,112-	
MEDICAL CARE TRUST FUND	-FEDERL	79,094,953-	1000 2
		-----	2474 3
TOTAL APPRO.....		133,471,065-	
		=====	

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
	POS	AMOUNT	CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE MEDICALLY NEEDY			
ELIGIBILITY CATEGORY			33V5880
SPECIAL CATEGORIES			100000
HOSPITAL INSURANCE BENEFIT			101589
GENERAL REVENUE FUND	-MATCH	503,400-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	732,241-	2474 3
TOTAL APPRO.....		1,235,641-	
		=====	
HOSPITAL OUTPATIENT SVCS			101596
GENERAL REVENUE FUND	-MATCH	27,511,186-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	40,017,499-	2474 3
TOTAL APPRO.....		67,528,685-	
		=====	
OTHER FEE FOR SERVICE			102325
GENERAL REVENUE FUND	-MATCH	21,459,090-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	31,214,179-	2474 3
TOTAL APPRO.....		52,673,269-	
		=====	
PERSONAL CARE SERVICES			102538
GENERAL REVENUE FUND	-MATCH	227,452-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	330,849-	2474 3
TOTAL APPRO.....		558,301-	
		=====	
PHYSICIAN/HCP SVCS			102542
GENERAL REVENUE FUND	-MATCH	26,098,023-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	37,961,925-	2474 3
TOTAL APPRO.....		64,059,948-	
		=====	

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
	POS	AMOUNT	CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE MEDICALLY NEEDY			
ELIGIBILITY CATEGORY			33V5880
SPECIAL CATEGORIES			100000
PREPAID HEALTH PLANS			102673
GENERAL REVENUE FUND	-MATCH	2,622,055-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	3,814,016-	2474 3
TOTAL APPRO.....		6,436,071-	
=====			
PRESCRIBED MEDICINE/DRUGS			102681
GENERAL REVENUE FUND	-MATCH	19,741,870-	1000 2
HEALTH CARE TRUST FUND	-MATCH	5,437,666-	2003 2
GRANTS AND DONATIONS TF	-MATCH	35,183,930-	2339 2
	-FEDERL	51,178,196-	2339 3
TOTAL GRANTS AND DONATIONS TF		86,362,126-	2339
MEDICAL CARE TRUST FUND	-FEDERL	16,526,465-	2474 3
TOTAL APPRO.....		128,068,127-	
=====			
STW INPATIENT PSYCH SVCS			103560
GENERAL REVENUE FUND	-MATCH	125,507-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	182,561-	2474 3
TOTAL APPRO.....		308,068-	
=====			

		COL A10		
		SCH VIIIIB-2		
		RED FY23-24		
POS	AMOUNT			CODES

AGENCY/HEALTH CARE ADMIN				68000000
PGM: HEALTH CARE SERVICES				68500000
<u>MEDICAID SERV/INDIVIDUALS</u>				68501400
HEALTH AND HUMAN SERVICES				13
<u>HEALTH SVCS/INDIVIDUALS</u>				<u>1301.00.00.00</u>
PROGRAM REDUCTIONS				33V0000
ELIMINATE MEDICALLY NEEDED				
ELIGIBILITY CATEGORY				33V5880
TOTAL: ELIMINATE MEDICALLY NEEDED				33V5880
ELIGIBILITY CATEGORY				
BY FUND				
GENERAL REVENUE FUND	-MATCH	152,789,009-		1000 2
		=====		
HEALTH CARE TRUST FUND	-MATCH	5,437,666-		2003 2
		=====		
GRANTS AND DONATIONS TF	-MATCH	35,183,930-		2339 2
	-FEDERL	51,178,196-		2339 3

TOTAL GRANTS AND DONATIONS TF		86,362,126-		2339
		=====		
MEDICAL CARE TRUST FUND	-FEDERL	210,055,514-		2474 3
		=====		
TOTAL ISSUE.....		454,644,315-		
		=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIIB-2 NARR 23-24 NARRATIVE:
 PRIORITY #04

IT COMPONENT? NO

ISSUE TITLE: Eliminate Medically Needy Eligibility Category

Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to eliminate the coverage of Non-Pregnant Adults in the Medically Needy optional eligibility group. Pregnant women and children, under the age of 21, would continue to have coverage in the Medically Needy group. This is a reduction of \$454,691,242, of which \$152,808,127 is in the General Revenue Fund. This reduction includes drug rebates and the proportionate federal share. This issue would be effective July 1, 2023.

ISSUE DETAIL: The Medically Needy Program is for individuals who are categorically eligible for Medicaid but do not qualify because they have incomes above regular Medicaid levels. Through Medically Needy, people qualify for Medicaid by incurring medical expenses that "spend down" their income to a qualifying level. The person is eligible for Medicaid only for the part of the month after he or she incurs these medical expenses. Currently, Medically Needy coverage is

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		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE MEDICALLY NEEDY			
ELIGIBILITY CATEGORY			33V5880

available for all populations covered under other eligibility groups for those whose income is too high to qualify for full coverage, including Non-Pregnant Adults. Most of the recipients are only eligible between one or two months and only a small percentage qualifies for longer periods of time. Medicaid would continue to pay Medically Needy coverage for an estimated 7,492 pregnant women and children while 76,111 adults would no longer be eligible for coverage in State Fiscal Year 2023-2024.

The top 98.04 percent of projected expenditures for Fiscal Year 2023-2024 under the Medically Needy program for current eligibles are as follows:

Hospital Inpatient	\$133,471,065	29.35%
Prescribed Medicine	\$128,068,128	28.17%
Hospital Outpatient	\$67,528,685	14.85%
Physician & Health Care Prac Services	\$64,059,948	14.09%
Other Fee-for-Service	\$52,673,268	11.58%

A State Plan amendment, a Medicaid Rule amendment, an amendment to Subsection 409.904(2), Florida Statutes, and legislative budget authority are needed to achieve this reduction.

