



Health Care Appropriations Subcommittee

September 17, 2015
3:00 – 5:00 PM
Webster Hall (212 Knott)

Meeting Packet



The Florida House of Representatives

Appropriations Committee

Health Care Appropriations Subcommittee

Steve Crisafulli
Speaker

Matt Hudson
Chair

September 17, 2015

AGENDA

3:00 PM – 5:00 PM

Webster Hall

- I. Call to Order/Roll Call
- II. Presentations on FY 2016-17 Legislative Budget Requests & Issues for Possible Reduction

Department of Veterans' Affairs
Mike Prendergast, Executive Director

Agency for Health Care Administration
Tonya Kidd, Deputy Secretary of Operations

Department of Children & Families
Kimberly McMurray, Chief Operations Officer

- III. Closing/Adjourn



FLORIDA DEPARTMENT OF VETERANS' AFFAIRS

Honoring those who served U.S.

House of Representatives HCA Subcommittee Meeting – September 17, 2015
FY 2016-17 Legislative Budget Request &
Schedule V-III B – Priority Listing of Agency Budget Issues for Possible Reductions
Mike Prendergast, Executive Director
www.FloridaVets.org

Florida Department of Veterans' Affairs

FY 2016-17 Legislative Budget Request



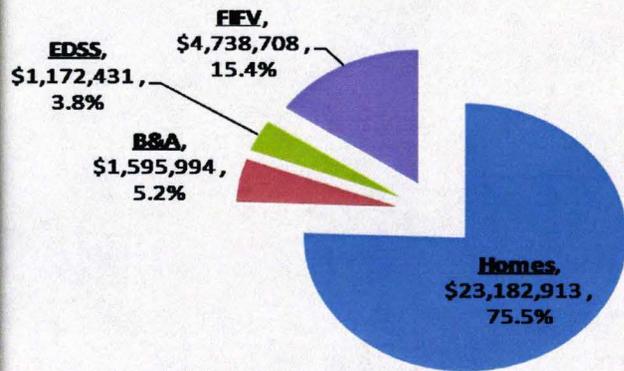
FDVA FY 2016-17 LBR Summary by Priority and Funding Source

Issue	Priority	BE	Additional Funds	Additional Authority		Total Request
			General Revenue	State Trust Funds	Federal Trust Fund	
Homes Program, Executive Direction & Support Services (EDSS), Division of Veterans' Benefits & Assistance (B&A)						
Capital Improvement Plan (CIP)	1	Homes		\$2,000,000		\$2,000,000
41 Mission Essential FTEs - Direct Care for SVNH	2	Homes		\$1,771,091		\$1,771,091
New State Veterans' Nursing Homes Construction (SVNH) - #7 & #8 & #9	3	Homes	\$1,938,650	\$2,363,644	\$7,989,974	\$12,292,268
IT - Software Licenses	4	EDSS	\$34,143			\$34,143
14 Mission Essential FTEs - VCEs	5	B&A	\$1,019,234			\$1,019,234
3 Mission Essential FTEs - Purchasing for SVNH	6	Homes		\$187,230		\$187,230
2 Mission Essential FTEs - Comp. System Specialist & Administrator	7	EDSS	\$172,891			\$172,891
3 Mission Essential FTEs - Legislative, Cabinet Affairs, Veterans' Hall of Fame	8	EDSS	\$306,979			\$306,979
1 Mission Essential FTEs - Comp. System Analyst	9	Homes		\$74,113		\$74,113
IT Network lines to support B&A offices	10	EDSS	\$21,363			\$21,363
Additional Equipment	11	Homes		\$1,136,000		\$1,136,000
5 Mission Essential FTEs - Bureau of Information & Research	12	EDSS	\$450,781			\$450,781
0.5 Mission Essential FTE Admin. Assistant	13	EDSS	\$27,665			\$27,665
Pay Additive	14	All	\$602,715	\$5,773,365		\$6,376,080
Replace Transport Van	15	Homes		\$81,500		\$81,500
Technical issue - Switch funding of 13 FTEs	16	B&A	\$909,654	-\$909,654		\$0
Sub-Total - Homes Program, EDSS, B&A			\$ 5,484,075	\$ 12,477,289	\$ 7,989,974	\$ 25,951,338
% of Total Request			53.6%	100.0%	100.0%	84.6%
Florida Is For Veterans, Inc. (FIFV)						
FIFV-Workforce Training Grants	17		\$2,000,000			\$2,000,000
FIFV-Entrepreneur Training	18		\$1,000,000			\$1,000,000
FIFV-Operations	19		\$447,840			\$447,840
FIFV-Operations/Outreach	20		\$1,290,868			\$1,290,868
Sub-Total - FIFV			\$ 4,738,708			\$ 4,738,708
% of Total Request			46.4%	0.0%	0.0%	15.4%
Total FDVA Request	FTE=69.5		\$10,222,783	\$12,477,289	\$7,989,974	\$30,690,046

