

Department of Social Services

DSS60000

Position Summary

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Permanent Full-Time - GF	1,806	1,883	1,842	1,835	1,846	1,844
Permanent Full-Time - OF	382	49	45	45	45	45

Budget Summary

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Personal Services	108,517,249	111,676,774	113,670,778	121,835,729	113,746,588	122,391,148
Other Expenses	93,441,015	109,149,735	120,791,491	117,189,466	121,398,741	113,078,216
Equipment	0	1	1	1	1	1
Other Current Expenses						
Children's Trust Fund	13,660,910	13,133,084	10,563,768	0	0	0
Children's Health Council	207,401	219,000	0	0	208,050	208,050
HUSKY Information and Referral	318,786	335,564	159,393	0	159,393	0
Genetic Tests in Paternity Actions	97,656	191,142	0	0	0	0
State Food Stamp Supplement	900,466	1,333,966	0	0	685,149	725,059
HUSKY B Program	23,526,475	29,890,000	30,460,000	30,540,000	30,460,000	30,540,000
Charter Oak Health Plan	11,070,000	6,975,000	4,280,000	0	4,280,000	0
Other Than Payments to Local Governments						
Medicaid	4,714,305,682	0	5,068,803,000	5,276,465,000	2,409,314,923	2,289,569,579
Old Age Assistance	36,570,495	36,417,524	0	0	37,629,862	39,949,252
Aid To The Blind	760,354	758,644	0	0	812,205	855,251
Aid To The Disabled	60,170,112	60,649,215	0	0	63,289,492	67,961,417
Temporary Assistance to Families - TANF	110,077,907	113,187,034	109,836,065	107,450,059	112,139,791	112,058,614
Emergency Assistance	0	1	0	0	1	1
Food Stamp Training Expenses	3,519	12,000	0	0	12,000	12,000
CT Pharmaceutical Assistance Contract to the Elderly	297,642	310,000	126,500	0	126,500	0
Healthy Start	1,412,376	1,497,708	0	0	1,430,311	1,430,311
DMHAS-Disproportionate Share	105,935,000	108,935,000	108,935,000	108,935,000	108,935,000	108,935,000
Connecticut Home Care Program	47,608,501	47,316,100	44,324,196	45,584,196	44,324,196	45,584,196
Human Resource Development- Hispanic Programs	889,513	941,034	0	0	965,739	965,739
Services To The Elderly	3,677,812	3,929,683	0	0	324,737	324,737
Safety Net Services	1,699,339	1,900,307	0	0	2,814,792	2,814,792
Transportation for Employment Independence Program	2,885,950	3,171,386	0	0	3,028,671	2,028,671
Refunds Of Collections	164,219	57,792	0	0	150,000	150,000
Services for Persons With Disabilities	569,709	630,379	0	0	602,013	602,013
Child Care Services-TANF/CCDBG	100,085,828	104,440,819	0	0	98,967,400	0
Nutrition Assistance	447,663	449,912	1,114,815	1,154,725	479,666	479,666
Housing/Homeless Services	51,187,236	57,594,605	0	0	5,210,676	5,210,676
Disproportionate Share-Medical Emergency Assistance	268,486,847	268,486,847	134,243,423	0	134,243,423	0
State Administered General Assistance	14,784,409	14,723,163	16,990,000	17,262,000	17,283,300	17,866,800

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Child Care Quality Enhancements	3,558,403	3,764,506	0	0	563,286	563,286
Connecticut Children's Medical Center	10,050,240	10,579,200	15,579,200	15,579,200	15,579,200	15,579,200
Community Services	1,433,992	1,641,524	14,225,728	14,225,728	1,075,199	1,075,199
Alzheimer Respite Care	2,244,388	2,294,388	0	0	0	0
Human Service Infrastructure Community Action Program	3,248,021	3,436,148	0	0	3,453,326	3,453,326
Teen Pregnancy Prevention	1,818,623	1,923,957	0	0	1,837,378	1,837,378
Medicaid - Acute Care Services	0	1,476,542,501	0	0	0	0
Medicaid - Professional Medical Care	0	813,752,531	0	0	0	0
Medicaid - Other Medical Services	0	680,415,738	0	0	0	0
Medicaid - Home and Community- Based Services	0	510,728,527	0	0	0	0
Medicaid - Nursing Home Facilities	0	1,242,438,293	0	0	0	0
Medicaid - Other Long Term Care Facilities	0	180,093,798	0	0	0	0
Medicaid - Administrative Services & Adjustments	0	74,372,944	0	0	0	0
Fatherhood Initiative	0	0	0	0	371,656	371,656
Aid to the Aged, Blind and Disabled	0	0	96,301,366	98,070,718	0	0
Child Support Refunds and Reimbursements	0	0	331,585	331,585	181,585	181,585
Grant Payments to Local Governments						
Human Resource Development- Hispanic Programs - Municipality	5,045	5,337	0	0	5,364	5,364
Teen Pregnancy Prevention - Municipality	136,420	144,321	0	0	137,826	137,826
Services to the Elderly - Municipality	42,185	44,629	0	0	0	0
Housing/Homeless Services - Municipality	596,293	637,212	0	0	0	0
Community Services - Municipality	82,905	87,707	0	0	83,761	83,761
GAAP Adjustments	0	0	2,143,032	35,859,861	13,955,945	35,859,861
Agency Total - General Fund	5,796,976,589	6,101,216,680	5,892,879,341	5,990,483,268	3,350,267,146	3,022,889,631
Other Expenses	475,000	475,000	0	0	0	0
Agency Total - Insurance Fund	475,000	475,000	0	0	0	0
Total - Appropriated Funds	5,797,451,589	6,101,691,680	5,892,879,341	5,990,483,268	3,350,267,146	3,022,889,631
Additional Funds Available						
Carry Forward Funding	0	0	0	0	48,228,457	0
Federal & Other Restricted Act	519,363,263	433,440,584	350,319,296	360,543,122	349,454,656	360,543,122
Private Contributions	8,980,292	5,637,176	5,617,176	5,571,176	5,617,176	5,571,176
Agency Grand Total	6,325,795,144	6,540,769,440	6,248,815,813	6,356,597,566	3,753,567,435	3,389,003,929

