

Summary of Allotment Reductions

	AF	SGF
Approved Budget	2,110,553,212	685,942,852
Less Aug. Allotment	<u>(14,079,254)</u>	<u>(6,020,860)</u>
August Approved	2,096,473,958	679,921,992
Less November Allotment	<u>(49,077,447)</u>	<u>(26,624,775)</u>
November Approved	2,047,396,511	653,297,217
Consensus Caseload	<u>(56,280,910)</u>	<u>(21,672,037)</u>
<i>If consensus caseload is not funded</i>	1,991,115,601	631,625,180

Summary of FY 2003 November Allotment

Description	All Funds	SGF
Administration Reductions	15,475,758	8,368,438
Grants and Contracts Reductions	9,036,732	6,506,584
Eligibility Reductions	3,519,025	1,400,909
Rate Reductions	9,058,276	4,530,296
Services Reductions	11,987,656	5,818,548
Total Allotment Reductions	<u>49,077,447</u>	<u>26,624,775</u>

Department of Social and Rehabilitation Services

Summary of FY 2003 November Allotment

December 4, 2002

Description	AF	SGF
ADMINISTRATION REDUCTIONS		
State Hospital Hiring Freeze and Workforce Reductions <ul style="list-style-type: none"> • 1 out of every 9 positions will be kept vacant. • This represents a reduction in workforce. 	762,282	762,282
State Hospital Operating Expenditure Reductions <ul style="list-style-type: none"> • Reduce maintenance and upkeep of hospital buildings and grounds and supplies available for administration and resident use. 	750,000	750,000
SRS Field Office Hiring Freeze and Workforce Reductions <ul style="list-style-type: none"> • 1 out of every 8 positions will be kept vacant. 	5,350,024	2,346,131
SRS Central Office Hiring Freeze and Workforce Reductions <ul style="list-style-type: none"> • 1 out of every 6 positions will be kept vacant. • This represents a reduction in workforce. 	2,313,955	843,450
SRS Travel and Supply Expenditure Reduction	493,975	181,419
Administration and Information Technology Contract Reductions	5,307,263	1,900,000
Other	498,259	1,585,156
<i>Subtotal for Administration</i>	15,475,758	8,368,438
COMMUNITY BASED GRANTS AND CONTRACTS REDUCTIONS		
Reduce Child Care Quality Improvement and Development Grants <ul style="list-style-type: none"> • The Kansas Early Head Start program by \$300,000. Approximately 70 children and 82 families will be affected by the reduction in Early Head Start funding. • Grants to improve the quality of care will be reduced by \$1.4 million affecting the funding for the following: accreditation, infant/toddler slots, provider start-up funding, training, education, provider recruitment, and resource and referral services. 	1,700,000	676,600
Child Welfare <ul style="list-style-type: none"> • Elimination of the Kansas Legal Services contract could affect approximately 180 children who may not receive assistance in obtaining federal disability. • Additional funding for the training and recruitment of foster parents will be eliminated. 	586,493	284,930
Community Mental Health Center State Aid <ul style="list-style-type: none"> • Reduce formula grants to Community Mental Health Centers (CMHC) that support their general provision of services and infrastructure. Some CMHCs use these funds as certified match for federal Medicaid. 	2,500,000	2,500,000

Description	AF	SGF
Community Developmental Disability Organization State Aid	1,996,500	1,996,500
<ul style="list-style-type: none"> Reduce formula grants to Community Developmental Disability Organization (CDDO) that support their general provision of services and infrastructure. Some CDDOs use these funds as certified match for federal Medicaid. 		
Substance Abuse Prevention and Treatment	503,300	53,653
<ul style="list-style-type: none"> Reduce grants not directly related to direct consumer services. 		
Medical Policy	207,164	145,541
<ul style="list-style-type: none"> Reduce various administrative grants including incentive payments for diversion of people from private acute care psychiatric hospital admission. 		
Other	1,543,275	849,360
<i>Subtotal for Grants and Contracts</i>	9,036,732	6,506,584
ELIGIBILITY REDUCTIONS		
Discontinue Services to persons on the Physical Disability (PD) waiver with a level of care score from 16 to 25	840,000	334,656
<ul style="list-style-type: none"> The level of care eligibility score for the PD waiver was raised from 16 to 25 in 1999. Persons already being served were allowed to remain in service. 350 persons will be removed from PD waiver funded services 		
Reduce Child Care eligibility from 185 percent of the Federal Poverty Level (FPL) to 150 percent FPL	2,089,944	831,798
<ul style="list-style-type: none"> The maximum income to receive child care subsidies for a family of three will decrease from \$2,316 to \$1,878 per month, a 19 percent reduction. Approximately 1,288 families and 2,092 children will lose their eligibility for subsidies. 		
Reduce Protected Income Level (PIL) for the Home and Community Based Services (HCBS) Waivers from \$716 to \$645 per month	468,931	186,635
<ul style="list-style-type: none"> The PIL allows persons served with waiver funding to keep higher amounts of income for housing, utilities, food and transportation. This lowers the amount these persons are allowed to keep for these expenses by requiring them to pay more for medical care. The average additional amount paid by these persons will be \$516 per year. 1,205 persons on the DD waiver 1,160 persons on the PD waiver 42 persons on the Head Injury (HI) waiver 		
Raise the PD waiver level of care eligibility score from 26 to 30 for new persons allowing those currently in services to remain.	120,150	47,820
<ul style="list-style-type: none"> 118 of the 674 persons on the waiting list would not qualify for PD waiver services 		

