

Agency for Health Care Administration

Senate Health and Human Services Appropriations

BASE BUDGET & LEGISLATIVE BUDGET REQUEST
FY 2013-2014
January 16, 2013

Agency for Health Care Administration

OUR MISSION : Better Health Care for All Floridians

RESPONSIBILITIES:

- Administer the Medicaid Program
- Licensure and regulation of health facilities
- Providing information to Floridians about the quality of health care they receive

Agency for Health Care Administration Base Budget for Fiscal Year 2013-2014

The Agency's beginning budget to build from for FY 2013-2014 is:

General Revenue: \$5,025,761,827

State Trust Funds: \$4,341,274,737

Federal Funds \$12,516,986,601

Total \$21,884,023,165

Full Time Equivalents: 1,655

Agency for Health Care Administration Base Budget for Fiscal Year 2013-2014

The Agency's budget is divided into three programs:

Administration and Support - Provides leadership to the agency and houses offices of:

Secretary/Chief of Staff

General Counsel

Inspector General

Legislative Affairs

Communications

Information Technology

Administration

Total Budget: \$23,243,839 FTE: 249

Agency for Health Care Base Budget for Fiscal Year 2013-2014

Health Care Services: provides management of the state's Medicaid and Child Health Insurance Programs and has four budget entities:

Total Budget:	\$21,797,630,988	
Children's Special Health Care	\$530,639,765	No FTE
Executive Direction/Support Services	\$220,823,727	747 FTE
Medicaid Services to Individuals	\$16,316,935,172	No FTE
Medicaid Long Term Care	\$4,729,232,324	No FTE

CHIP and Florida Healthy Kids: 256,561

Medicaid Recipients: 3,214,416

Fee for Service: 1,109,409

Managed Care: 1,509,979

MediPass: 594,314

Program for All Inclusive Care for the Elderly: 714



Agency for Health Care Administration Base Budget for Fiscal Year 2013-2014

Health Care Regulation program provides oversight of health care providers; licenses and/or certifies and regulates 40 different types of health care providers, including hospitals, nursing homes, assisted living facilities, and home health agencies. This program also houses the Florida Center for Health Information that provides various health care information to Floridians.

Total Budget: \$63,148,338 659 FTE

Legislative Budget Request Overview

Total Budget Request for FY 2013-2014

Requesting \$21.98 billion and 1,655 FTE grouped as follows:

1. Improve efficiency and effectiveness of current processes
2. Implement long-term programs that help improve the Medicaid Program
3. Address increased workload

Legislative Budget Request Overview

Improve efficiency and effectiveness of current processes

- Managed Care Network Verification - \$1.5 million
- Online Licensing and Reconciliation System - \$1.7 million
- Background Screening Grant - \$496,931
- Medicaid Electronic Health Records Incentive Program - \$77.9 million

Implement long-term programs that help improve the Medicaid program

- Planning for Diagnosis Code Conversion - \$6.9 million
- Enrollment Broker Services for Statewide Medicaid Managed Care - \$6.9 million
- Transfer Waiver Category Funding to the Agency - \$557.9 million
- Transfer Waiver Funding to Implement Long Term Care - \$194.4 million

Address increased workload

- Consultant for Medicaid Reform - \$420,000
- Supplemental Appropriation for Legal Representation - \$4.4 million