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Current Services

Update Cost and Caseload Estimates for HUSKY B

HUSKY B Program	0	(1,700,000)	0	(360,000)	0	0	0	0
Total - General Fund	0	(1,700,000)	0	(360,000)	0	0	0	0

Background

The HUSKY B program provides health coverage for children of families with incomes in excess of 185% of the Federal Poverty Level (FPL). Children of families with incomes up to 300% FPL receive premium subsidies from the state. HUSKY program expenditures receive 65% federal reimbursement.

Governor

Reduce funding by \$1.7 million in FY 14 and \$360,000 in FY 15 to reflect updated cost and caseload estimates for HUSKY B.

Legislative

Same as Governor

Update Cost and Caseload Estimates for Medicaid

Medicaid - Acute Care Services	0	81,517,499	0	125,187,499	0	0	0	0
Medicaid - Professional Medical Care	0	57,577,469	0	98,507,469	0	0	0	0
Medicaid - Other Medical Services	0	18,494,262	0	65,034,262	0	0	0	0
Medicaid - Nursing Home Facilities	0	3,511,707	0	5,521,707	0	0	0	0
Medicaid - Other Long Term Care Facilities	0	2,876,202	0	5,476,202	0	0	0	0
Medicaid - Administrative Services & Adjustments	0	4,507,056	0	8,967,056	0	0	0	0
Total - General Fund	0	168,484,195	0	308,694,195	0	0	0	0

Background

DSS' Medicaid program provides remedial, preventive, and long-term medical care for income eligible aged, blind or disabled individuals, low income adults and families with children. Payment is made directly to health care providers, by the department, for services delivered to eligible individuals. The program complies with federal Medicaid law (Title XIX of the Social Security Act) and regulations in order to receive 50% reimbursement from the federal government.

Governor

Provide funding of \$168,484,195 in FY 14 and \$308,694,195 in FY 15 to reflect updated cost, caseload and utilization trends under the Medicaid program.

Legislative

Same as Governor

Expand Medicaid for Low Income Adults to 133% FPL

Medicaid - Acute Care Services	0	19,600,000	0	129,300,000	0	0	0	0
Medicaid - Professional Medical Care	0	7,750,000	0	66,500,000	0	0	0	0
Medicaid - Other Medical Services	0	12,900,000	0	39,010,000	0	0	0	0
Medicaid - Nursing Home Facilities	0	1,000,000	0	6,000,000	0	0	0	0
Total - General Fund	0	41,250,000	0	240,810,000	0	0	0	0

Background

Under the federal Affordable Care Act (ACA), beginning January 1, 2014, states can opt to provide Medicaid coverage to all childless adults up to 133% FPL and receive full federal reimbursement. Connecticut implemented the option offered to states under the ACA, effective April 1, 2010, to cover low-income childless adults in the Medicaid program. In June 2010, Connecticut gained approval from

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

the federal government to expand Medicaid coverage to an estimated 45,000 low-income adults who had been enrolled in a more limited benefit package under the former State Administered General Assistance (SAGA) program. The number of eligible individuals enrolled in the Medicaid for Low-Income Adults (LIA) program, (HUSKY D), far exceeded expectations and as of December 2012, there were 86,870 individuals enrolled in LIA.

Governor

Provide funding of \$41,250,000 in FY 14 and \$240,810,000 in FY 15 to reflect the expansion of LIA eligibility to 133% FPL as of January 1, 2014. The costs of the Medicaid expansion will be 100% reimbursed by the federal government through 2016, and will then be adjusted incrementally downward to a 90% reimbursement rate by 2020.

Legislative

Same as Governor

Adjust Primary Care Physician Rates for Federal Requirements

HUSKY B Program	0	2,270,000	0	1,010,000	0	0	0	0
Charter Oak Health Plan	0	1,040,000	0	0	0	0	0	0
Medicaid - Professional Medical Care	0	103,860,000	0	46,620,000	0	0	0	0
Total - General Fund	0	107,170,000	0	47,630,000	0	0	0	0

Background

The federal Patient Protection and Affordable Care Act (PPACA) includes a temporary increase in the Medicaid primary care provider reimbursement rate. This change, effective January 1, 2013, increases the Medicaid rates to the levels of the Medicare program. The increase is 100% reimbursed by the federal government.

Governor

Provide funding of \$107,170,000 in FY 14 and \$47,630,000 in FY 15 to increase Medicaid Primary Care rates. The FY 14 amount includes \$30.9 million in FY 13 costs that will be paid out during FY 14.

Legislative

Same as Governor

Pick-Up Funding for Medicaid Smoking Cessation Services

Medicaid - Other Medical Services	0	3,400,000	0	3,400,000	0	0	0	0
Total - General Fund	0	3,400,000	0	3,400,000	0	0	0	0

Governor

Provide funding of \$3.4 million in both FY 14 and FY 15 to reflect FY 13 funding levels for smoking cessation services. Funding is transferred from the Tobacco Health Trust Fund to support such programs.