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Services to Individuals (68501400)				
Case Management (100311)				
General Revenue Fund (1000 - 2)	(\$4,582)	\$0	(\$4,582)	\$0
Medical Care Trust Fund (2474 - 3)	(\$6,665)	\$0	(\$6,665)	\$0
Total	(\$11,247)	\$0	(\$11,247)	\$0
Community Mental Health (100616)				
General Revenue Fund (1000 - 2)	(\$111,480)	\$0	(\$111,480)	\$0
Medical Care Trust Fund (2474 - 3)	(\$162,158)	\$0	(\$162,158)	\$0
Total	(\$273,638)	\$0	(\$273,638)	\$0
Devel Eval & Interv-Part C (100919)				
General Revenue Fund (1000 - 2)	(\$8,252)	\$0	(\$8,252)	\$0
Medical Care Trust Fund (2474 - 3)	(\$12,003)	\$0	(\$12,003)	\$0

COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT

CODES

AGENCY/HEALTH CARE ADMIN 68000000
 PGM: HEALTH CARE SERVICES 68500000
MEDICAID SERV/INDIVIDUALS 68501400
 HEALTH AND HUMAN SERVICES 13
HEALTH SVCS/INDIVIDUALS 1301.00.00.00
 PROGRAM REDUCTIONS 33V0000
 ELIMINATE MEDICALLY NEEDY
 ELIGIBILITY CATEGORY 33V5880

Total	(\$20,255)	\$0	(\$20,255)	\$0
Hospital Inpatient Services (101582)				
General Revenue Fund (1000 - 2)	(\$54,376,112)	\$0	(\$54,376,112)	\$0
Medical Care Trust Fund (2474 - 3)	(\$79,094,953)	\$0	(\$79,094,953)	\$0
Total	(\$133,471,065)	\$0	(\$133,471,065)	\$0
Hospital Insurance Benefit (101589)				
General Revenue Fund (1000 - 2)	(\$503,400)	\$0	(\$503,400)	\$0
Medical Care Trust Fund (2474 - 3)	(\$732,241)	\$0	(\$732,241)	\$0
Total	(\$1,235,641)	\$0	(\$1,235,641)	\$0
Hospital Outpatient Service (101596)				
General Revenue Fund (1000 - 2)	(\$27,511,186)	\$0	(\$27,511,186)	\$0
Medical Care Trust Fund (2474 - 3)	(\$40,017,499)	\$0	(\$40,017,499)	\$0
Total	(\$67,528,685)	\$0	(\$67,528,685)	\$0
Other Fee for Service (102325)				
General Revenue Fund (1000 - 2)	(\$21,459,090)	\$0	(\$21,459,090)	\$0
Medical Care Trust Fund (2474 - 3)	(\$31,214,179)	\$0	(\$31,214,179)	\$0
Total	(\$52,673,269)	\$0	(\$52,673,269)	\$0
Personal Care Services (102538)				
General Revenue Fund (1000 - 2)	(\$227,452)	\$0	(\$227,452)	\$0
Medical Care Trust Fund (2474 - 3)	(\$330,849)	\$0	(\$330,849)	\$0
Total	(\$558,301)	\$0	(\$558,301)	\$0
Physician/Health Care Practitioner Serv (102542)				
General Revenue Fund (1000 - 2)	(\$26,098,023)	\$0	(\$26,098,023)	\$0
Medical Care Trust Fund (2474 - 3)	(\$37,961,925)	\$0	(\$37,961,925)	\$0
Total	(\$64,059,948)	\$0	(\$64,059,948)	\$0
Prepaid Health Plans (102673)				
General Revenue Fund (1000 - 2)	(\$2,622,055)	\$0	(\$2,622,055)	\$0
Medical Care Trust Fund (2474 - 3)	(\$3,814,016)	\$0	(\$3,814,016)	\$0
Total	(\$6,436,071)	\$0	(\$6,436,071)	\$0
Prescribed Medicine/Drugs (102681)				
General Revenue Fund (1000 - 2)	(\$19,741,870)	\$0	(\$19,741,870)	\$0

 COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT

AGENCY/HEALTH CARE ADMIN					68000000
PGM: HEALTH CARE SERVICES					68500000
<u>MEDICAID SERV/INDIVIDUALS</u>					68501400
HEALTH AND HUMAN SERVICES					13
<u>HEALTH SVCS/INDIVIDUALS</u>					<u>1301.00.00.00</u>
PROGRAM REDUCTIONS					33V0000
ELIMINATE MEDICALLY NEEDY					
ELIGIBILITY CATEGORY					33V5880

Health Care Trust Fund (2003 - 2)	(\$5,437,666)	\$0	(\$5,437,666)	\$0
Grants & Donations TF (2339 - 2)	(\$35,183,930)	\$0	(\$35,183,930)	\$0
Grants & Donations TF (2339 - 3)	(\$51,178,196)	\$0	(\$51,178,196)	\$0
Medical Care Trust Fund (2474 - 3)	(\$16,526,465)	\$0	(\$16,526,465)	\$0
Total	(\$128,068,127)	\$0	(\$128,068,127)	\$0

Statewide Inpatient Psychiatric Services (103560)				
General Revenue Fund (1000 - 2)	(\$125,507)	\$0	(\$125,507)	\$0
Medical Care Trust Fund (2474 - 3)	(\$182,561)	\$0	(\$182,561)	\$0
Total	(\$308,068)	\$0	(\$308,068)	\$0

Medicaid Long Term Care (68501500)				
Assistive Care Services (100602)				
General Revenue Fund (1000 - 2)	(\$695)	\$0	(\$695)	\$0
Medical Care Trust Fund (2474 - 3)	(\$1,011)	\$0	(\$1,011)	\$0
Total	(\$1,706)	\$0	(\$1,706)	\$0

Nursing Home Care (102233)				
General Revenue Fund (1000 - 2)	(\$1,809)	\$0	(\$1,809)	\$0
Medical Care Trust Fund (2474 - 3)	(\$2,631)	\$0	(\$2,631)	\$0
Total	(\$4,440)	\$0	(\$4,440)	\$0

St Mental Health Hospital (103556)				
General Revenue Fund (1000 - 2)	(\$16,614)	\$0	(\$16,614)	\$0
Medical Care Trust Fund (2474 - 3)	(\$24,167)	\$0	(\$24,167)	\$0
Total	(\$40,781)	\$0	(\$40,781)	\$0

Issue Total	(\$454,691,242)	\$0	(\$454,691,242)	\$0
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SOURCE OF FUNDS:

General Revenue Fund (State 33.60%)
 Health Care Trust Fund (State 1.20%)
 Grants and Donations Trust Fund (State 7.74%)
 Grants and Donations Trust Fund (Federal 11.26%)
 Medical Care Trust Fund (Federal 46.20%)

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400
HEALTH AND HUMAN SERVICES			13
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
HOSPITAL OUTPATIENT RATE REDUCTION			33V7020
SPECIAL CATEGORIES			100000
HOSPITAL OUTPATIENT SVCS			101596
GENERAL REVENUE FUND	-MATCH	29,248,341-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	42,544,347-	2474 3
REFUGEE ASSISTANCE TF	-FEDERL	76,054-	2579 3
TOTAL APPRO.....		71,868,742-	
		=====	
PREPAID HEALTH PLANS			102673
GENERAL REVENUE FUND	-MATCH	177,553,667-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	259,032,997-	2474 3
REFUGEE ASSISTANCE TF	-FEDERL	526,054-	2579 3
TOTAL APPRO.....		437,112,718-	
		=====	
TOTAL: HOSPITAL OUTPATIENT RATE REDUCTION			33V7020
BY FUND			
GENERAL REVENUE FUND	-MATCH	206,802,008-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	301,577,344-	2474 3
REFUGEE ASSISTANCE TF	-FEDERL	602,108-	2579 3
TOTAL ISSUE.....		508,981,460-	
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 23-24 NARRATIVE:
 PRIORITY #07