Questions

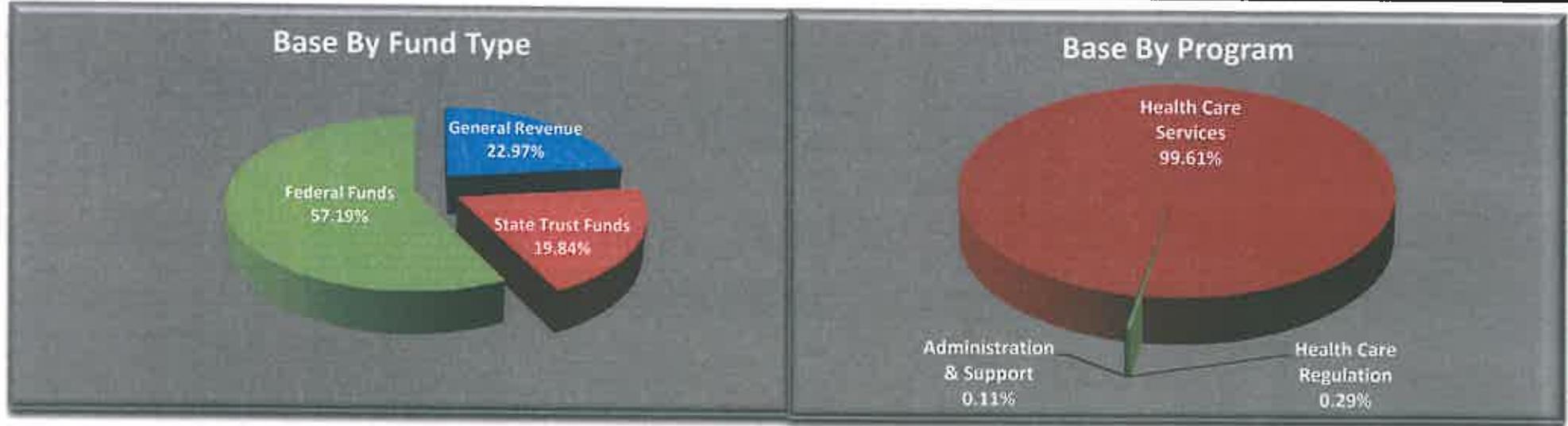
Thank You

Agency for Health Care Administration
Fiscal Year 2013-14 Base Budget Review - Agency Summary

The Agency for Health Care Administration's mission is for better health care for all Floridians. The Agency is responsible for the administration of the Medicaid program, for the licensure and regulation of health facilities and for providing information to Floridians about the quality of the health care they receive. The Agency has established three Agency-wide goals to strive toward over the next five years. These goals are identified in the Agency's Long-Range Program Plan. The three goals are to: 1) Operate an efficient and effective government; 2) Reduce and/or eliminate waste, fraud and abuse in the Florida Medicaid program; and 3) Ensure that Medicaid beneficiaries get access to quality and reasonably priced health services.

	FTE	Recurring	Nonrecurring	Total
Fiscal Year 2011-12 Appropriations:	1,655.00	21,911,471,206	367,416,242	22,278,887,448

<u>Agency Funding Overview</u>		<u>Base Budget FY 2013-14*</u>				
<u>#</u>	<u>Program</u>	<u>FTE</u>	<u>GR</u>	<u>State Trust Funds</u>	<u>Federal Funds</u>	<u>Total</u>
1	Administration & Support	249.00	3,493,987	11,979,036	7,770,816	23,243,839
2	Health Care Services	747.00	5,022,135,716	4,296,189,545	12,479,305,727	21,797,630,988
3	Health Care Regulation	659.00	132,124	33,106,156	29,910,058	63,148,338
4	<u>Total</u>	<u>1,655.00</u>	<u>5,025,761,827</u>	<u>4,341,274,737</u>	<u>12,516,986,601</u>	<u>21,884,023,165</u>



* Base budget differs from the FY 2012-13 appropriation as the base budget does not include any nonrecurring funds but does include annualizations and other adjustments.

Programs & Services Descriptions

A Program: Administration and Support

1 Budget Entity/Service: Executive Leadership/Support Services

Provides leadership and administrative support for the agency's health-related programs by delivering logistical support services such as planning and budgeting, finance and accounting, general counsel, internal audit, legislative affairs and human resources. This service also has oversight of the detection of fraud and abuse in Florida's Medicaid program and throughout the health care system; collects, analyzes, reports and distributes health care information to consumers, legislators and other agency stakeholders; and develops plans and policies for the state's health care system.

B Program: Health Care Services

1 Budget Entity/Service: Children's Special Health Care

Contract with the Florida Healthy Kids Corporation to process Kid Care applications; determine eligibility for the Children's Health Insurance Plans under Title XXI of the Social Security Act (Title XXI SCHIP Program); refer children to Medicaid or Children's Medical Services (CMS); enroll children in Title XXI programs; collect premiums; and administer the Healthy Kids program including selecting networks for care, establishing rates; program outreach, collecting required local contributions, and purchasing insurance coverage for school age children and their siblings; purchasing choice counseling and health care coverage or services for children enrolled in the MediKids program through the Medicaid Managed Care program, as well as special needs children enrolled under Title XXI CMS.

2 Budget Entity/Service: Executive Direction/Support Services

Provides executive direction and support for the Medicaid program by delivering financial, budget, policy and logistical support; purchasing health care services and ensuring that purchased care is appropriate and medically necessary; eliminating waste, fraud and abuse; and improving quality of care provided to beneficiaries.