Legislative

Same as Governor

Update Caseload Estimates - SAGA

State Administered General Assistance	0	2,266,837	0	2,538,837	0	0	0	0
Total - General Fund	0	2,266,837	0	2,538,837	0	0	0	0

Background

The State Administered General Assistance (SAGA) program provides limited cash assistance to individuals who are unable to work for medical or other prescribed reasons. Enrollees can receive up to \$212 monthly.

Governor

Provide funding of \$2,266,837 in FY 14 and \$2,538,837 in FY 15 to reflect updated caseload estimates. As of December 2012, caseload totaled 4,906 active units.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Update Cost and Caseload Estimates for Charter Oak Program

Charter Oak Health Plan	0	(3,735,000)	0	(6,975,000)	0	0	0	0
Total - General Fund	0	(3,735,000)	0	(6,975,000)	0	0	0	0

Background

The Charter Oak Health Plan offers health care for uninsured adults of all income levels. This plan provides basic health insurance coverage, including a full prescription package, laboratory services and pre and post-natal care. Financial assistance is no longer provided for new applicants.

Governor

Reduce funding by \$3,735,000 in FY 14 and \$6,975,000 in FY15 to reflect updated caseload trends. It is anticipated that the Charter Oak program will close after January 1, 2014 as clients will transition to more affordable health options that will be available under the Exchange.

Legislative

Same as Governor

Update Cost and Caseload Estimates - ConnPACE

CT Pharmaceutical Assistance Contract to the Elderly	0	(23,500)	0	28,500	0	0	0	0
Total - General Fund	0	(23,500)	0	28,500	0	0	0	0

Background

The Connecticut Pharmaceutical Assistance Contract to the Elderly and the Disabled (ConnPACE) program helps eligible senior or disabled residents pay for covered prescription drugs, insulin, insulin syringes and needles.

Governor

Reduce funding by \$23,500 in FY14 and increase funding by \$28,500 in FY15 to reflect updated cost and caseload estimates for ConnPACE.

Legislative

Same as Governor

Update Expenditures - Home and Community Based Services

Connecticut Home Care Program	0	(626,100)	0	633,900	0	0	0	0
Medicaid - Home and Community-Based Services	0	9,791,473	0	36,481,473	0	0	0	0
Total - General Fund	0	9,165,373	0	37,115,373	0	0	0	0

Background

The Connecticut Home Care Program for Elders (CHCPE) assists the frail elderly in avoiding unnecessary or premature nursing home care by making available a variety of community-based services. The services covered include home-health aides, visiting nurses, homemaker aides, adult day care, personal assistance, and meals on wheels. The home care program is funded from two separate accounts: the Medicaid account, which is matched by federal funds; and the Connecticut Home Care account, which is funded solely by the state. The funds used to cover services depend upon client eligibility. Medicaid also provides additional home health services outside of CHCPE.

Governor

Provide funding of \$9,165,373 in FY 14 and \$37,115,373 in FY 15 to reflect updated cost and caseload estimates. Please note that additional home and community based revisions are made elsewhere specifically related to the Money-Follows-the- Person program.

Legislative

Same as Governor

Update Expenditures - Money Follows the Person

Other Expenses	0	10,313,741	0	8,292,972	0	0	0	0
Housing/Homeless Services	0	1,572,470	0	4,556,178	0	0	0	0
Medicaid - Home and Community-Based Services	0	12,130,000	0	15,300,000	0	0	0	0
Medicaid - Nursing Home Facilities	0	(33,010,000)	0	(71,210,000)	0	0	0	0
Total - General Fund	0	(8,993,789)	0	(43,060,850)	0	0	0	0

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Background

The federal Money Follows the Person (MFP) Rebalancing Demonstration Grant encourages states to reduce their reliance on institutional care for Medicaid recipients by transitioning individuals out of institutional settings and into community settings with appropriate supports. DSS receives enhanced federal Medicaid reimbursement for the first year of an individual's transition.

Governor

Adjust funding by \$8,993,789 in FY 14 and \$43,060,850 in FY 15 to reflect the continued transition of clients from institutional to community settings.

Legislative

Same as Governor

Provide Rate Increases for Nursing Homes and ICF/MR's

Medicaid - Nursing Home Facilities	0	53,420,000	0	81,040,000	0	0	0	0
Medicaid - Other Long Term Care Facilities	0	1,380,000	0	2,730,000	0	0	0	0
Total - General Fund	0	54,800,000	0	83,770,000	0	0	0	0

Background

Under current statute, DSS is required to rebase nursing home rates no more than once every two years and no less than once every four years. The current services budget includes a rate increase of 4.7% in FY 2014 to reflect the rebasing of rates. To comply with DSS' regulations, the current services budget also includes a 2.0% inflationary adjustment in FY 2015.

Additionally, to comply with DSS' regulations, the current services budget includes a 2.2% increase in FY 2014 and a 2.0% increase in FY 2015 for intermediate care facilities for those with developmental disabilities.

Governor

Provide funding of \$54,800,000 in FY 14 and \$83,770,000 in FY 15 for scheduled rate increases. Note that these increases are eliminated in a subsequent policy revision.

Legislative

Same as Governor

Provide Statutory Standards and Rate Increases

Old Age Assistance	0	1,543,135	0	3,163,406	0	0	0	0
Aid To The Blind	0	35,911	0	73,269	0	0	0	0
Aid To The Disabled	0	2,720,814	0	5,615,527	0	0	0	0
Temporary Assistance to Families - TANF	0	2,303,726	0	4,608,555	0	0	0	0
State Administered General Assistance	0	293,300	0	604,800	0	0	0	0
Total - General Fund	0	6,896,886	0	14,065,557	0	0	0	0

Background

Effective July 1, 2013 and July 1, 2014, recipients of Temporary Family Assistance, State Administered General Assistance, and the Aid to the Aged, Blind and Disabled programs are scheduled to receive a state-funded 2.1% cost of living adjustment.