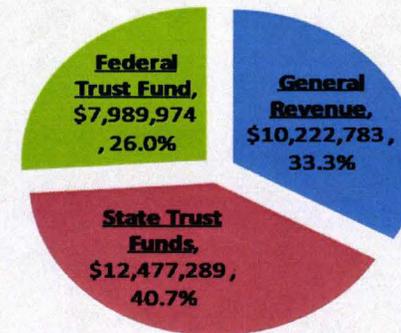


Total FDVA FY 2016-17 LBR Request

FY 2016-17 LBR Request by Budget Entity



FY 2016-17 LBR Request by Funding Source



Summary of FY 2016-17 Legislative Budget Request

Budget Entity	General Revenue	Trust Funds			Total All	FTE (Positions)
		State	Federal	Total Trust Funds		
State Veterans' Homes Program (Homes)	\$ 1,938,650	\$ 13,254,289	\$ 7,989,974	\$ 21,244,263	\$ 23,182,913	45
Division of Veterans' Benefits & Assistance (B&A)	\$ 2,378,761	\$ (782,767)		\$ (782,767)	\$ 1,595,994	14
Executive Direction and Support Services (EDSS)	\$ 1,166,664	\$ 5,767		\$ 5,767	\$ 1,172,431	10.5
Sub-Total Homes, EDSS, B&A	\$ 5,484,075	\$ 12,477,289	\$ 7,989,974	\$ 20,467,263	\$ 25,951,338	69.5
Florida Is For Veterans, Inc. (FIFV)	\$ 4,738,708				\$ 4,738,708	
Total Request	\$ 10,222,783	\$ 12,477,289	\$ 7,989,974	\$ 20,467,263	\$ 30,690,046	69.5
% of Total All	33.3%	40.6%	26.1%	66.7%	100.0%	



FDVA FY 2016-17 LBR – Priority 1
State Veterans' Homes Program
Fixed Capital Outlay – Capital Improvement Plan

- Increase in Budget Authority for upgrades and renovation projects for seven (7) State Veterans' Homes.
 - State Homes for Veterans Trust Fund – \$2,000,000
- Site-specific facilities plans for maintenance, repair and replacement of fixed capital outlay, and emergency repair at the State Veterans' Domiciliary Home (SVDH) and each of the six State Veterans' Nursing Homes (SVNH) operated by the department.
- Capital renewal is necessary to properly maintain current and anticipated buildings and systems, and encompasses on-going activities to identify, prevent, and correct conditions that, left untreated, result in a reduction or elimination of serviceable component systems.
- Examples of Capital Improvement Plan projects are:
 - Building Systems – Replacement of carpets, painting, replacement of water pump, cleaning of air duct, replacement of roof, etc.
 - Campus Systems – Road system paving, etc.



FDVA FY 2015-16 LBR – Priority 2 State Veterans' Homes Program Forty One (41) Mission Essential Positions – Direct Care

- Over the past five years our SVNH's have increased in population CENSUS from averaging 82% to a current population of over 99%.
- Request is needed to meet the needs of our homes and to meet the minimum weekly average of certified nursing staff of 3.6 hours of direct care per resident day.
 - Provide the best care possible to the veteran residents,
 - Protect the physical and mental well-being of our direct care staff,
 - Reduce liabilities,
 - Maintain 5-star level of quality of care
- Daytona = 5 (3 Sr. CNA and 2 RN); St. Augustine = 7 (5 Sr. CNA and 2 RN); Land O Lakes = 8 (3 Sr. CNA and 5 RN); Port Charlotte = 6 (4 Sr. CNA and 2 RN); Pembroke = 3 (2 Sr. CNA and 1 RN); Panama City = 6 (3 Sr. CNA and 3 RN); Lake City = 6 (3 Sr. CNA and 3 RN); Total All = 41 (23 Sr. CNA and 18 RN)

FDVA FY 2016-17 LBR – Priority 3 State Veterans' Homes Program **Construction of New SVNH– SBNH #7, SVNH #8, and SVNH #9**

- Budget authority in the O&M TF and the Federal TF to continue construction of the 7th state owned State Veterans' Nursing Home (SVNH) in St. Lucie County.
- General Revenue (GR) funding and budget authority in the Federal TF for Start-up construction costs for the 8th and 9th state owned SVNH.
- The three (3) SVNHs will be built and funded in partnership with the United States Department of Veterans Affairs on a cost-share basis.

	State (35%)		Federal (65%)	Total
	GR	O&M TF	Federal TF	
SVNH #7		\$ 2,363,644	\$ 4,389,624	\$ 6,753,268
SVNH #8	\$ 1,448,650		\$ 2,690,350	\$ 4,139,000
SVNH #9	\$ 490,000		\$ 910,000	\$ 1,400,000
Total	\$ 1,938,650	\$ 2,363,644	\$ 7,989,974	\$ 12,292,268

Note: Construction Costs for each SVNH = \$39.8M



FDVA FY 2015-16 LBR – Priorities 6 & 9 State Veterans' Homes Program

Mission Essential FTEs: 3 Purchasing Specialists & 1 Systems Analyst

- O&M Trust Fund authority to support:
 - 3 Purchasing Specialists to be located in Alexander Nininger, Emory Bennett and Chester Sims (\$187,230 of which \$13,206 is non-recurring).
 - To fulfill the requirements for procurement and purchasing of goods and services, currently being provided by staff outside the facility.

