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FY 2009-10 Year-to-Date Gross Appropriation	**$13,589,826,400**

Changes from FY 2009-10 Year-to-Date:

Items Included by the House and Senate

1. **Retroactive Federal Medical Assistance Percentage (FMAP) Payment.** Conference recognized savings of $160.0 million from a retroactive FMAP payment.	0
2. **Restoration of Optional Services.** Conference reflected restoration of Medicaid adult dental, podiatric, and certain optical services, at a cost of $6,553,600 GF/GP.	22,787,000
3. **Economic Adjustments.** Standard economic adjustments cost $11,510,000 GF/GP.	26,547,500

Conference Agreement on Items of Difference

4. **Base Funding.** Conference included base adjustments for Medicaid & related programs, increasing GF/GP costs by $79,246,900.	299,698,400
5. **FMAP Adjustments.** Conference reflected the decrease in the average Federal Medicaid match rate to 71.24%, at a cost of $205,893,800 GF/GP.	0
6. **Other Fund Source Adjustments.** Conference reflected greater Merit Award Trust Fund revenue (GF/GP savings of $63,557,700) and a loss in Medicaid Benefits Trust Fund revenue (GF/GP increase of $40,300,000).	0
7. **Retroactive Medicare Part D Adjustment.** Due to a change in Federal policy on the cost of the Medicare Part D program, the State was able to recognize a large savings in FY 2009-10 and a smaller savings. The net impact was an increase of $43,064,100 GF/GP.	43,064,100
8. **Adjustments to Quality Assurance Assessment Program (QAAP) & Medicaid Special Payments.** Conference included technical adjustments to reflect available QAAP revenue and various Medicaid special payments. Net savings was $13,233,500 GF/GP.	239,267,900
9. **Actuarial Soundness Adjustments.** Conference reflected a revised estimate of Medicaid Health Maintenance Organization (HMO) and Prepaid Inpatient Health Plan (PIHP) actuarially sound capitation rates. The respective increases were 0.4% and 1.4%, based on rebasing of rates. The net cost was $17,318,100 GF/GP.	34,980,300
10. **Program Reductions & Savings.** Conf. included a number of reductions including a freeze on HAB C waiver ($8,674,600 Gross; $2,483,300 GF/GP), CMH non-Medicaid cuts($5,435,400 Gross and GF/GP) and substance abuse ($1,636,100 Gross and GF/GP), a cut to Local Public Health ($1,000,000 Gross and GF/GP), elimination of Transitional Medical Assistance Plus program ($3,735,200 Gross and GF/GP), savings from Medicaid recoveries Inspector General ($26,681,200 Gross; $10,631,300 GF/GP), savings from changes in DHS policies ($6,545,200 Gross; $1,882,400 GF/GP), and savings from transitions from nursing homes to community settings ($29,565,000 Gross; $8,502,900 GF/GP).	(131,783,300)
11. **Program Increases.** Conference included restoration of Children's Special Health Care Transportation ($1,151,700 Gross and GF/GP) and the "small" Disproportionate Share Hospital (DSH) pool ($7,500,000 Gross; $0 GF/GP).	8,651,700
12. **Other Changes.** Other changes in Conference resulted in a minor decrease in funding.	(8,860,200)
Total Changes	$534,353,400

FY 2009-10 Conference Report Gross Appropriation	**$14,124,179,800**

Amount Over/(Under) GF/GP Target: $0

Changes from FY 2009-10 Year to Date:

Conference Agreement on Items of Difference

1. **Updated Prescription Drug Website.** Conference included language requiring the Department to maintain and regularly update a more comprehensive prescription drug website beginning July 1, 2011. The website would be used to provide consumers with information regarding customary prescription drug prices and dosages. (Sec. 285)
2. **Expenditure Data.** Conference added language requiring the Department to set up a website with information on all expenditures by the Department. (Sec. 292)
3. **Substance Abuse Coordinating Agencies.** Conference maintained current policy on coordinating agency reimbursement and did not include language to limit substance abuse reimbursement only to PIHPs. (Sec. 407)
4. **CMH non-Medicaid Funding.** Conference included language directing that non-administrative CMH non-Medicaid costs be reimbursed under the formula used in FY 2009-10 and set up a workgroup on the allocation of the CMH non-Medicaid administrative cost reduction. (Sec. 462)
5. **Reimbursement for County Jail Mental Health Services.** Conference included language barring the Department from prohibiting the use of funds by CMHs to support jail mental health services. (Sec. 492)
6. **Privatization of Food and Custodial Services at State Hospitals and Centers.** Conference included language requiring the Department to privatize of food and custodial services at State hospitals and centers if certain criteria were met. (Sec. 608)
7. **Outsourcing of Medical Marihuana Administration.** Conference included language directing the Department to bid out the medical Marihuana application and registration process to the extent allowed by law. (Sec. 727)
8. **Stillbirth Awareness Program.** Conference included language and $50,000 in funding to support a stillbirth awareness program. (Sec. 1117)
9. **Exploration of Automatic MiChild Enrollment.** Conference included language allowing the Department to explore automatic enrollment in the MIChild program for those eligible for free school lunches. (Sec. 1678)
10. **Reimbursement for Hospital Stays Less than 24 Hours.** The Conference included language directing the Department to convene a workgroup to consider budget-neutral reimbursement changes for hospital stays of less than 24 hours. (Sec. 1786)
11. **Standardization of Forms, Institution of e-Billing, and Reporting of Claims.** Conference included language encouraging the standardization of forms. The language also set up a workgroup to explore making e-billing mandatory and required the Department to report the number of rejected Medicaid claims in the first quarter of FY 2010-11. (Sec. 1832)
12. **Workgroup on Long-Term Care Issues.** Conference added language creating a workgroup of interested parties on creating budget-neutral reimbursement changes for long-term care services, starting with case mix adjustments and then proceeding to incentive payments and alternative reimbursement methodologies. (Sec. 1838)

Date Completed: 9-21-10 Fiscal Analyst: Steve Angelotti