Additionally, DSS is required to annually determine rates for various boarding homes. Per DSS' regulations, boarding home rate increases are based on actual cost reports submitted by facilities, barring any legislation to remove rate increases for a particular fiscal year. Projected rate increases of 2.0% have been included in the current services budget for boarding homes.

Governor

Provide funding of \$6,896,886 in FY 14 and \$14,065,557 in FY 15 to reflect scheduled adjustments. Note that these increases are removed in a subsequent policy adjustment.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Update Cost and Caseload Estimate - Supplemental Assistance

Old Age Assistance	0	(330,797)	0	368,322	0	0	0	0
Aid To The Blind	0	17,650	0	23,338	0	0	0	0
Aid To The Disabled	0	(80,537)	0	1,696,675	0	0	0	0
Total - General Fund	0	(393,684)	0	2,088,335	0	0	0	0

Background

Supplemental Assistance consists of Old Age Assistance, Aid to the Blind and Aid to the Disabled. These programs provide monthly financial assistance to low-income individuals. The supplemental assistance programs are entirely state funded, but operate under both state and federal guidelines. In order to receive benefits, an individual must have another source of income to supplement, such as the federal Social Security, Supplemental Security Income, or Veteran's Benefits. All recipients are automatically eligible for health care benefits under the state Medicaid program.

Governor

Reduce funding by \$393,684 in FY 14 and increase funding by \$2,088,335 in FY 15 to reflect updated caseload estimates. As of December 2012, caseload totaled 14,979 active units.

Legislative

Same as Governor

Update Cost and Caseload Estimates for State Food Stamps

State Food Stamp Supplement	0	(648,817)	0	(608,907)	0	0	0	0
Total - General Fund	0	(648,817)	0	(608,907)	0	0	0	0

Background

The Supplemental Nutrition Assistance Program (SNAP), formerly known as Food Stamps, helps low-income individuals and families afford the cost of food at grocery stores and farmers' markets. Connecticut operates a supplemental state benefit for certain individuals ineligible for federal benefits.

Governor

Reduce funding by \$648,817 in FY 14 and \$608,907 in FY 15 to reflect updated cost and caseload estimates.

Legislative

Same as Governor

Update Caseload Estimates - Temporary Family Assistance

Temporary Assistance to Families - TANF	0	(3,350,969)	0	(5,736,975)	0	0	0	0
Total - General Fund	0	(3,350,969)	0	(5,736,975)	0	0	0	0

Background

The Temporary Family Assistance (TFA) program provides cash assistance to eligible low-income families. The TFA program limits assistance to 21 months for non-exempt cases, with possible six month extensions for good cause. Individuals in the TFA program are usually eligible for health care services provided under the state's Medicaid program. The average monthly caseload under this (and its predecessor) program has declined from over 60,000 families in FY 95 to approximately 17,350 paid cases at the end of calendar year 2012.

Governor

Reduce funding by \$3,350,969 in FY 14 and \$5,736,975 in FY 15 to reflect the continued declining enrollment in the TFA program.

Legislative

Same as Governor

Update Cost and Caseload Estimates - Care 4 Kids

Child Care Services-TANF/CCDBG	0	(5,195,419)	0	(2,332,161)	0	0	0	0
Total - General Fund	0	(5,195,419)	0	(2,332,161)	0	0	0	0

Background

Care 4 Kids helps low to moderate income families in Connecticut pay for child care costs.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Governor

Reduce funding by \$5,195,419 in FY 14 and \$2,332,161 in FY 15 to reflect updated caseload estimates.

Legislative

Same as Governor

Update Cost and Caseload Estimates - Rental Assistance

Housing/Homeless Services	0	3,397,600	0	4,938,400	0	0	0	0
Total - General Fund	0	3,397,600	0	4,938,400	0	0	0	0

Background

The Rental Assistance Program (RAP) is the major state-funded program for assisting very-low-income families to afford decent, safe, and sanitary housing in the private market.

Governor

Provide funding of \$3,397,600 in FY 14 and \$4,938,400 in FY 15 to reflect the annualization of new RAP certificates that were issued during FY 13, as well an additional 150 RAP certificates for affordable housing units anticipated to be issued in both FY 14 and FY15.

Legislative

Same as Governor

Update Utilization Estimates - Security Deposit Program

Housing/Homeless Services	0	(1,000,000)	0	(1,000,000)	0	0	0	0
Total - General Fund	0	(1,000,000)	0	(1,000,000)	0	0	0	0

Background

For eligible households, the Security Deposit Guarantee Program provides a guarantee to landlords of up to two month's rent instead of an actual payment.

Governor

Reduce funding by \$1.0 million in both FY 14 and FY 15 to reflect updated utilization estimates.

Legislative

Same as Governor

Update Other Expenses - Modernization and Renovation Efforts

Other Expenses	0	4,649,232	0	3,850,467	0	0	0	0
Total - General Fund	0	4,649,232	0	3,850,467	0	0	0	0

Governor

Provide funding of \$4,649,232 in FY 14 and \$3,850,467 in FY 15 to support ongoing modernization efforts. The department anticipates a phase in of initiatives beginning October 2013, which coincides with the launch of the state's Health Information Exchange portal. Modernization initiatives include upgrades to web services and phone systems, document management and work flow, communication accountability services, and replacement of the agency's eligibility management system.