IT COMPONENT? NO

ISSUE TITLE: Hospital Outpatient Rate Reduction

Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to reduce the Hospital Outpatient Services and Prepaid Health Plans appropriation

COL A10		
SCH VIIIIB-2		
RED FY23-24		
POS	AMOUNT	CODES
AGENCY/HEALTH CARE ADMIN		68000000
PGM: HEALTH CARE SERVICES		68500000
<u>MEDICAID SERV/INDIVIDUALS</u>		68501400
HEALTH AND HUMAN SERVICES		13
<u>HEALTH SVCS/INDIVIDUALS</u>		<u>1301.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
HOSPITAL OUTPATIENT RATE REDUCTION		33V7020

categories. This would result in a reduction of \$508,981,460, of which \$206,802,008 is in the General Revenue Fund. This reduction includes the proportionate federal share.

ISSUE DETAIL: The Agency will achieve the proposed reduction by decreasing the Enhanced Ambulatory Patient Grouping (EAPG) base rate for hospital outpatient services by 36.49 percent and passing through the impact of this decrease to the prepaid health plan capitation rates which go into effect on October 1, 2023. The impact on the prepaid health plan rates will equate to a 3.58 percent reduction while the impact on the CMS Plan capitation rates will be a 1.96 percent reduction. This issue would be effective July 1, 2023 for fee-for-service rates and October 1, 2023 for prepaid health plans rates. Managed care plans and hospitals negotiate rates which the managed care plans pay the hospitals.

During the 2021 Legislative Session, the legislature adopted, and Governor DeSantis approved, the establishment of a new supplemental funding mechanism for hospitals in addition to reimbursement already received through current supplemental payment programs and through Diagnosis Related Groups (DRGs)/EAPGs. Year 2 funding for this program, called the Hospital Directed Payments Program (DPP), will need to be approved at a future Legislative Budget Commission (LBC) during State Fiscal Year 2022-2023 in the amount of \$2.2 billion with \$909,569,826 in the Grants and Donations Trust Fund and \$1,327,379,322 in the Medical Care Trust Fund in the Prepaid Health Plan - Hospital Directed Payment Program appropriation category in the Medicaid Services to Individuals budget entity. The state share of the Hospital DPP is provided through intergovernmental transfers. There is an opportunity for the Hospital DPP to continue to grow for Year 3 in excess of the \$2.2 billion. Funding through the Hospital DPP will offset this proposed reduction.

A State Plan amendment, a Medicaid Rule amendment, and legislative budget authority are needed to achieve this reduction.

The following details reflect the calculations used as the basis for developing this issue.

			Rate Change Difference	FY 2023-24 Reduction
HOSPITAL OUTPATIENT SERVICES		36.49%		
Medicaid Caseload	308,069	308,069		
Medicaid Utilization Rate	52.19%	52.19%		
Medicaid Services Per Month	160,777	160,777		
Medicaid Unit Cost	\$102.09	\$64.84	(\$37.25)	
Medicaid Total Cost	\$196,963,384	\$125,094,642	(\$71,868,742)	(\$71,868,742)
PREPAID HEALTH PLANS		3.58%		
Caseload	3,731,484	3,731,484		
Unit Cost	\$338.01	\$325.91	(\$12.11)	
Total Cost	\$15,135,450,487	\$14,593,341,263	(\$542,109,224)	(\$406,581,918)

 COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT CODES

AGENCY/HEALTH CARE ADMIN 68000000
 PGM: HEALTH CARE SERVICES 68500000
MEDICAID SERV/INDIVIDUALS 68501400
 HEALTH AND HUMAN SERVICES 13
HEALTH SVCS/INDIVIDUALS 1301.00.00.00
 PROGRAM REDUCTIONS 33V0000
 HOSPITAL OUTPATIENT RATE REDUCTION 33V7020

PREPAID HEALTH PLANS-CMS		1.96%			
Caseload	101,742		101,742		
Unit Cost	\$1,699.66		\$1,666.32	(\$33.34)	
Total Cost	\$2,075,143,784		\$2,034,436,051	(\$40,707,733)	(\$30,530,800)

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Services to Individuals (68501400)				
Hospital Outpatient Services (101596)				
General Revenue Fund (1000 - 2)	(\$29,248,341)	\$0	(\$29,248,341)	\$0
Medical Care Trust Fund (2474 - 3)	(\$42,544,347)	\$0	(\$42,544,347)	\$0
Refugee Assistance Trust Fund (2579 - 3)	(\$76,054)	\$0	(\$76,054)	\$0
Total	(\$71,868,742)	\$0	(\$71,868,742)	\$0
Prepaid Health Plans (102673)				
General Revenue Fund (1000 - 2)	(\$177,553,667)	\$0	(\$177,553,667)	(\$59,184,555)
Medical Care Trust Fund (2474 - 3)	(\$259,032,997)	\$0	(\$259,032,997)	(\$86,344,332)
Refugee Assistance Trust Fund (2579 - 3)	(\$526,054)	\$0	(\$526,054)	(\$175,352)
Total	(\$437,112,718)	\$0	(\$437,112,718)	(\$145,704,239)
Issue Total	(\$508,981,460)	\$0	(\$508,981,460)	(\$145,704,239)

SOURCE OF FUNDS:
 General Revenue Fund (1000 - 2) 40.63%
 Medical Care Trust Fund (2474 - 3) 59.25%
 Refugee Assistance Trust Fund (2579 - 3) 0.12%