3 Budget Entity/Service: Medicaid Services to Individuals

Recruit and enroll sufficient providers to meet the medical needs of eligible beneficiaries. Develop programs to improve client outcomes and set standards for service. Purchase medically needed services for beneficiaries under the Medicaid program in which enrolled. Monitor quality of care provided and compliance with standards. Institute steps to improve quality, efficiency, cost, and access to care. Recruit health maintenance organizations (HMO) to participate in Medicaid, set standards, and contract with HMOs electing to participate in Medicaid. Annually set rates for pre-paid plans and ensure compliance with standards. Promote quality improvement by plans. Resolve beneficiary and provider complaints.

4 Budget Entity/Service: Medicaid Long Term Care

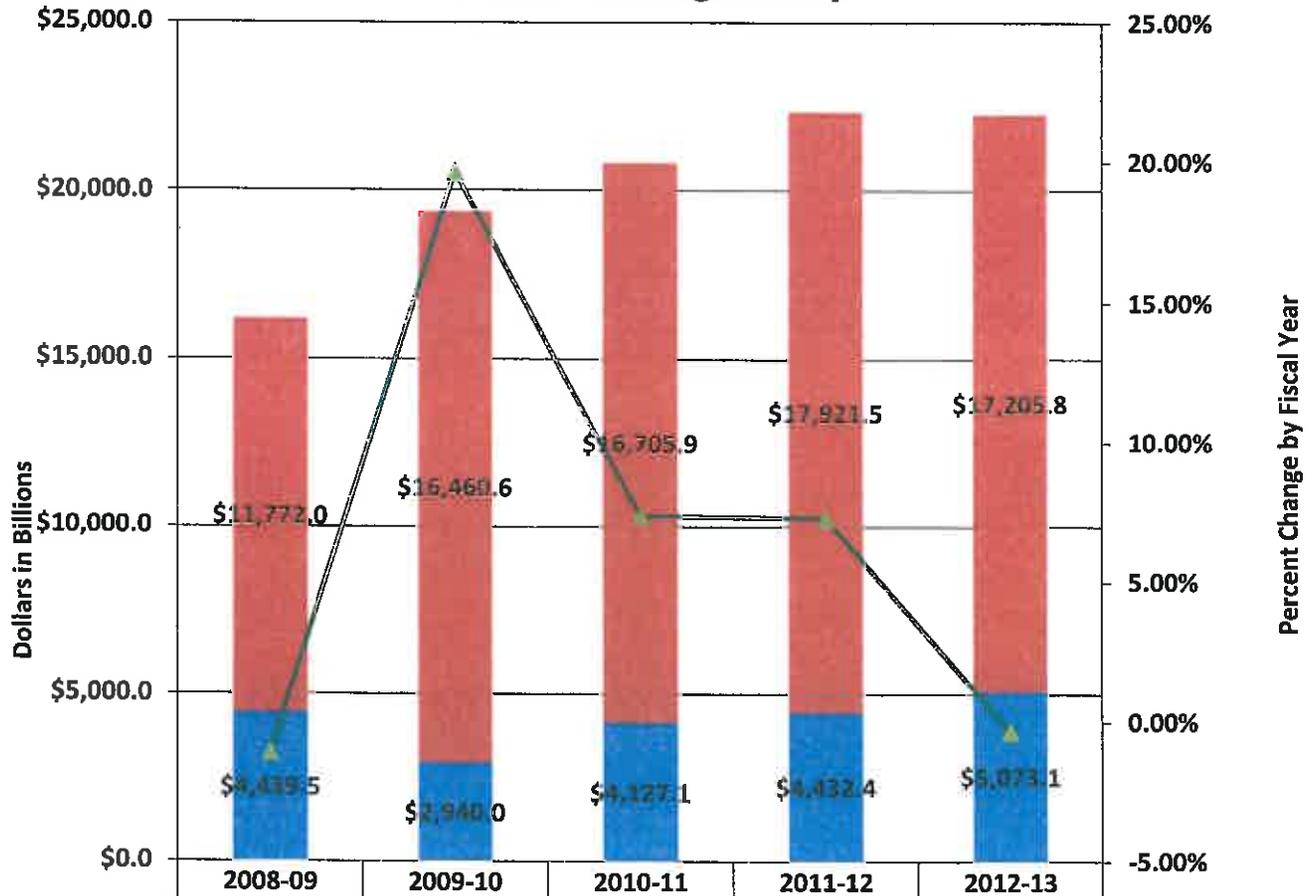
Recruit and enroll long term care providers, set standards, and establish reimbursement levels. Purchase long term care services for persons who meet institutional level of need requirements and are either eligible for regular Medicaid or are financially eligible only if receiving long term care services; purchase eligible services for the developmentally disabled as determined needed by the Agency for Persons with Disabilities. Resolves beneficiary and provider complaints and prepare federal waivers and state plan amendments.