Legislative

Same as Governor

Update Expenditures for Various Programs

Services To The Elderly	0	58,444	0	58,444	0	0	0	0
Refunds Of Collections	0	92,208	0	92,208	0	0	0	0
Total - General Fund	0	150,652	0	150,652	0	0	0	0

Governor

Provide funding of \$150,652 in both FY 14 and FY 15 to meet the anticipated needs under the Services to the Elderly and Refunds of Collections accounts.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Transfer Funding to the Dept. of Rehabilitation Services

Other Expenses	0	(600,000)	0	(600,000)	0	0	0	0
Total - General Fund	0	(600,000)	0	(600,000)	0	0	0	0

Governor

Transfer \$600,000 in each year of the biennium to the Department of Rehabilitation Services to reflect the proper allocation of services.

Legislative

Same as Governor

Annualize Private Provider COLA

Children's Trust Fund	0	65,654	0	65,654	0	0	0	0
Healthy Start	0	7,488	0	7,488	0	0	0	0
Human Resource Development-Hispanic Programs	0	4,705	0	4,705	0	0	0	0
Services To The Elderly	0	18,314	0	18,314	0	0	0	0
Safety Net Services	0	9,500	0	9,500	0	0	0	0
Transportation for Employment Independence Program	0	15,854	0	15,854	0	0	0	0
Services for Persons With Disabilities	0	3,152	0	3,152	0	0	0	0
Nutrition Assistance	0	2,249	0	2,249	0	0	0	0
Housing/Homeless Services	0	56,973	0	56,973	0	0	0	0
Child Care Quality Enhancements	0	18,819	0	18,819	0	0	0	0
Community Services	0	148,362	0	148,362	0	0	0	0
Human Service Infrastructure Community Action Program	0	17,178	0	17,178	0	0	0	0
Teen Pregnancy Prevention	0	9,618	0	9,618	0	0	0	0
Human Resource Development-Hispanic Programs - Municipality	0	27	0	27	0	0	0	0
Teen Pregnancy Prevention - Municipality	0	721	0	721	0	0	0	0
Services to the Elderly - Municipality	0	224	0	224	0	0	0	0
Housing/Homeless Services - Municipality	0	3,186	0	3,186	0	0	0	0
Community Services - Municipality	0	439	0	439	0	0	0	0
Total - General Fund	0	382,463	0	382,463	0	0	0	0

Background

The FY 13 Revised Budget included \$8.5 million to reflect a 1% cost of living increase (COLA) for private providers effective 1/1/13. The funding was provided to the following departments that have contracts with private providers: Children and Families, Correction, Developmental Services, Judicial, Mental Health and Addiction Services, Public Health, Social Services and Rehabilitation Services.

Governor

Provide funding of \$382,463 in FY 14 and FY 15 to annualize the 1% private provider COLA.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Adjust Funding to Reflect Wage & Compensation Related Costs

Personal Services	0	5,107,799	0	14,087,457	0	0	0	0
Total - General Fund	0	5,107,799	0	14,087,457	0	0	0	0

Governor

Provide funding of \$5,107,799 in FY 14 and \$14,087,457 in FY 15 to reflect current services wage-related adjustments such as annual increments, general wage increases, overtime, annualization, turnover, and other compensation-related adjustments.

Legislative

Same as Governor

Adjust Operating Expenses to Reflect Current Requirements

Other Expenses	0	(791,711)	0	1,042,041	0	0	0	0
Total - General Fund	0	(791,711)	0	1,042,041	0	0	0	0

Governor

Adjust funding by \$791,711 in FY 14 and \$1,042,041 in FY 15 in Other Expenses to reflect FY 14 and FY 15 anticipated expenditure requirements. These costs include temporary employee, lease, and contractual requirements.

Legislative

Same as Governor

Provide Funding for GAAP

Nonfunctional - Change to Accruals	0	37,781,197	0	62,387,421	0	0	0	0
Total - General Fund	0	37,781,197	0	62,387,421	0	0	0	0

Background

Each agency's budget will include a new line item account called "Nonfunctional - Change to Accruals". This line item represents the estimate of the difference between an agency's cash-basis budget amount and the accrual-basis amounts that will be reflected under Generally Accepted Accounting Principles (GAAP). These funds will not be available for spending; in the aggregate they will prevent the state's GAAP deficit from growing.

Governor

Provide funding of \$37,781,197 in FY 14 and \$62,387,421 in FY 15 to reflect the implementation of GAAP in the budget.

Legislative

Same as Governor

Policy Revisions

Streamline Budget Account Structure - Community Services

Emergency Assistance	0	0	0	0	0	1	0	1
Food Stamp Training Expenses	0	0	0	0	0	12,000	0	12,000
Healthy Start	0	0	0	0	0	500,000	0	500,000
Human Resource Development-Hispanic Programs	0	0	0	0	0	898,688	0	898,688
Services To The Elderly	0	0	0	0	0	324,737	0	324,737
Safety Net Services	0	0	0	0	0	1,814,792	0	1,814,792
Services for Persons With Disabilities	0	0	0	0	0	413,876	0	413,876
Housing/Homeless Services	0	0	0	0	0	5,210,676	0	5,210,676
Community Services	0	0	0	0	0	(13,942,789)	0	(13,942,789)
Human Service Infrastructure Community Action Program	0	0	0	0	0	3,281,519	0	3,281,519

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Teen Pregnancy Prevention	0	0	0	0	0	1,378,033	0	1,378,033
Human Resource Development-Hispanic Programs - Municipality	0	0	0	0	0	5,098	0	5,098
Teen Pregnancy Prevention - Municipality	0	0	0	0	0	103,369	0	103,369
Total - General Fund	0	0	0	0	0	0	0	0

Governor

Transfer funding of \$13,942,789 in FY 14 and FY 15 from various accounts to the Community Services account to reflect the streamlining of agency budgetary accounts.