		COL A10		
		SCH VIIIIB-2		
		RED FY23-24		
POS	AMOUNT		CODES	

AGENCY/HEALTH CARE ADMIN			68000000	
PGM: HEALTH CARE SERVICES			68500000	
<u>MEDICAID SERV/INDIVIDUALS</u>			68501400	
HEALTH AND HUMAN SERVICES			13	
<u>HEALTH SVCS/INDIVIDUALS</u>			<u>1301.00.00.00</u>	
PROGRAM REDUCTIONS			33V0000	
HOSPITAL INPATIENT RATE REDUCTION			33V7030	
SPECIAL CATEGORIES			100000	
HOSPITAL INPATIENT SERVICE			101582	
GENERAL REVENUE FUND	-MATCH	121,719,139-	1000 2	
MEDICAL CARE TRUST FUND	-FEDERL	177,051,453-	2474 3	
REFUGEE ASSISTANCE TF	-FEDERL	429,979-	2579 3	
TOTAL APPRO.....		299,200,571-		
=====				
PREPAID HEALTH PLANS			102673	
GENERAL REVENUE FUND	-MATCH	314,727,221-	1000 2	
MEDICAL CARE TRUST FUND	-FEDERL	459,163,849-	2474 3	
REFUGEE ASSISTANCE TF	-FEDERL	938,240-	2579 3	
TOTAL APPRO.....		774,829,310-		
=====				
TOTAL: HOSPITAL INPATIENT RATE REDUCTION			33V7030	
BY FUND				
GENERAL REVENUE FUND	-MATCH	436,446,360-	1000 2	
MEDICAL CARE TRUST FUND	-FEDERL	636,215,302-	2474 3	
REFUGEE ASSISTANCE TF	-FEDERL	1,368,219-	2579 3	
TOTAL ISSUE.....		1074,029,881-		
=====				

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 23-24 NARRATIVE: IT COMPONENT? NO
 PRIORITY #06

ISSUE TITLE: Hospital Inpatient Rate Reduction

Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to reduce the Hospital Inpatient Services and Prepaid Health Plans appropriation

COL A10		
SCH VIIIIB-2		
RED FY23-24		
POS	AMOUNT	CODES
AGENCY/HEALTH CARE ADMIN		68000000
PGM: HEALTH CARE SERVICES		68500000
<u>MEDICAID SERV/INDIVIDUALS</u>		68501400
HEALTH AND HUMAN SERVICES		13
<u>HEALTH SVCS/INDIVIDUALS</u>		<u>1301.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
HOSPITAL INPATIENT RATE REDUCTION		33V7030

categories. This would result in a reduction of \$1,074,029,881, of which \$436,446,360 is in the General Revenue Fund. This reduction includes the proportionate federal share.

ISSUE DETAIL: The AHCA will achieve the proposed reduction by decreasing the Diagnosis Related Group (DRG) base rate for hospital inpatient services by 36.49 percent and passing through the impact of this decrease to the prepaid health plan capitation rates which go into effect on October 1, 2023. The impact on the prepaid health plan capitation rates will equate to a 6.39 percent reduction while the impact on the CMS Plan capitation rates will be a 3.19 percent reduction. This issue would be effective July 1, 2023 for fee-for-service rates and October 1, 2023 for prepaid health plans rates. Managed care plans and hospitals negotiate rates that the managed care plans shall pay the hospitals.

During the 2021 Legislative Session, the legislature adopted, and Governor DeSantis approved, the establishment of a new supplemental funding mechanism for hospitals in addition to reimbursement already received through current supplemental payment programs and through DRGs/Enhanced Ambulatory Patient Groupings (EAPGs). Year 2 funding for this program, called the Hospital Directed Payments Program (DPP), will need to be approved at a future Legislative Budget Commission (LBC) during State Fiscal Year 2022-2023 in the amount of \$2.2 billion with \$909,569,826 in the Grants and Donations Trust Fund and \$1,327,379,322 in the Medical Care Trust Fund in the Prepaid Health Plan - Hospital Directed Payment Program appropriation category in the Medicaid Services to Individuals budget entity. The state share of the Hospital DPP is provided through intergovernmental transfers. There is an opportunity for the Hospital DPP to continue to grow for Year 3 in excess of the \$2.2 billion. Funding through the Hospital DPP will offset this proposed reduction.

A State Plan amendment, a Medicaid Rule amendment, and legislative budget authority are needed to achieve this reduction.

The following details reflect the calculations used as the basis for developing this issue.

			Rate Change Difference	FY 2023-24 Reduction
HOSPITAL INPATIENT SERVICES		36.49%		
Medicaid Caseload	339,550	339,550		
Medicaid Utilization Rate	2.19%	2.19%		
Medicaid Services Per Month	7,447	7,447		
Medicaid Unit Cost	\$9,175.67	\$5,827.56	(\$3,348.11)	
Medicaid Total Cost	\$819,974,422	\$520,773,851	(\$299,200,571)	(\$299,200,571)
PREPAID HEALTH PLANS		6.39%		
Caseload	3,731,484	3,731,484		
Unit Cost	\$338.01	\$316.42	(\$21.59)	
Total Cost	\$15,135,450,487	\$14,168,576,560	(\$966,873,927)	(\$725,155,445)
PREPAID HEALTH PLANS-CMS		3.19%		

 COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT CODES

AGENCY/HEALTH CARE ADMIN 68000000
 PGM: HEALTH CARE SERVICES 68500000
MEDICAID SERV/INDIVIDUALS 68501400
 HEALTH AND HUMAN SERVICES 13
HEALTH SVCS/INDIVIDUALS 1301.00.00.00
 PROGRAM REDUCTIONS 33V0000
 HOSPITAL INPATIENT RATE REDUCTION 33V7030

Caseload	101,742	101,742		
Unit Cost	\$1,699.66	\$1,645.41	(\$54.25)	
Total Cost	\$2,075,143,784	\$2,008,911,965	(\$66,231,819)	(\$49,673,864)

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Services to Individuals (68501400)				
Hospital Inpatient Services (101582)				
General Revenue Fund (1000 - 2)	(\$121,719,139)	\$0	(\$121,719,139)	\$0
Medical Care Trust Fund (2474 - 3)	(\$177,051,453)	\$0	(\$177,051,453)	\$0
Refugee Assistance Trust Fund (2579 - 3)	(\$429,979)	\$0	(\$429,979)	\$0
Total	(\$299,200,571)	\$0	(\$299,200,571)	\$0
Prepaid Health Plans (102673)				
General Revenue Fund (1000 - 2)	(\$314,727,221)	\$0	(\$314,727,221)	(\$104,909,074)
Medical Care Trust Fund (2474 - 3)	(\$459,163,849)	\$0	(\$459,163,849)	(\$153,054,616)
Refugee Assistance Trust Fund (2579 - 3)	(\$938,240)	\$0	(\$938,240)	(\$312,746)
Total	(\$774,829,310)	\$0	(\$774,829,310)	(\$258,276,436)
Issue Total	(\$1,074,029,881)	\$0	(\$1,074,029,881)	(\$258,276,436)

SOURCE OF FUNDS:

General Revenue Fund (1000 - 2) 40.64%
 Medical Care Trust Fund (2474 - 3) 59.24%
 Refugee Assistance Trust Fund (2579 - 3) 0.12%