 - 1 IT Computer System Analyst (\$74,113 of which \$5,303 is non-recurring)
 - To fulfill the increased technology needs of the facilities.
 - Within the last ten years the number of computer systems in the homes has almost tripled to support their use of electronic records keeping.

FDVA FY 2016-17 LBR – Priority 15

State Veterans' Homes Program

Replacement of Vehicle – Handicapped Accessible Wheelchair Van

- Increase in Budget Authority to replace a Fund to replace one (1) vehicle that has exceeded its' useful life, and has reached DMS “drop dead” replacement criteria.
- State Operations & Maintenance Trust Fund - \$81,500 (non-recurring)
- The vehicle is a 15 passenger handicapped accessible wheelchair van used by Veterans' Nursing Home staff to transport residents to outings, appointments, etc. Replacing this high mileage, very aged, vehicle with a newer, more reliable vehicle will greatly enhance the lives of our veterans.
- Current number of years (12+) exceeds DMS replacement criteria.

FDVA FY 2016-17 LBR – Priority 4 Executive Direction & Support Services (EDSS) IT Annual Licenses

- Funds to support annual McAfee protection suite and our new Perimeter Defense/VOIP Intrusion Protection System (IPS).
 - General Revenue - \$34,143
- The Department's IT Initiatives are to ensure adequate network security systems are in place in accordance to Rule 71A, Florida Administrative Code.
- To accomplish this, the Department upgraded existing end of life firewalls and added management and analyzer features to proactively ensure that all PHI and VOIP data within the network is protected in accordance with HITECH, Title 45 Code of Federal Regulations, sec. 64.310 (a)(1), and HIPAA 45 CFR sec 164.312.

FDVA FY 2015-16 LBR – Priorities 7, 8, & 13

Executive Direction & Support Services (EDSS)

Mission Essential FTEs: 2 IT; 3 Cab & Leg Affairs; 0.5 HQ-Tallahassee

➤ General Revenue Funding to support:

- 2 – System Program Administrator, Computer System Specialist (\$172,891 of which \$60,606 is non-recurring)
 - To fulfill the needs identified by the Florida Auditor General and minimize the high risk to the Department's computer security as well as the States computer software infrastructure.
 - Within the last ten years the number of computer systems in B&A and EDSS has increased from 13 locations to 22.
 - To support their use of electronic records keeping.

- 3 – Cabinet Affairs, Legislative Affairs, Hall of Fame (\$306,979 of which \$14,730 is non-recurring).
 - To handle workload, legislative agenda, pursue new benefits and services for veterans and comply with requirements.
 - Assist meeting the goal of making Florida the most veteran friendly state in the nation.
 - Handle constituent issues and be able to do research for legislative inquiries.

FDVA FY 2015-16 LBR – Priorities 7, 8, & 13

Executive Direction & Support Services (EDSS)

Mission Essential FTEs: 2 IT; 3 Cab & Leg Affairs; 0.5 HQ-Tallahassee

- General Revenue Funding to support (Continuation):
 - 0.5 – Adm. Assistant (\$27,665)
 - Currently the Tallahassee Office has a part-time (.5 FTS) that manages the day-to-day office requirements. However, OPS staff is being used to serve the other .5 schedule.
 - Minimize the use of OPS employees and have a full-time subject matter expert in the office providing the best customer service to veterans, their families and stakeholders.

FDVA FY 2016-17 LBR – Priority 12
Executive Direction & Support Services (EDSS)
Bureau of I&R – Five (5) Mission Essential Positions

- Requests funding for (5) Full Time Equivalent (FTE) mission essential positions in the Department's Executive Direction and Support Services (EDSS).
- General Revenue – \$450,781 (\$25,906 non-recurring)
 - To fulfill statutory requirements pursuant to section 20.37(2)(a)(1), Florida Statutes.
 - The Bureau of Information and Research (Bureau of I&R) will be responsible for:
 - Strategic planning, research, project management, compilation and analysis of data related to Florida veterans and their dependents.
 - Preparation of studies, briefings, speeches, articles and other time-sensitive projects to promote the agencies position on vital Veterans Affairs issues to Florida's government, media, and the public at large and provide stakeholders relevant data and information to be used for decision-making and development of strategies for the benefit of the State of Florida and its veterans.

FDVA FY 2016-17 LBR – Priority 10

Executive Direction & Support Services (EDSS)

IT Network Lines

- General Revenue - \$21,363
- To support increasing network bandwidth and the addition of four new service lines in the Division of Veterans' Benefits and Assistance locations to support their new web hosted Veterans Benefits Information System.
- To support a shared network line with Department of Management Services (DMS) at the Capitol Building Complex.