Legislative

Maintain current account structure.

Streamline Budget Account Structure -Supplemental Assistance

Old Age Assistance	0	0	0	0	0	35,721,076	0	36,209,681
Aid To The Blind	0	0	0	0	0	765,740	0	765,105
Aid To The Disabled	0	0	0	0	0	59,814,550	0	61,095,932
Aid to the Aged, Blind and Disabled	0	0	0	0	0	(96,301,366)	0	(98,070,718)
Total - General Fund	0	0	0	0	0	0	0	0

Governor

Transfer funding of \$96,301,366 in FY 14 and \$98,070,718 in FY 15 from the Old Age Assistance, Aid to the Blind, and Aid to the Disabled accounts to the Aid to the Aged, Blind, and Disabled account to reflect the streamlining of agency budgetary accounts.

Legislative

Maintain current account structure.

Streamline Budget Account Structure - Nutrition Programs

State Food Stamp Supplement	0	0	0	0	0	685,149	0	725,059
Nutrition Assistance	0	0	0	0	0	(685,149)	0	(725,059)
Total - General Fund	0	0	0	0	0	0	0	0

Governor

Transfer funding of \$685,149 in FY 14 and \$725,059 in FY 15 from the State-Funded Supplemental Nutrition Assistance account to the Nutrition Assistance account to reflect the streamlining of agency budgetary accounts.

Legislative

Maintain current account structure.

Streamline Budget Account Structure - Various Programs

Genetic Tests in Paternity Actions	0	(181,585)	0	(181,585)	0	0	0	0
Refunds Of Collections	0	0	0	0	0	150,000	0	150,000
Child Support Refunds and Reimbursements	0	181,585	0	181,585	0	(150,000)	0	(150,000)
Total - General Fund	0	0	0	0	0	0	0	0

Background

The Governor's FY 14 and FY 15 budget consolidates the number of agency budgetary accounts from 675 to approximately 530.

Governor

Transfer funding of \$331,585 in both FY 14 and FY 15 from the Paternity Tests and Refunds of Collections accounts to the Child Support Refund account to reflect the streamlining of agency budgetary accounts.

Legislative

Transfer funding of \$181,585 in FY 14 and FY 15 from the Genetic Tests in Paternity Actions account to the Child Support Refunds and Reimbursements account, while the current funding structure for Refunds of Collections is maintained.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Streamline Budget Account Structure - Medicaid

Medicaid	0	5,339,050,000	0	5,642,210,000	0	0	0	0
Medicaid - Acute Care Services	0	(1,577,664,000)	0	(1,731,030,000)	0	0	0	0
Medicaid - Professional Medical Care	0	(982,940,000)	0	(1,025,380,000)	0	0	0	0
Medicaid - Other Medical Services	0	(715,210,000)	0	(787,860,000)	0	0	0	0
Medicaid - Home and Community-Based Services	0	(532,650,000)	0	(562,510,000)	0	0	0	0
Medicaid - Nursing Home Facilities	0	(1,267,360,000)	0	(1,263,790,000)	0	0	0	0
Medicaid - Other Long Term Care Facilities	0	(184,350,000)	0	(188,300,000)	0	0	0	0
Medicaid - Administrative Services & Adjustments	0	(78,880,000)	0	(83,340,000)	0	0	0	0
Total - General Fund	0	0	0	0	0	0	0	0

Governor

Transfer funding of \$5,339,050,000 in FY 14 and \$5,642,210,000 in FY 15 from the seven Medicaid accounts established in the FY 13 Revised Budget to the single Medicaid account to reflect the streamlining of agency budgetary accounts.

Legislative

Same as Governor.

Eliminate Funding for the Medicaid Low Income Adult Program

Medicaid	0	(359,310,000)	0	(915,400,000)	0	(359,310,000)	0	(915,400,000)
Total - General Fund	0	(359,310,000)	0	(915,400,000)	0	(359,310,000)	0	(915,400,000)

Background

As of January 1, 2014, the federal government will assume 100% of the costs for individuals formally assumed to be included in the Medicaid for Low Income Adults (LIA) program.

Legislative

Eliminate funding of \$446,210,000 in FY 14 and \$1,135,810,000 in FY 15 to reflect the elimination of the LIA program. Adults formerly served by this program as well as new enrollees under the federal expansion will be served by the federal Medicaid Coverage for the Lowest Income Population (MCLIP) program. Related funding of \$86,900,000 in FY 14 and

\$220,410,000 in FY 15 is eliminated in the Department of Mental Health and Addictions Services. Sections 67 and 68 of PA 13-184, the biennial budget act, eliminate the LIA program and create the MCLIP program.

Net Appropriate Medicaid

Medicaid	0	(2,322,513,827)	0	(2,069,136,671)	0	(2,322,513,827)	0	(2,069,136,671)
Total - General Fund	0	(2,322,513,827)	0	(2,069,136,671)	0	(2,322,513,827)	0	(2,069,136,671)

Background

The FY 14 and FY 15 appropriation for the Department of Social Services' Medicaid account reflects only the state's share of this joint state/federal program. For FY 13, the \$4,697,969,332 gross appropriation for Medicaid included both the state's obligation as well as the reimbursable federal funds.