TOTAL: HEALTH SVCS/INDIVIDUALS 1301.00.00.00

BY FUND TYPE		
GENERAL REVENUE FUND	1109,041,562-	1000
TRUST FUNDS	1731,978,977-	2000

TOTAL PROG COMP.....	2841,020,539-	
	=====	

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
MEDICAID SERV/INDIVIDUALS			68501400
TOTAL: MEDICAID SERV/INDIVIDUALS			68501400
BY FUND			
GENERAL REVENUE FUND	-MATCH	1109,041,562-	1000 2
		=====	
HEALTH CARE TRUST FUND	-MATCH	5,437,666-	2003 2
		=====	
GRANTS AND DONATIONS TF	-MATCH	50,982,198-	2339 2
	-FEDERL	74,158,200-	2339 3

TOTAL GRANTS AND DONATIONS TF		125,140,398-	2339
		=====	
MEDICAL CARE TRUST FUND	-FEDERL	1599,430,586-	2474 3
		=====	
REFUGEE ASSISTANCE TF	-FEDERL	1,970,327-	2579 3
		=====	
TOTAL BUREAU.....		2841,020,539-	
		=====	
MEDICAID LONG TERM CARE			68501500
HEALTH AND HUMAN SERVICES			13
LONG-TERM CARE			<u>1303.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
HOME AND COMMUNITY-BASED SERVICES			
WAIVER REDUCTION - DOUBLE BUDGET			33V0120
SPECIAL CATEGORIES			100000
HOME & COMMUNITY BASED SVC			101554
MEDICAL CARE TRUST FUND	-MATCH	88,048,078-	2474 2
	-FEDERL	128,073,861-	2474 3

TOTAL MEDICAL CARE TRUST FUND		216,121,939-	2474
		=====	
TOTAL APPRO.....		216,121,939-	
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 23-24 NARRATIVE: IT COMPONENT? NO
 PRIORITY #05

ISSUE TITLE: Home and Community-Based Services Waiver Reduction - Double Budget
 Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized

COL A10		
SCH VIIIIB-2		
RED FY23-24		
POS	AMOUNT	CODES
AGENCY/HEALTH CARE ADMIN		68000000
PGM: HEALTH CARE SERVICES		68500000
<u>MEDICAID LONG TERM CARE</u>		68501500
HEALTH AND HUMAN SERVICES		13
<u>LONG-TERM CARE</u>		<u>1303.00.00.00</u>
PROGRAM REDUCTIONS		33V0000
HOME AND COMMUNITY-BASED SERVICES		
WAIVER REDUCTION - DOUBLE BUDGET		33V0120

listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to reduce \$216,121,939 from the Home and Community Based Services (HCBS) appropriation category associated with the double-budget appropriated to the AHCA for the payment of claims for the HCBS waiver administered by the Agency for Persons with Disabilities (APD). This reduction will result in lower budget amounts for all waiver participants. Provider service rates and service availability could be reduced for many services including employment and training, residential supports, support coordination, therapies, respite, companion, in-home supports, supportive living, durable and consumable medical equipment, behavioral supports, and waiver funded medical services. Service rate reductions could result in providers choosing to no longer offer the services. This would lead to some individuals not being able to receive needed services and possibly resorting to institutional care. The reduction amount includes the proportionate federal share.

ISSUE DETAIL: This issue reduces double-budget authority in the Medical Care Trust Fund which is used by the AHCA for the payment of claims for individuals enrolled in the HCBS waiver administered by the APD. This reduction would keep the budget authority in the HCBS waiver category in balance based upon the federal financial participation (FFP) rate. The General Revenue Fund reduction would be reflected in the APD's budget.

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Long Term Care (68501500)				
Home and Community Based Services (101554)				
Medical Care Trust Fund (2474 - 2)	(\$88,048,078)	\$0	(\$88,048,078)	\$0
Medical Care Trust Fund (2474 - 3)	(\$128,073,861)	\$0	(\$128,073,861)	\$0
Issue Total	(\$216,121,939)	\$0	(\$216,121,939)	\$0

SOURCE OF FUNDS:

Medical Care Trust Fund (State 40.74%)
 Medical Care Trust Fund (Federal 59.26%)

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID LONG TERM CARE</u>			68501500
HEALTH AND HUMAN SERVICES			13
<u>LONG-TERM CARE</u>			<u>1303.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE 19 AND 20 YEAR-OLD			
OPTIONAL CHILD ELIGIBILITY GROUP			33V0500
SPECIAL CATEGORIES			100000
ASSISTIVE CARE SERVICES			100602
GENERAL REVENUE FUND	-MATCH	427-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	620-	2474 3
TOTAL APPRO.....		1,047-	
		=====	
NURSING HOME CARE			102233
GENERAL REVENUE FUND	-MATCH	6,659-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	9,686-	2474 3
TOTAL APPRO.....		16,345-	
		=====	
TOTAL: ELIMINATE 19 AND 20 YEAR-OLD			33V0500
OPTIONAL CHILD ELIGIBILITY GROUP			
BY FUND			
GENERAL REVENUE FUND	-MATCH	7,086-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	10,306-	2474 3
TOTAL ISSUE.....		17,392-	
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 23-24 NARRATIVE: IT COMPONENT? NO
 PRIORITY #02

ISSUE TITLE: Eliminate 19 and 20 Year-Old Optional Child Eligibility Group

Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to eliminate the optional coverage for children aged 19 and 20. Floridians aged 19 and 20 would remain eligible in other categories (such as parent, pregnant woman, disabled, and former foster care) if

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		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID LONG TERM CARE</u>			68501500
HEALTH AND HUMAN SERVICES			13
<u>LONG-TERM CARE</u>			<u>1303.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE 19 AND 20 YEAR-OLD			
OPTIONAL CHILD ELIGIBILITY GROUP			33V0500

they met the technical requirement for those categories. This would result in a reduction of \$142,676,530, of which \$45,212,857 is in the General Revenue Fund. The estimate would be reduced if any individuals in this category converted to other eligibility categories. This reduction includes rebates and the proportionate federal share. This issue would be effective July 1, 2023.

ISSUE DETAIL: Federal Medicaid regulations require state Medicaid programs to cover certain groups, while other groups are optional, and states can choose whether to cover each optional group. Florida Medicaid currently includes coverage of the optional eligible group known as 19 and 20 year-olds. Medicaid may be provided to individuals who are 19 and 20 years old who are unmarried or whose marriage was annulled. The 19 and 20 year-old population is an optional group and therefore Florida is not required to cover this group. This would mean that individuals aged 19 and 20 would continue to qualify for Medicaid coverage if they met the eligibility requirements for adults, which varies by category (e.g., 18 percent of federal poverty level (FPL) for parents and caregivers and 185 percent of FPL for pregnant women). The estimated number of recipients who would use these services in State Fiscal Year 2023-2024 is 244,786.