FDVA FY 2016-17 LBR – Priority 14 Executive Direction & Support Services (EDSS) **Pay Additive for All FTEs**

- The Department requests an increase in the Departments' overall Salary and Benefits funding by \$6,376,080.

	<u>O&MTF</u>	<u>GR</u>	<u>Total All</u>
Homes	\$ 5,640,711	\$ -	\$ 5,640,711
B&A	\$ 126,887	\$ 449,873	\$ 576,760
EDSS	\$ 5,767	\$ 152,842	\$ 158,609
Total	\$ 5,773,365	\$ 602,715	\$ 6,376,080

- To attract the best talent for the open positions within the department and to keep pace with the private sector.
- To keep employees performing at the highest possible levels.
- The approval of this request would improve the overall efficiency of the department and attract workers, residents, and businesses to the State of Florida.

FDVA FY 2016-17 LBR – Priority 5
Division of Veterans' Benefits & Assistance (B&A)
Fourteen (14) Mission Essential Positions – VCEs

- General Revenue funds to support fourteen (14) additional mission critical positions in B&A - General Revenue - \$1,019,234 (68,803 non-recurring)
 - Seven (7) FTEs to support the Claims Services Bureau - 1 Women's Coordinator, 1 Homeless Coordinator, 5 VCEs
 - Training, increased issues, phone calls, complaints & investigations.
 - Assist the Veteran in navigating the Public Employee Relations Commission or PERC process, conduct hearings and all of the duties assigned to this position.
 - Representing veterans in Decision Review Officer and Board of Veterans' Appeals Hearings, disability claims and review of VA rating decisions.
 - Seven (7) FTEs to support the Field Services Bureau – 7 VCEs
 - Outreach across the entire state, and being able to only allow Veterans to sign in for counseling.
 - Currently, several offices turn away 10-20 veterans per day as there are too few VCEs to accommodate the veterans who seek assistance.
 - Increased workload as veterans of all ages come to Florida to attend school, build a post-military career life, or retire.

16• FY 2014-15 VCEs Return on Investment (ROI) = \$121:\$1



FDVA FY 2016-17 LBR – Priority 16a & 16b
Division of Veterans' Benefits & Assistance (B&A)

Shifting of Funding from O&M TF to GR (ADD & DELETE)

- Funding shift from the O&M TF (deduct) to GR (add) for the continuation of funding of 13 existing positions.
- Net of this request is \$0
 - O&M TF – -\$909,654
 - GR – +\$909,654

FDVA FY 2016-17 LBR

Veterans Employment & Training Services – Florida Is For Veterans, Inc.

- FDVA requests on behalf of FIFV \$4,738,808 to meet the duties and responsibilities pursuant to sections 295.21 and 295.22, Florida Statutes.
- Operations - \$447,940
- Operations – Outreach - \$1,290,868
- Grants & Aids Entrepreneur Training - \$1,000,000
- Grants & Aids Workforce Training Grants - \$2,000,000
- Total General Revenue request = \$4,738,808

Florida Department of Veterans' Affairs

FY 2016-17 Schedule VIII B-2 Possible Reduction Issues

Florida Department of Veterans' Affairs

Summary of FY 2016-17 Possible Reduction Issues

Priority 01 State Veterans' Nursing Homes (50100100)			
Code	Appr Title	Fund	Amount
030000	OPS	2516	\$ 939,970
040000	Expense	2516	\$ 1,191,684
060000	OCO	2516	\$ 18,350
070000	Food	2516	\$ 322,656
100777	Contracted Services	2516	\$ 469,093
Sub-Total			\$ 2,941,753

Priority 02 Veterans' Benefits and Assistance (BA) (50100700)			
Code	Appr Title	Fund	Amount
010000	Salaries & Benefits	1000	\$ 178,375
030000	OPS	1000	\$ 12,000
040001	Expense	1000	\$ 39,842
Sub-Total			\$ 230,217

Priority 03 Executive Direction and Support Services (50100400)			
Code	Appr Title	Fund	Amount
030000	OPS	1000	\$ 3,197
040000	Expense	1000	\$ 98,356
060001	OCO	1000	\$ 11,871
100777	Contracted Services	1000	\$ 41,079
Sub-Total			\$ 154,503

Priority 04 Veterans Employment & Training Services (50100800)			
Code	Appr Title	Fund	Amount
050689	Grants & Aids Operations	1000	\$ 17,205
Sub-Total			\$ 17,205

Total All	
GR	\$ 401,925
TF	\$ 2,941,753
Total All	\$ 3,343,678

Florida Department of Veterans' Affairs Summary of FY 2016-17 Reduction Issues

Priority 1 – State Veterans' Homes Program – O&M TF: -\$2,941,753

- Reduction would result in an equal reduction in the long term health care services provided to our veteran residents.
- Would negatively impact the ability of the facilities to operate in compliance with state and federal mandates.