Legislative

Funding of \$2,322,513,827 in FY 14 and \$2,069,136,671 is removed from Medicaid to reflect the net appropriation of the account. The amount removed reflects the approximate amount of federal reimbursement for these expenditures that had been previously reflected within the account.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Enhance Efforts to Curtail Medicaid Fraud

Personal Services	8	524,026	8	569,512	8	524,026	8	569,512
Medicaid	0	(65,000,000)	0	(104,000,000)	0	(5,000,000)	0	(44,000,000)
Total - General Fund	8	(64,475,974)	8	(103,430,488)	8	(4,475,974)	8	(43,430,488)

Governor

Reduce Medicaid funding by \$60.0 million in both FY 14 and FY 15. It is anticipated that the additional use of consultant groups to perform predictive analytics will allow the state to better identify patterns of waste, fraud and abuse in government programs and will provide the tools to conduct additional Medicaid investigations and recover state dollars that were expended due to fraudulent claims.

Legislative

Reduce Medicaid funding by \$64,475,974 in FY 14 and \$103,430,488 FY 15 to reflect anticipated savings from the identification of Medicaid fraud via predictive analytics and additional Medicaid investigations. To assist in this effort, DSS shall modify the current contract for fraud and third-party billing to require the contractor to perform a client eligibility match for every client, every month.

Transition Certain Adults from HUSKY A to the Exchange

Medicaid	0	0	0	0	0	5,600,000	0	58,800,000
Total - General Fund	0	0	0	0	0	5,600,000	0	58,800,000

Background

The Connecticut Health Insurance Exchange was established as a quasi-public agency to satisfy requirements of the federal Affordable Care Act. Federally subsidized health insurance for low income individuals will be available on the Exchange as of January 1, 2014.

Governor

Reduce funding by \$5.6 million in FY 14 and \$58.8 million in FY 15 to reflect moving HUSKY A adults with incomes over 133% of the federal poverty level to health insurance coverage available under the Exchange. It is anticipated that approximately 37,500 adults would lose their HUSKY A eligibility under this proposal.

Legislative

Maintain funding of \$5.6 million in FY 14 and \$58.8 million in FY 15 to reflect HUSKY A adults maintaining current health insurance coverage through Medicaid and not the Health Insurance Exchange. Prior to Fiscal Year 15, the department should examine the feasibility of establishing a Basic Health Plan under the provisions of the federal health care reform act.

Transition ConnPACE Clients to the Exchange

Other Expenses	0	(2,200)	0	(2,400)	0	0	0	0
CT Pharmaceutical Assistance Contract to the Elderly	0	(160,000)	0	(338,500)	0	0	0	0
Total - General Fund	0	(162,200)	0	(340,900)	0	0	0	0

Background

The Connecticut Health Insurance Exchange was established as a quasi-public agency to satisfy requirements of the federal Affordable Care Act. Federally subsidized health insurance for low income individuals will be available on the Exchange as of January 1, 2014.

Governor

Reduce funding by \$162,200 in FY 14 and \$340,900 in FY 15 to reflect the transition of the remaining ConnPACE clients to coverage under the Exchange.

Legislative

Same as Governor. Sections 89-90, 94-101, and 156 of PA 13-234, the health and human services implementer, reflect this change.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Transition HUSKY Outreach Efforts to the Exchange

HUSKY Information and Referral	0	(159,393)	0	(318,786)	0	0	0	0
Total - General Fund	0	(159,393)	0	(318,786)	0	0	0	0

Governor

Reduce funding by \$159,393 in FY 14 and \$318,786 in FY 15 to reflect the elimination the HUSKY Information and Referral account. It is anticipated that the integrated eligibility portals available at the Exchange will take the place of currently provided services.

Legislative

Same as Governor

Provide Medicaid Coverage for Autism

Medicaid	0	500,000	0	1,000,000	0	500,000	0	1,000,000
Total - General Fund	0	500,000	0	1,000,000	0	500,000	0	1,000,000

Legislative

Provide \$500,000 in FY 14 and \$1 million in FY 15 to provide certain autism related services under the state Medicaid program.

Eliminate Requirement for a Medicaid HIV/AIDS Waiver

Medicaid	0	(1,260,000)	0	(2,220,000)	0	0	0	0
Total - General Fund	0	(1,260,000)	0	(2,220,000)	0	0	0	0

Background

The HIV/AIDS waiver would provide home and community-based services beyond those traditionally offered under Medicaid for up to 50 individuals. Services under the waiver would be similar to those available under the department's other waiver programs.

Governor

Reduce funding by \$1,260,000 in FY 14 and \$2,220,000 in FY 15 to reflect the elimination of the statutory requirement that the department seek an HIV/AIDS waiver. Individuals who would have otherwise received services under the waiver will continue to be eligible for traditional services under the Medicaid state plan as well as services that they may be eligible for under existing coverage rules.

Legislative

Same as Governor. Section 155 of PA 13-234, the health and human services implementer, reflects this change.

Eliminate Requirement for Medicaid Interpreter Services

Medicaid	0	(7,500,000)	0	(8,200,000)	0	0	0	0
Total - General Fund	0	(7,500,000)	0	(8,200,000)	0	0	0	0

Background

Current statute requires DSS to amend the Medicaid state plan to include foreign language interpreter services provided to any beneficiary with limited English proficiency as a covered service under the Medicaid program not later than July 1, 2013. With the conversion from managed care to an ASO structure, the medical ASO now provides interpreting services.

Governor

Reduce funding by \$7.5 million in FY 14 and \$8.2 million in FY 15 to reflect the elimination of the statutory requirement that the department amend the Medicaid state plan to include interpreter services. It should be noted that the current structure allows the state to maximize federal reimbursement since the ASO's expenditures can be claimed as an administrative service with 75% federal reimbursement as opposed to the 50% reimbursement that would be available if DSS implemented the program in the manner required under statute.

Legislative

Same as Governor. Section 80 of PA 13-234, the health and human services implementer, reflects this change.