A State Plan amendment, an amendment to Subsection 409.903(3), Florida Statutes, and legislative budget authority are needed to achieve this reduction.

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Services to Individuals (68501400)				
Case Management (100311)				
General Revenue Fund (1000 - 2)	(\$45,476)	\$0	(\$45,476)	\$0
Medical Care Trust Fund (2474 - 3)	(\$66,149)	\$0	(\$66,149)	\$0
Total	(\$111,625)	\$0	(\$111,625)	\$0
Community Health Services (100616)				
General Revenue Fund (1000 - 2)	(\$736,984)	\$0	(\$736,984)	\$0
Medical Care Trust Fund (2474 - 3)	(\$1,072,009)	\$0	(\$1,072,009)	\$0
Total	(\$1,808,993)	\$0	(\$1,808,993)	\$0
Devel Eval & Interv/Part C (100919)				
General Revenue Fund (1000 - 2)	(\$1,265)	\$0	(\$1,265)	\$0
Medical Care Trust Fund (2474 - 3)	(\$1,840)	\$0	(\$1,840)	\$0
Total	(\$3,105)	\$0	(\$3,105)	\$0

COL A10				
SCH VIIIIB-2				
RED FY23-24				
POS	AMOUNT			CODES

AGENCY/HEALTH CARE ADMIN				68000000
PGM: HEALTH CARE SERVICES				68500000
<u>MEDICAID LONG TERM CARE</u>				68501500
HEALTH AND HUMAN SERVICES				13
<u>LONG-TERM CARE</u>				<u>1303.00.00.00</u>
PROGRAM REDUCTIONS				33V0000
ELIMINATE 19 AND 20 YEAR-OLD				
OPTIONAL CHILD ELIGIBILITY GROUP				33V0500
Hospital Inpatient Services (101582)				
General Revenue Fund (1000 - 2)	(\$10,481,330)	\$0	(\$10,481,330)	\$0
Medical Care Trust Fund (2474 - 3)	(\$15,246,039)	\$0	(\$15,246,039)	\$0
Total	(\$25,727,369)	\$0	(\$25,727,369)	\$0
Hospital Insurance Benefit (101589)				
General Revenue Fund (1000 - 2)	(\$2,832)	\$0	(\$2,832)	\$0
Medical Care Trust Fund (2474 - 3)	(\$4,120)	\$0	(\$4,120)	\$0
Total	(\$6,952)	\$0	(\$6,952)	\$0
Hospital Outpatient Services (101596)				
General Revenue Fund (1000 - 2)	(\$9,109,335)	\$0	(\$9,109,335)	\$0
Medical Care Trust Fund (2474 - 3)	(\$13,250,349)	\$0	(\$13,250,349)	\$0
Total	(\$22,359,684)	\$0	(\$22,359,684)	\$0
Other Fee for Service (102325)				
General Revenue Fund (1000 - 2)	(\$4,648,542)	\$0	(\$4,648,542)	\$0
Medical Care Trust Fund (2474 - 3)	(\$6,761,723)	\$0	(\$6,761,723)	\$0
Total	(\$11,410,265)	\$0	(\$11,410,265)	\$0
Personal Care Services (102538)				
General Revenue Fund (1000 - 2)	(\$151,395)	\$0	(\$151,395)	\$0
Medical Care Trust Fund (2474 - 3)	(\$220,218)	\$0	(\$220,218)	\$0
Total	(\$371,613)	\$0	(\$371,613)	\$0
Physician & Health Care Practitioner Services (102542)				
General Revenue Fund (1000 - 2)	(\$10,772,162)	\$0	(\$10,772,162)	\$0
Medical Care Trust Fund (2474 - 3)	(\$15,669,079)	\$0	(\$15,669,079)	\$0
Total	(\$26,441,241)	\$0	(\$26,441,241)	\$0
Prepaid Health Plans (102673)				
General Revenue Fund (1000 - 2)	(\$1,985,881)	\$0	(\$1,985,881)	(\$650,424)
Medical Care Trust Fund (2474 - 3)	(\$2,888,644)	\$0	(\$2,888,644)	(\$974,418)
Total	(\$4,874,525)	\$0	(\$4,874,525)	(\$1,624,842)
Prescribed Medicine/Drugs (102681)				
General Revenue Fund (1000 - 2)	(\$7,270,569)	\$0	(\$7,270,569)	\$0
Grants & Donations Trust Fund (2339 - 2)	(\$14,283,954)	\$0	(\$14,283,954)	\$0
Grants & Donations Trust Fund (2339 - 3)	(\$20,777,298)	\$0	(\$20,777,298)	\$0

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 RED FY23-24
 POS AMOUNT

AGENCY/HEALTH CARE ADMIN					68000000
PGM: HEALTH CARE SERVICES					68500000
<u>MEDICAID LONG TERM CARE</u>					68501500
HEALTH AND HUMAN SERVICES					13
<u>LONG-TERM CARE</u>					<u>1303.00.00.00</u>
PROGRAM REDUCTIONS					33V0000
ELIMINATE 19 AND 20 YEAR-OLD					
OPTIONAL CHILD ELIGIBILITY GROUP					33V0500

Medical Care Trust Fund (2474 - 3)	(\$7,211,945)	\$0	(\$7,211,945)	\$0
Total	(\$49,543,766)	\$0	(\$49,543,766)	\$0

Medicaid Long Term Care (68501500)				
Assistive Care Services (100602)				
General Revenue Fund (1000 - 2)	(\$427)	\$0	(\$427)	\$0
Medical Care Trust Fund (2474 - 3)	(\$620)	\$0	(\$620)	\$0
Total	(\$1,047)	\$0	(\$1,047)	\$0

Nursing Home Care (102233)				
General Revenue Fund (1000 - 2)	(\$6,659)	\$0	(\$6,659)	\$0
Medical Care Trust Fund (2474 - 3)	(\$9,686)	\$0	(\$9,686)	\$0
Total	(\$16,345)	\$0	(\$16,345)	\$0

Issue Total	(\$142,676,530)	\$0	(\$142,676,530)	(\$1,624,842)
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SOURCE OF FUNDS:

General Revenue Fund (State 31.69%)
 Grants and Donations Trust Fund (State 10.01%)
 Grants and Donations Trust Fund (Federal 14.56%)
 Medical Care Trust Fund (Federal 43.74%)

ELIMINATE MEDICALLY NEEDY					33V5880
ELIGIBILITY CATEGORY					100000
SPECIAL CATEGORIES					100602
ASSISTIVE CARE SERVICES					
GENERAL REVENUE FUND -MATCH		695-			1000 2
MEDICAL CARE TRUST FUND -FEDERL		1,011-			2474 3
TOTAL APPRO.....		-----			
		1,706-			
		=====			