Priority 2 – Division of Veterans' Benefits & Assistance – GR: -\$230,217

- Reduction would result in a decrease in veterans' services and outreach to veterans.
- Would decrease ability to garner federal dollar garnered through advocacy on behalf of Florida's veteran, which potentially frees dollars from state expenditures.

Priority 3 – Executive Direction & Support Services – GR: -\$154,503

- Reduction would require significant reductions in the level of support and oversight provided to the State Veterans' Homes Program and Division of Veterans' Benefits and Assistance.
- Would negatively impact the ability of the Department to advocate for Florida veterans.

Priority 4 – Veterans Employment & Training Services – GR: -\$17,205

- Reduction would require reductions in funding of the operations of Florida Is For Veterans, Inc. (FIFV).
- Would negatively impact FIFV's ability to provide veterans the services mandated by law.



Summary

A **veteran** is a person who, at some point in his or her life wrote a blank check made payable to the United States of America for an amount up to and including their life. We humbly embrace our mission of advocating with purpose and passion for **Florida's Veterans** as an expression of our thanks for their selfless service and sacrifice.



End of Presentation

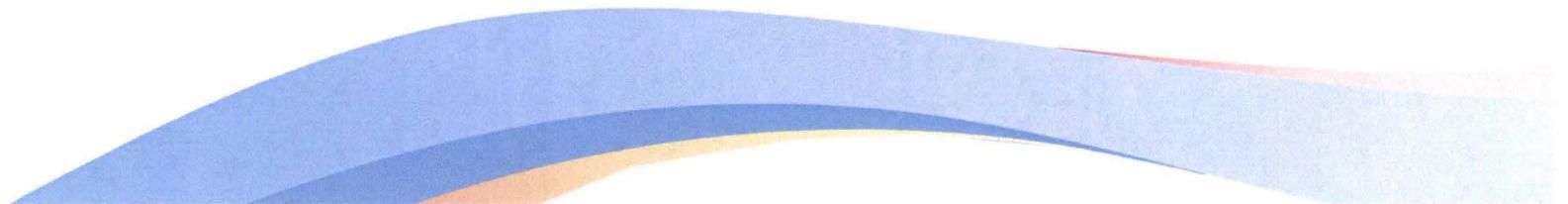
COLONEL MIKE PRENDERGAST, USA, RETIRED
EXECUTIVE DIRECTOR
www.FloridaVets.org

Agency for Health Care Administration

**Legislative Budget Requests & Schedule V-III B Reductions
Fiscal Year 16-17**

House Health Care Appropriations
Subcommittee

September 17, 2015



Legislative Budget Request Overview

Total Budget Request for FY 2016-2017:

- \$25.8 billion (\$6.48 billion GR; 19.32 billion TF)
- Includes 1,565 FTEs

Funding the Agency's requests will:

- Improve efficiency and effectiveness of current processes,
- Address mandates, or
- Address increased workload



Legislative Budget Request Overview

Priority Issues for the Agency for Health Care Administration

1. Florida Medicaid Management Information System –FMMIS - \$1,895,665 GR and \$15,537,728 TF = \$17,433,393

This issue requests non-recurring funding for the procurement of the Florida Medicaid Management Information System, and the Decision Support System, and fiscal agency services. The current contract expires June 2018.

- Continues the Independent Validation and Verification Oversight vendor (federally required)
- Continues the Research and Options Development
- Continues the Project Management Office

Goal is to award the contract to a vendor in January 2017 so they can begin design, development and implementation activities to ensure successful transition by June 2018.



Legislative Budget Request Overview

Priority Issues for the Agency for Health Care Administration

2. Develop a Nursing Home Prospective Payment Process - \$250,000 GR and \$250,000 TF = \$500,000

This issue requests non-recurring funding to contract with an independent consultant to develop a plan to convert the current nursing facility cost-based per diem reimbursement payment process to a nursing facility prospective payment process. This reimbursement method removes the need for post payment cost settlement and aligns better with Statewide Medicaid Managed Care (SMMC).



Legislative Budget Request Overview

Priority Issues for the Agency for Health Care Administration

3. Telecommunication Services - \$575,000 TF

This issue requests an increase in the Expense category to replace budget that was eliminated from an old budget category (Data Processing Services TRC – DMS). This category was used to transfer funds to the Department of Management Services for the cost of telecommunication services such as MyFloridaNet, Suncom, Local Area Network, Wide Area Network and Voice Over Internet Protocol (VOIP) telephone services.



Legislative Budget Request Overview

Priority Issues for the Agency for Health Care Administration

4. Supplemental Legal Representation – \$3,228,318 TF

This issue requests continuation of non-recurring funding to allow the agency's Office of General Counsel to hire outside counsel to cover the cost of projected litigation expense and to continue temporary OPS staff to assist with increased workload due to increasing number of on-going legal cases.

