

**Department of Human Services
Office of Long-Term Living
Pennsylvania Coalition of Affiliated
Healthcare & Living Communities (PACAH)
Financial Officers Group**

February 10, 2017

Presented by OLTL

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Agenda

- Governor's Executive Budget
- Consolidation of Departments
- Community HealthChoices Update
- IGT
- County Share Elimination
- Nursing Facility
 - NF Assessment
 - NF Rates
 - NF BAF
 - Miscellaneous

Dollar Amounts in Thousands

	2015-2016	2016-2017	2017-2018
	Actual	Available	Request

State General Fund**:

Long-Term Care.....	\$ 968,083	\$ 1,036,778	\$ 1,187,718
Home and Community-Based Services.....	261,945	351,350	336,384
Long-Term Care Managed Care.....	116,133	127,066	152,854
Services to Persons w/ Disabilities.....	339,077	419,874	445,227
Attendant Care.....	161,741	218,503	217,429
Total General Fund.....	\$ 1,846,979	\$ 2,153,571	\$ 2,339,612

*Available amounts include the Enacted FY16-17 and the following requested FY16-17 Supplementals:

- Long-Term Care - \$39.2M
- Home and Community-Based Services - \$73.7M
- Services to Persons with Disabilities \$49.6M
- Attendant Care - \$46.9M

**State General Funds only - amounts do not include Federal, Lottery, Tobacco or other funding sources

Long-Term Care includes:

- Payments to nursing facilities
- Administrative and operating costs for OLTL to support its programs
- Community HealthChoices

Home and Community-Based Services includes:

- Payments for Aging Waiver services for MA participants that live in home and community-based settings

Long-Term Care Managed Care includes:

- Payments for the Living Independence for the Elderly (LIFE) Program

Services to Persons with Disabilities includes:

- Payments for the OBRA, Independence, and CommCare waivers

Attendant Care includes:

- Payments for the Act 150 Program and the Attendant Care Waiver

Consolidation of Departments



- Department of Health and Human Services
 - Department of Human Services
 - Department of Health
 - Department of Aging
 - Department of Drug and Alcohol Programs
- Proposed Effective Date – July 1, 2017
- Legislative Authorization Required
- New Name for OLTL Services - Aging and Adult Community Living
- No impact on CHC

For more information, go to <https://www.governor.pa.gov/2017-18-budget/#documentation>

- Selected Offerors
 - AmeriHealth Caritas
 - PA Health & Wellness (Centene)
 - UPMC for You
- Status of Protests
 - Commonwealth Court found in favor of DHS related to stays
 - Stays lifted in January 2017
 - Hearings pending; stays may be reinstated
- Revised Timeline
 - Phase 1 (SW) – January 1, 2018
 - Phase 2 (SE) – July 1, 2018
 - Phase 3 – January 1, 2019



- Receive Letters of Intent; 3 NFs pending
- Publish Public Notice related to safety net payments
- Submit SPA to CMS
- Estimated date for payments – June 2017

FY 2016-2017

- Essentially same methodology
- Legislative Reauthorization (7/01/16 – 6/30/19) - Act 76 of 2016
- Proposed Notice – Published June 25, 2016
- CMS approval – September 30, 2016
- Final Notice – Published January 14, 2017

FY 2016-2017

Calculation of NF Assessment Payment

Quarterly Payment = Annual Assessment Amount \div 4

Annual Assessment Amount = Assessment Rate x NF's historical non-Medicare resident days for the four consecutive Assessment Qtrs. beginning 4/01/15 and ending 3/31/16

Resident Days for Assessment Qtrs. 4/01/15 – 3/31/16 = Resident Days for the period 1/01/15 – 12/31/15

FY 2016-2017

Calculation of MA Allowable Cost & Supplemental Payments

Quarterly MA Allowable Cost = (Quarterly assessment payment \div Total resident days) x Total PA MA days

Quarterly Supplemental Payments = (Supplemental per diem x Total PA MA days) \div 4



FY 2016-2017 Calculation of County MDOI

Quarterly MDOI Per Diem = Total funds allocated for the qtr ÷
Total paid MA days for all qualified NFs

Quarterly MDOI Payment = Quarterly MDOI per diem x Total
paid MA days for all qualified NFs



FY 2017-2018

- Same methodology as FY 2016-2017
- Same historical days as FY 2016-2017
- Same rates as FY 2016-2017

Nursing Facility Per Diem Rates

- Proposed rate notice – Published June 25, 2016
- General Appropriations Act of 2016
- CMS approved BAF SPAs – November 8, 2016
- Publish final rate notice & PG notice – February 18, 2017
- Mail rate letters – March 3, 2017

Budget Adjustment Factor (BAF)

- Change in methodology for Nonpublic NFs
- Quarterly BAF for FYs 2017-2018 & 2018-2019
- Provides a more uniform statewide average rate throughout the year than would occur with the Base BAF/April BAF methodology

- Automated Notification System for NFs
<http://dhs.pa.gov/provider/longtermcarecasemixinformation/>
- County Share Elimination – Act 76 of 2016
 - County share phased-out as CHC is phased-in
- Enrollment of Ordering, Referring and Prescribing Providers
 - MA Bulletin 99-16-07 (April 1, 2016)
 - MA Bulletin 99-17-02 (January 30, 2017)