		COL A10	
		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID LONG TERM CARE</u>			68501500
HEALTH AND HUMAN SERVICES			13
<u>LONG-TERM CARE</u>			<u>1303.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE MEDICALLY NEEDY			
ELIGIBILITY CATEGORY			33V5880
SPECIAL CATEGORIES			100000
NURSING HOME CARE			102233
GENERAL REVENUE FUND	-MATCH	1,809-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	2,631-	2474 3
TOTAL APPRO.....		4,440-	
		=====	
ST MENTAL HEALTH HOSP PRG			103556
GENERAL REVENUE FUND	-MATCH	16,614-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	24,167-	2474 3
TOTAL APPRO.....		40,781-	
		=====	
TOTAL: ELIMINATE MEDICALLY NEEDY			33V5880
ELIGIBILITY CATEGORY			
BY FUND			
GENERAL REVENUE FUND	-MATCH	19,118-	1000 2
MEDICAL CARE TRUST FUND	-FEDERL	27,809-	2474 3
TOTAL ISSUE.....		46,927-	
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIIB-2 NARR 23-24 NARRATIVE:
 PRIORITY #04

IT COMPONENT? NO

ISSUE TITLE: Eliminate Medically Needy Eligibility Category

Article III, section 19 of the Florida Constitution, requires departments and agencies to provide a "...prioritized listing of planned expenditures for review and possible reduction in the event of revenue shortfalls." This issue is being submitted to comply with this requirement and does not represent support or endorsement by the Agency for Health Care Administration (AHCA).

ISSUE SUMMARY: This issue proposes to eliminate the coverage of Non-Pregnant Adults in the Medically Needy optional eligibility group. Pregnant women and children, under the age of 21, would continue to have coverage in the Medically

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		SCH VIIIIB-2	
		RED FY23-24	
POS	AMOUNT		CODES

AGENCY/HEALTH CARE ADMIN			68000000
PGM: HEALTH CARE SERVICES			68500000
<u>MEDICAID LONG TERM CARE</u>			68501500
HEALTH AND HUMAN SERVICES			13
<u>LONG-TERM CARE</u>			<u>1303.00.00.00</u>
PROGRAM REDUCTIONS			33V0000
ELIMINATE MEDICALLY NEEDY			
ELIGIBILITY CATEGORY			33V5880

Needy group. This is a reduction of \$454,691,242, of which \$152,808,127 is in the General Revenue Fund. This reduction includes drug rebates and the proportionate federal share. This issue would be effective July 1, 2023.

ISSUE DETAIL: The Medically Needy Program is for individuals who are categorically eligible for Medicaid but do not qualify because they have incomes above regular Medicaid levels. Through Medically Needy, people qualify for Medicaid by incurring medical expenses that "spend down" their income to a qualifying level. The person is eligible for Medicaid only for the part of the month after he or she incurs these medical expenses. Currently, Medically Needy coverage is available for all populations covered under other eligibility groups for those whose income is too high to qualify for full coverage, including Non-Pregnant Adults. Most of the recipients are only eligible between one or two months and only a small percentage qualifies for longer periods of time. Medicaid would continue to pay Medically Needy coverage for an estimated 7,492 pregnant women and children while 76,111 adults would no longer be eligible for coverage in State Fiscal Year 2023-2024.

The top 98.04 percent of projected expenditures for Fiscal Year 2023-2024 under the Medically Needy program for current eligibles are as follows:

Hospital Inpatient	\$133,471,065	29.35%
Prescribed Medicine	\$128,068,128	28.17%
Hospital Outpatient	\$67,528,685	14.85%
Physician & Health Care Prac Services	\$64,059,948	14.09%
Other Fee-for-Service	\$52,673,268	11.58%

A State Plan amendment, a Medicaid Rule amendment, an amendment to Subsection 409.904(2), Florida Statutes, and legislative budget authority are needed to achieve this reduction.

FISCAL IMPACT: The budgetary breakout for this reduction is as follows:

	RECURRING FY 2023-24	NON-RECURRING FY 2023-24	TOTAL FY 2023-24	ANNUALIZATION FY 2024-25
Medicaid Services to Individuals (68501400)				
Case Management (100311)				
General Revenue Fund (1000 - 2)	(\$4,582)	\$0	(\$4,582)	\$0
Medical Care Trust Fund (2474 - 3)	(\$6,665)	\$0	(\$6,665)	\$0
Total	(\$11,247)	\$0	(\$11,247)	\$0

Community Mental Health (100616)

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 POS AMOUNT

CODES

AGENCY/HEALTH CARE ADMIN
 PGM: HEALTH CARE SERVICES
MEDICAID LONG TERM CARE
 HEALTH AND HUMAN SERVICES
LONG-TERM CARE
 PROGRAM REDUCTIONS
 ELIMINATE MEDICALLY NEEDY
 ELIGIBILITY CATEGORY

68000000
 68500000
 68501500
 13
1303.00.00.00
 33V0000
 33V5880

General Revenue Fund (1000 - 2)	(\$111,480)	\$0	(\$111,480)	\$0
Medical Care Trust Fund (2474 - 3)	(\$162,158)	\$0	(\$162,158)	\$0
Total	(\$273,638)	\$0	(\$273,638)	\$0
Devel Eval & Interv-Part C (100919)				
General Revenue Fund (1000 - 2)	(\$8,252)	\$0	(\$8,252)	\$0
Medical Care Trust Fund (2474 - 3)	(\$12,003)	\$0	(\$12,003)	\$0
Total	(\$20,255)	\$0	(\$20,255)	\$0
Hospital Inpatient Services (101582)				
General Revenue Fund (1000 - 2)	(\$54,376,112)	\$0	(\$54,376,112)	\$0
Medical Care Trust Fund (2474 - 3)	(\$79,094,953)	\$0	(\$79,094,953)	\$0
Total	(\$133,471,065)	\$0	(\$133,471,065)	\$0
Hospital Insurance Benefit (101589)				
General Revenue Fund (1000 - 2)	(\$503,400)	\$0	(\$503,400)	\$0
Medical Care Trust Fund (2474 - 3)	(\$732,241)	\$0	(\$732,241)	\$0
Total	(\$1,235,641)	\$0	(\$1,235,641)	\$0
Hospital Outpatient Service (101596)				
General Revenue Fund (1000 - 2)	(\$27,511,186)	\$0	(\$27,511,186)	\$0
Medical Care Trust Fund (2474 - 3)	(\$40,017,499)	\$0	(\$40,017,499)	\$0
Total	(\$67,528,685)	\$0	(\$67,528,685)	\$0
Other Fee for Service (102325)				
General Revenue Fund (1000 - 2)	(\$21,459,090)	\$0	(\$21,459,090)	\$0
Medical Care Trust Fund (2474 - 3)	(\$31,214,179)	\$0	(\$31,214,179)	\$0
Total	(\$52,673,269)	\$0	(\$52,673,269)	\$0
Personal Care Services (102538)				
General Revenue Fund (1000 - 2)	(\$227,452)	\$0	(\$227,452)	\$0
Medical Care Trust Fund (2474 - 3)	(\$330,849)	\$0	(\$330,849)	\$0
Total	(\$558,301)	\$0	(\$558,301)	\$0
Physician/Health Care Practitioner Serv (102542)				
General Revenue Fund (1000 - 2)	(\$26,098,023)	\$0	(\$26,098,023)	\$0
Medical Care Trust Fund (2474 - 3)	(\$37,961,925)	\$0	(\$37,961,925)	\$0
Total	(\$64,059,948)	\$0	(\$64,059,948)	\$0

COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT

CODES

AGENCY/HEALTH CARE ADMIN
 PGM: HEALTH CARE SERVICES
MEDICAID LONG TERM CARE
 HEALTH AND HUMAN SERVICES
LONG-TERM CARE
 PROGRAM REDUCTIONS
 ELIMINATE MEDICALLY NEEDY
 ELIGIBILITY CATEGORY

68000000
 68500000
 68501500
 13
1303.00.00.00
 33V0000
 33V5880

Prepaid Health Plans (102673)				
General Revenue Fund (1000 - 2)	(\$2,622,055)	\$0	(\$2,622,055)	\$0
Medical Care Trust Fund (2474 - 3)	(\$3,814,016)	\$0	(\$3,814,016)	\$0
Total	(\$6,436,071)	\$0	(\$6,436,071)	\$0
Prescribed Medicine/Drugs (102681)				
General Revenue Fund (1000 - 2)	(\$19,741,870)	\$0	(\$19,741,870)	\$0
Health Care Trust Fund (2003 - 2)	(\$5,437,666)	\$0	(\$5,437,666)	\$0
Grants & Donations TF (2339 - 2)	(\$35,183,930)	\$0	(\$35,183,930)	\$0
Grants & Donations TF (2339 - 3)	(\$51,178,196)	\$0	(\$51,178,196)	\$0
Medical Care Trust Fund (2474 - 3)	(\$16,526,465)	\$0	(\$16,526,465)	\$0
Total	(\$128,068,127)	\$0	(\$128,068,127)	\$0
Statewide Inpatient Psychiatric Services (103560)				
General Revenue Fund (1000 - 2)	(\$125,507)	\$0	(\$125,507)	\$0
Medical Care Trust Fund (2474 - 3)	(\$182,561)	\$0	(\$182,561)	\$0
Total	(\$308,068)	\$0	(\$308,068)	\$0
Medicaid Long Term Care (68501500)				
Assistive Care Services (100602)				
General Revenue Fund (1000 - 2)	(\$695)	\$0	(\$695)	\$0
Medical Care Trust Fund (2474 - 3)	(\$1,011)	\$0	(\$1,011)	\$0
Total	(\$1,706)	\$0	(\$1,706)	\$0
Nursing Home Care (102233)				
General Revenue Fund (1000 - 2)	(\$1,809)	\$0	(\$1,809)	\$0
Medical Care Trust Fund (2474 - 3)	(\$2,631)	\$0	(\$2,631)	\$0
Total	(\$4,440)	\$0	(\$4,440)	\$0
St Mental Health Hospital (103556)				
General Revenue Fund (1000 - 2)	(\$16,614)	\$0	(\$16,614)	\$0
Medical Care Trust Fund (2474 - 3)	(\$24,167)	\$0	(\$24,167)	\$0
Total	(\$40,781)	\$0	(\$40,781)	\$0
Issue Total	(\$454,691,242)	\$0	(\$454,691,242)	\$0

SOURCE OF FUNDS:

 COL A10
 SCH VIIIIB-2
 RED FY23-24
 POS AMOUNT CODES

AGENCY/HEALTH CARE ADMIN 68000000
 PGM: HEALTH CARE SERVICES 68500000
MEDICAID LONG TERM CARE 68501500
 HEALTH AND HUMAN SERVICES 13
LONG-TERM CARE 1303.00.00.00
 PROGRAM REDUCTIONS 33V0000
 ELIMINATE MEDICALLY NEEDY
 ELIGIBILITY CATEGORY 33V5880

General Revenue Fund (State 33.60%)
 Health Care Trust Fund (State 1.20%)
 Grants and Donations Trust Fund (State 7.74%)
 Grants and Donations Trust Fund (Federal 11.26%)
 Medical Care Trust Fund (Federal 46.20%)

TOTAL: LONG-TERM CARE 1303.00.00.00

BY FUND TYPE
 GENERAL REVENUE FUND 26,204- 1000
 TRUST FUNDS 216,160,054- 2000

 TOTAL PROG COMP..... 216,186,258-
 =====

TOTAL: MEDICAID LONG TERM CARE 68501500

BY FUND
 GENERAL REVENUE FUND -MATCH 26,204- 1000 2
 =====
 MEDICAL CARE TRUST FUND -MATCH 88,048,078- 2474 2
 -FEDERL 128,111,976- 2474 3

 TOTAL MEDICAL CARE TRUST FUND 216,160,054- 2474
 =====
 TOTAL BUREAU..... 216,186,258-
 =====

TOTAL: AGENCY/HEALTH CARE ADMIN 68000000

BY FUND
 GENERAL REVENUE FUND -MATCH 1109,067,766- 1000 2
 =====
 HEALTH CARE TRUST FUND -MATCH 5,437,666- 2003 2
 =====
 GRANTS AND DONATIONS TF -MATCH 50,982,198- 2339 2
 -FEDERL 74,158,200- 2339 3

 TOTAL GRANTS AND DONATIONS TF 125,140,398- 2339
 =====
 MEDICAL CARE TRUST FUND -MATCH 88,048,078- 2474 2
 -FEDERL 1727,542,562- 2474 3

 TOTAL MEDICAL CARE TRUST FUND 1815,590,640- 2474
 =====

	COL A10	
	SCH VIIIIB-2	
	RED FY23-24	
	POS	AMOUNT

		CODES
AGENCY/HEALTH CARE ADMIN		68000000
REFUGEE ASSISTANCE TF -FEDERL	1,970,327-	2579 3
	=====	
TOTAL DEPARTMENT.....	3057,206,797-	
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