- Significant number of Division of Administrative Hearing cases due to various audits conducted by the agency
- Administrative Appeals through the federal Department of Health and Human Services
- Various federal lawsuits (Florida Pediatric Society; US v State of Florida)



Legislative Budget Request Overview

Priority Issues for the Agency for Health Care Administration

5. Advanced Data Analytics and Detection Services - \$2,935,000 TF

This issue requests continuation of non-recurring funding to continue the third year of subscription-based advanced data analytics and detection services contract. Continuing these services allows the agency to more effectively detect and prevent Medicaid fraud and abuse. These funds will be used to:

- Integrate new data sources to enhance detection methods
- Collaborate with other state agencies to develop data algorithms to increase functionality and uses for the system



Schedule VIII-B

This is a required budget exercise each year to mitigate any potential General Revenue shortfall

The Agency's target 5% reduction for this exercise is:

\$239,690,662 – General Revenue

\$151,770,859 – State Trust Funds

\$391,461,521 – Total Budget Reduction Target



Schedule VIII-B

1. Hospital Inpatient DRG Automatic Add On Rate Reduction of 1%
 - The agency would achieve this reduction by decreasing the DRG automatic add-on reimbursement rates for hospital inpatient services by 1% and utilizing the pass through impact on the prepaid health plan category.

Total savings: \$28,574,894

\$11,042,227 GR

\$17,416,958 MCTF

\$ 115,709 RATF

Hospital Inpatient (\$5,578,817)

Prepaid Health Plan (\$22,996,077)



Schedule VIII-B Continued

2. Hospital Inpatient DRG Provider Policy Adjustors Removal

- The agency would achieve this reduction by removing the DRG provider policy adjustors which will reduce reimbursement rates for hospital inpatient services and utilizing the pass through impact on the prepaid health plan category.

Total savings: \$97,208,279

\$37,677,929 GR

\$59,530,350 MCTF

Hospital Inpatient (\$18,978,447)

Prepaid Health Plan (\$78,229,832)



Schedule VIII-B Continued

3. Hospital Inpatient DRG Service and Age Policy Adjustors Removal

- The agency would achieve this reduction by removing the DRG service and age policy adjustors which will reduce reimbursement rates for hospital inpatient services and utilizing the pass through impact on the prepaid health plan category.

Total savings: \$55,545,166

\$21,529,307 GR

\$34,015,859 MCTF

Hospital Inpatient (\$10,844,354)

Prepaid Health Plan (\$44,700,812)



Schedule VIII-B Continued

4. Hospital Inpatient DRG Trauma Center Add-On Removal

- The agency would achieve this reduction by removing the DRG trauma center add-on which will reduce reimbursement rates for hospital inpatient services and utilizing the pass through impact on the prepaid health plan category.

Total savings: \$127,030,777

\$49,237,129 GR

\$77,793,648 MCTF

Hospital Inpatient (\$24,800,839)

Prepaid Health Plan (\$102,229,938)



Schedule VIII-B Continued

5. Hospital Outpatient 10% Rate Reduction

- The agency would achieve this reduction by decreasing the reimbursement rates for hospital outpatient services by 10 percent and utilizing the pass through impact on the prepaid health plan category.

Total savings: \$74,808,181

\$28,912,408 GR

\$45,606,899 MCTF

\$ 288,874 RATF

Hospital Outpatient (\$17,101,033)

Prepaid Health Plan (\$57,707,148)



Schedule VIII-B Continued

6. Drug Rebate Collection Reduction Reduction

- For FY 2016-17, \$30,000,000 in spending authority for prescribed medicine can be reduced due to the lower estimate on drug rebate collections.

Total savings: \$30,000,000 - GDTF

Prescribed Medicine (\$ 7,688,886)

Prepaid Health Plan (\$22,311,114)



Schedule VIII-B Continued

7. Contracted Services Reductions

- For FY 2016-17, \$2,125,000 in spending authority for contracted services can be reduced due for the following services:

Enrollment Broker Services - \$1,000,000 MCTF

This contract provides manpower and staff to assist Medicaid beneficiaries with information and assistance associated with enrolling in a Medicaid Managed Care plan.

Quality Improvement and Utilization Management Services - \$1,125,000 MCTF

These services are provided in the fee-for service Medicaid system. The agency has realized savings in this area, and this furthers the savings due to significantly fewer fee for service prior authorizations and care coordination services.



Schedule VIII-B Continued

8. Prepaid Health Plan Capitation 5.16% Rate Reduction

- The agency would achieve this reduction by decreasing the capitation rate paid to the Medicaid Managed Care plans for providing Medicaid benefit packages to beneficiaries. This reduction could only occur if the capitation rates can achieve an actuarial soundness certification. This unit cost would decrease by \$17.18 per unit of service.

Total Savings \$596,968,360

\$230,653,272 GR

\$363,660,750 MCTF

\$ 2,654,338 RATF



Questions?