Description	AF	SGF
Subtotal for Eligibility	3,519,025	1,400,909
RATE REDUCTIONS		
Reduce MediKan rates to CMHCs	466,667	466,667
Reduce Foster Care contract rate by 5 percent	1,950,637	1,341,063
Reduce Family Preservation contract rate by 2.5 percent	106,454	16,219
Reduce Adoption contract rate by 2.5 percent	360,457	247,853
Reduce Physical Disability Waiver rates by 2.5 percent	366,598	139,986
Reduce Head Injury Waiver rates by 2.5 percent	37,266	17,125
Reduce Developmental Disability Waiver rates by 5 percent	2,448,673	976,776
Reduce Pharmacy from AWP - 11 percent to AWP - 13 percent	533,333	212,267
<ul style="list-style-type: none"> Reimbursement for branded pharmaceuticals will be reduced from the average wholesale price (AWP) minus 11 percent to AWP minus 13 percent. 		
Reduce Acute Care Hospital rates by 10 percent	1,300,000	520,000
Inpatient Acute Care Hospital rates	238,191	94,840
<ul style="list-style-type: none"> Reduce hospital rates by paying the lessor of the diagnostic related groupings (DRG) or the charged amount, reduce payments to out of state hospitals, paying less for costs above the DRG, and making no payments for medical education services. 		
Medical Transportation rates	1,250,000	497,500
<ul style="list-style-type: none"> Reduce the base rate paid for Medicaid covered transportation from \$20 per trip to \$10 per trip. 		
Subtotal for Rate Reductions	9,058,276	4,530,296

Description	AF	SGF
SERVICE REDUCTIONS		
Limit the Number of Branded Prescriptions Covered by Medicaid to Five. <ul style="list-style-type: none"> The number of branded drugs covered by Medicaid for each person in the program will be limited. Persons on Medicaid and their physicians will need to switch to generics, prioritize their medications, or seek other funding for branded medications above the limit. Generic drugs will not be limited. 	3,500,000	1,400,000
Limit Prescription Drug Supply from 34 days to 31 days	500,000	199,000
Prior Authorization to Access Cox II Anti-inflammatory Drugs <ul style="list-style-type: none"> Cox IIs are second level anti-inflammatory drugs intended for use by the elderly, persons with ulcers, or persons on medication that cause gastrointestinal distress. Data suggest these drugs are frequently prescribed to persons without these indications. Medicaid payments for Cox IIs will be limited to persons whose medical history require these drugs. 	625,000	199,000
Triple HealthWave Premiums <ul style="list-style-type: none"> HealthWave premiums will be increased from \$10 to \$30 and \$15 to \$45 depending on family income. 5,800 families will be subject to higher premiums 2,950 children could drop coverage based on national studies of experiences in other states. 	328,650	91,628
Reduce Family Support for Developmental Disability Waiver <ul style="list-style-type: none"> Families with minor or adult children living at home receive attendant care services funded by the DD waiver. The number of hours of services these families receive will be reduced 2,200 families may receive fewer services. 	1,000,000	398,900
Reduce Physical Disability Waiver Funding for the Waiting List <ul style="list-style-type: none"> The additional appropriation for serving more people on the PD waiver waiting list will not be used. 156 fewer persons will be served on the PD waiver 	2,500,000	1,000,000
Reduce Family Preservation services <ul style="list-style-type: none"> Approximately 451 families will not receive services as a result of the reduction in this program. 	1,750,000	1,388,891
Reduce Child Welfare Family Services/Community Services <ul style="list-style-type: none"> Approximately 6 families will not receive services as a result of the reduction in Family Services. 	63,470	32,116
Eliminate Emergency Shelter Case Management Funding <ul style="list-style-type: none"> Approximately 3,636 children may not receive case management services as a result of the elimination of this funding which could result in fewer benefits for early intervention. 	600,523	600,523
Eliminate the Protection Reporting Center <ul style="list-style-type: none"> Services will be redistributed among central office and area offices. 	78,346	50,157

Description	AF	SGF
<ul style="list-style-type: none"> This represents a reduction in workforce. 		
Eliminate Medicaid Coverage for Adult Vision <ul style="list-style-type: none"> 10,500 persons will not receive eye examinations or glasses. 	458,333	208,333
Eliminate Medicaid Coverage for Adult Audiology <ul style="list-style-type: none"> 4,500 person will not receive hearing tests or hearing aids. 	166,667	83,333
Eliminate Incontinence Supplies <ul style="list-style-type: none"> 513 persons will not have diapers purchased through Medicaid for incontinence. 	416,667	166,667
Subtotal for Services	<i>11,987,656</i>	<i>5,818,548</i>
Grand Total	49,077,447	26,624,775