C Program: Health Care Regulation

1 Budget Entity/Service: Health Care Regulation

Provides health facility licensure and survey, as well as practitioner compliance enforcement services in the establishment, construction, maintenance, and operation of health care facilities and service providers by providing for licensure and monitoring of the same through the development and enforcement of minimum standards.

Agency for Health Care Administration 5-Year Funding History



■ Trust Fund	\$11,772.0	\$16,460.6	\$16,705.9	\$17,921.5	\$17,205.8
■ General Revenue	\$4,439.5	\$2,940.0	\$4,127.1	\$4,432.4	\$5,073.1
▲ Percent Change from Prior Year	-1.11%	19.67%	7.38%	7.30%	-0.34%

AGENCY FOR HEALTH CARE ADMINISTRATION
Trust Funds

#	Trust Fund	Controlling Statutory Authority	Statutory Purpose of Trust Fund	Specific Revenue Source(s)	Activities Currently Funded	2013-14 Base Budget
1	Administrative Trust Fund	CH. 04-191, 00-057, LOF; 215.32, 20.425,	Management activities that are departmental in nature and funded by indirect cost earnings and assessments against trust funds.	Funds are primarily derived from indirect cost earnings and trust fund assessments.	Funds management activities that are departmental in nature.	\$ 19,749,852
2	Grants & Donation Trust Fund	CH. 04-193, 00-059, LOF; s. 215.32, 20.425, 409.916, F.S.	To support the activities associated with allowable grant or donor agreement activities and to support the activities associated with administering the Children's Special Health Care, drug rebate, quality assessment, nursing home lease bond, Medicaid fraud and abuse recoupment programs.	Funds are primarily derived from premiums collections, drug rebates, refunds, county distributions, nursing home lease bond, quality assessments, and state grants.	Funds Children's Special Health Care, drug rebate, quality assessment, nursing home lease bond, and the Medicaid fraud and abuse recoupment programs.	\$ 2,457,460,353
3	Health Care Trust Fund	CH. 04-190, 00-056, LOF; s. 408.16, 20.425, 400.063, F.S.	To support the activities associated with the regulation of facilities and providers pursuant to chapters 408 and 641, F.S., and any other purpose related to the enforcement of these chapters.	Funds are primarily derived from license fees, administrative fines, taxes, cigarette surcharge, federal grants, refunds, and transfers from other state agencies.	Funds regulatory activities.	\$ 885,316,214
4	Medical Care Trust Fund	CH. 04-194, 00-060, LOF; s. 20.425, F.S.	To provide health care services to individuals eligible pursuant to the requirement and limitation of Title XIX and Title XXI of the Social Security Act.	Funds are primarily derived of receipts from federal and state grants, refunds, and distributions from other departments.	Funds health care services provided to eligible individuals through Title XIX and Title XXI of the Social Security Act.	\$ 12,751,987,118
5	Public Medical Assistance Trust Fund	CH. 04-197, 00-063, LOF; s. 20.425, 394.4786, 395.701,	To support program activities associated with providing health care services to indigent persons.	Funds are primarily derived from fines, forfeitures, cigarette taxes and hospital assessments.	Funds health care services provided to eligible individuals through Title XIX of the Social Security Act.	\$ 561,410,000
6	Quality of Long Term Care Trust Fund	CH. 04-229, 01-205, LOF; s. 20.425, 400.0238, 400.0239, 400.0239, F.S.	To support activities and programs directly related to the improvement of the care of nursing homes and assisted living facility residents.	Funds are primarily derived from fines and forfeitures.	Funds activities and programs directly related to the improvement of the care of residents residing in nursing homes and assisted living facilities.	\$ 1,000,000
7	Refugee Assistance Trust Fund	CH. 04-198, 00-064, LOF; s. 20.45, F.S.	To provide medical assistance to individuals eligible pursuant to the requirements and limitations of 45 Code of Federal Regulations Parts 400 and 401.	Funds are primarily derived from federal grant funds under the Refugee Resettlement program and the Cuban/Haitian Entrant program transferred from the Department of Children and Family Services.	Funds medical assistance to individuals under the Refugee Resettlement program and the Cuban/Haitian Entrant program.	\$ 27,603,060
8	Tobacco Settlement Trust Fund	CH. 04-192, 00-058, LOF; s. 20.425, F.S.	To support activities and programs directly related to the implementation of the Children's Special Health Care and Medicaid programs.	Funds are primarily derived from Tobacco Settlement funds transferred from the Department of Financial Services.	Funds health care services provided to eligible individuals through Title XIX and Title XXI of the Social Security Act.	\$ 153,734,741