Better Health Care for All Floridians
AHCA.MyFlorida.com



Rick Scott, Governor
Mike Carroll, Secretary



Prepared for House Health Care Appropriations
Subcommittee

The Department of Children and Families
Fiscal Year 2016-2017
Legislative Budget Request
September 17, 2015

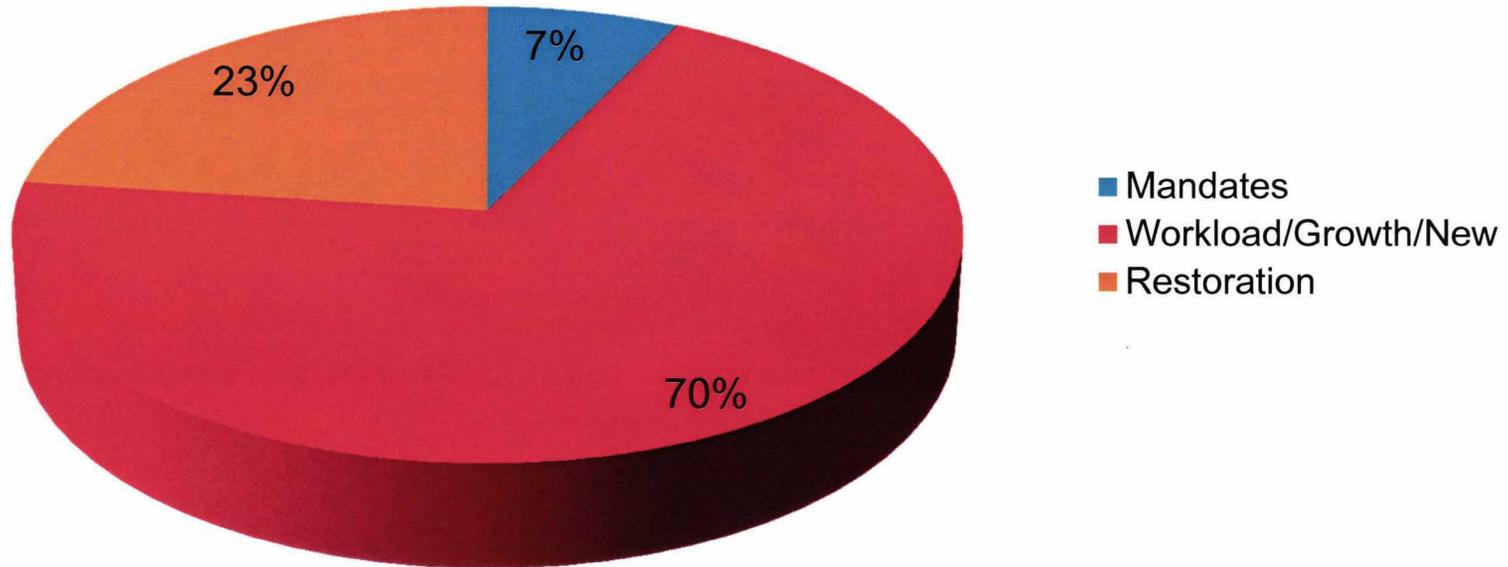
Mission:

To work in partnership with local communities to protect the vulnerable, promote strong and economically self-sufficient families, and advance personal and family recovery and resiliency.

DCF Mission

- **To Work in Partnership with Local Communities to Protect the Vulnerable**
- **Promote Strong and Economically Self-sufficient Families**
- **Advance Personal and Family Recovery and Resiliency**

Florida Department of Children and Families Fiscal Year 2016-2017 Budget Proposal Request



Mandates	\$8,100,445
Workload/Growth/New Initiatives	\$72,566,290
Restoration	\$25,958,512
Total Request	\$106,625,247
Request % of Total Budget	3.50%

Florida Department of Children and Families Fiscal Year 2016-2017 LBR Initiatives Safety Management & Child Well-being

Initiatives	Type	GR	Federal	Total
CBC - Case Managers and Safety Management Services	Workload/Growth /New	\$7,456,706	\$15,443,726	\$22,900,432
Child Welfare Improvement Training – Title IV-E	Workload/Growth /New		\$3,142,400	\$3,142,400
Child-Parent Psychotherapy Expansion	Workload/Growth /New	\$617,200		\$617,200
Healthy Families Expansion (includes High Risk)	Workload/Growth /New	\$1,023,125	\$1,488,375	\$2,511,500
Increase for the Office of the State Attorney’s Contract for the Provision of Children’s Legal Services in Circuit 6	Workload/Growth /New	\$249,500		\$249,500
Expansion of Services to Adolescent Victims of Commercial Sexual Exploitation	Workload/Growth /New	\$1,762,560		\$1,762,560
Strengthening Child Safety Practice Through Technology	Workload/Growth /New	\$2,126,194	\$4,571,816	\$6,698,010
Maintenance Adoption Subsidies (MAS)	Workload/Growth /New	\$2,444,177	\$4,288,961	\$6,733,138
Community Based Risk Pool	Restore	\$5,000,000		\$5,000,000
Emergency Solutions Grant Increase	Workload/Growth /New		\$808,951	\$808,951
Total		\$20,679,462	\$29,744,229	\$50,423,691

**Florida Department of Children and Families
Fiscal Year 2016-2017 LBR Initiatives
Implementation of Coordinated System of Behavioral Health Services**

Initiatives	Type	GR	Federal	Total
Expansion of Team Intervention to Prevent Out-of-Home Care for At-Risk Children (FIT and CAT)	Workload/Growth /New	\$6,550,000		\$6,550,000
Community Behavioral Health Services (1 FTE)	Workload/Growth /New	\$12,840,598		\$12,840,598
Restore Block Grant - \$4,247,869 in Mental Health and \$16,210,643 in Substance Abuse	Restore		\$20,458,512	\$20,458,512
Facility Safety and Efficiencies	Workload/Growth /New	\$2,779,281		\$2,779,281
Juvenile Incompetent to Proceed Program (JITP)	Workload/Growth /New	\$428,200		\$428,200
Total		\$22,598,079	\$20,458,512	\$43,056,591

**Florida Department of Children and Families
Fiscal Year 2016-2017 LBR Initiatives
Improved Operational Efficiency & Effectiveness**

Initiatives	Type	GR	Federal	Total
Results Oriented Accountability System (ROA)	Restore	\$500,000		\$500,000
Child Care Regulation Increase in Staffing to Implement New Federal Health and Safety Requirements (9 FTEs)	Workload/Growth /New		\$660,801	\$660,801
Expand Public Assistance Fraud Detection Capabilities (FIRRE)	Workload/Growth /New	\$127,182	\$846,103	\$973,285
Maintenance and Repair (FCO)	Workload/Growth /New	\$2,590,434		\$2,590,434
Improve Medicaid Program Integrity and Reduce Caseload Size	Workload/Growth /New	\$112,000	\$208,000	\$320,000
Total		\$3,329,616	\$1,714,904	\$5,044,520

**Florida Department of Children and Families
Fiscal Year 2016-2017 LBR Initiatives
Mandatory Issues**

Initiatives	Type	GR	Federal	Total
Marisa Amora Relief Bill Annual	Mandatory	\$1,700,000		\$1,700,000
Foster Care Cost of Living Board Rate	Mandatory	\$498,089	\$362,833	\$860,922
Cost of Living Adjustment – Mental Health Contracted Agencies	Mandatory	\$5,539,523		\$5,539,523
Total		\$7,737,612	\$362,833	\$8,100,445

**Florida Department of Children and Families
Fiscal Year 2016-2017 Schedule VIII B-2
Priority Listing for Possible Reduction
Exercise**

Priority	Program Activity	GR Reduction	State Trust Fund Reduction	Federal Reduction (SSBG, TANF, FGTF)	FY 16-17 Total Reduction	FY 16-17 FTE Reduction	FY 16-17 FTE Unfunded
1	REDUCE BENEFIT RECOVERY AND INTEGRITY			(\$130,464)	(\$130,464)		
2	INFORMATION TECHNOLOGY SERVICES REDUCTION			(\$128,887)	(\$128,887)		(2)
3	OFFICE OF THE SECRETARY	(\$4,000,000)		(\$1,082,650)	(\$5,082,650)	(10)	(51)
4	ASSISTANT SECRETARY FOR ADMINISTRATION	(\$6,500,000)	(\$2,276,601)	(\$73,688)	(\$8,850,289)	(104)	
5	REDUCE ACCESS ADMINISTRATION	(\$4,000,000)		(\$4,497,156)	(\$8,497,156)		(116)
6	COMMUNITY SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES PROGRAM OFFICE REDUCTION	(\$500,000)			(\$500,000)		
7	REGIONAL ADMINISTRATION GENERAL	(\$2,500,000)			(\$2,500,000)	(21)	(5)
8	CHILD CARE REGULATION REDUCTION			(\$2,520,207)	(\$2,520,207)		(19)
9	REDUCE ACCESS CALL CENTERS	(\$9,699,370)		(\$14,233,905)	(\$23,933,275)	(457)	
10	REDUCE ACCESS ELIGIBILITY	(\$26,000,000)		(\$28,280,331)	(\$54,280,331)		(959)
11	REDUCE TEMPORARY ASSISTANCE FOR NEEDY FAMILIES (TANF) CASH ASSISTANCE PAYMENTS	(\$26,619,044)		(\$78,763)	(\$26,697,807)		
12	REDUCE HOMELESSNESS	(\$1,000,000)		(\$438,332)	(\$1,438,332)		
13	REDUCE COMMUNITY SUBSTANCE ABUSE			(\$2,308,000)	(\$2,308,000)		
14	REDUCE COMMUNITY MENTAL HEALTH			(\$3,008,000)	(\$3,008,000)		
15	FAMILY SAFETY REDUCTION - ADULT PROTECTIVE SERVICES			(\$2,756,572)	(\$2,756,572)		(44)
16	FAMILY SAFETY REDUCTION - CHILD WELFARE			(\$1,306,884)	(\$1,306,884)		(4)
	Total Agency Reduction	(\$80,818,414)	(\$2,276,601)	(\$60,843,839)	(\$143,938,854)	(592)	(1,200)