Eliminate Enhanced Reimbursement for Independent Pharmacies

Medicaid	0	(1,050,000)	0	(1,100,000)	0	0	0	0
Total - General Fund	0	(1,050,000)	0	(1,100,000)	0	0	0	0

Background

The FY 13 Revised Budget included funding to increase the reimbursement rate for independent pharmacies from Average Wholesale Price (AWP) minus 16% to AWP minus 14%.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Governor

Reduce funding by \$1,050,000 in FY 14 and \$1,100,000 in FY 15 to reflect providing independent pharmacies with a reimbursement of AWP - 16%, consistent with other Medicaid pharmacies.

Legislative

Same as Governor. Section 81 of PA 13-234, the health and human services implementer, reflects this change.

Reduce Pharmacy Dispensing Fee

Medicaid	0	(2,500,000)	0	(2,600,000)	0	2,500,000	0	2,600,000
Total - General Fund	0	(2,500,000)	0	(2,600,000)	0	2,500,000	0	2,600,000

Governor

Reduce funding by \$5.0 million in FY 14 and \$5.2 million in FY 15 to reflect reducing the Medicaid pharmacy dispensing fee to the level of the state employee plan. This would reduce the current \$2.00 fee to \$1.40.

Legislative

Reduce funding by \$2.5 million in FY 14 and \$2.6 million in FY 15 to reflect reducing the Medicaid pharmacy dispensing fee from the current \$2.00 fee to \$1.70.

Implement Step Therapy Under the Pharmacy Program

Medicaid	0	(11,800,000)	0	(15,800,000)	0	0	0	0
Total - General Fund	0	(11,800,000)	0	(15,800,000)	0	0	0	0

Background

Currently, if a prescription is written for a non-preferred drug, the prescriber is required to either (1) request and obtain prior authorization in order to have that drug dispensed or (2) change to a preferred alternative.

Governor

Reduce funding by \$11.8 million in FY 14 and \$15.8 million in FY 15 to reflect the implementation of step therapy.

This proposal modifies this process noted above for classes of drugs on the preferred drug list, excluding mental health drugs. In order for a client to receive a non-preferred product, the prescriber will need to provide documentation that the client has tried a preferred product. This requirement will result in the increased use of lower cost drugs, either generic or preferred brand drugs, depending on the amount of rebates received.

Legislative

Same as Governor. Section 126 of PA 13-234, the health and human services implementer, reflects this change.

Establish Medicaid Therapy Management Pilot

Other Expenses	0	656,250	0	3,468,750	0	656,250	0	3,468,750
Medicaid	0	(3,456,250)	0	(18,268,750)	0	(3,456,250)	0	(18,268,750)
Total - General Fund	0	(2,800,000)	0	(14,800,000)	0	(2,800,000)	0	(14,800,000)

Legislative

Reduce funding by \$2.8 million in FY 14 and \$14.8 million in FY 15 to reflect net savings from implementing a Medicaid therapy management pilot program. DSS will coordinate with the Connecticut Pharmacists Association and a community health center in the New Haven area to comprehensively review the pharmaceutical regime of certain Medicaid clients. By reducing unnecessary and duplicative prescriptions as well as harmful combinations, savings are anticipated in both Medicaid pharmacy and hospital expenditures. Section 110 of PA 13-234, the health and human services implementer, reflects this change.

Clarify Dental Service Fee Schedule

Medicaid	0	(2,000,000)	0	(2,000,000)	0	(2,000,000)	0	(2,000,000)
Total - General Fund	0	(2,000,000)	0	(2,000,000)	0	(2,000,000)	0	(2,000,000)

Legislative

Reduce Medicaid by \$2.0 million in both FY 14 and FY 15 to reflect a clarification of the dental fee schedule. DSS shall modify the fee schedule and its dental payment regulations to ensure that the anesthesia rates are not inappropriately charged when procedures are performed on multiple teeth at the same time.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Implement Co-Payment for Unnecessary Emergency Room Use

Medicaid	0	(675,000)	0	(675,000)	0	(675,000)	0	(675,000)
Total - General Fund	0	(675,000)	0	(675,000)	0	(675,000)	0	(675,000)

Background

Under federal law, states may charge co-payments for non-emergency use of emergency room services for the Medicaid program. These co-payments can be up to \$7.90. Co-payments cannot be charged to certain categories of clients, such as children.

Legislative

Reduce funding by \$675,000 in both FY 14 and FY 15 to reflect the imposition of co-payments for unnecessary emergency room use. Section 76 of PA 13-234, the health and human services implementer, reflects this change.

Increase Prevention to Reduce Hospitalization

Medicaid	0	(10,000,000)	0	(34,000,000)	0	(10,000,000)	0	(34,000,000)
Total - General Fund	0	(10,000,000)	0	(34,000,000)	0	(10,000,000)	0	(34,000,000)

Legislative

Reduce Medicaid-Acute Care Services funding by \$10.0 million in FY 14 and \$34.0 million in FY 15 to reflect a reduction in the number of preventable hospitalizations. The ASO will coordinate with providers to reduce the number of preventable hospitalizations through an increase in preventative care services.

To assist in this effort, DSS shall report emergency department (ED) discharge data for Medicaid clients by hospital and provider. Additionally, DSS shall report on the time, date and CPT codes for all ED discharges. Data in such reports shall be aggregated to prevent any client identification.

Reduce Hospital Reimbursement

Medicaid	0	(73,860,000)	0	(73,860,000)	0	0	0	0
Disproportionate Share- Medical Emergency Assistance	0	(120,819,082)	0	(255,062,505)	0	0	0	0
Total - General Fund	0	(194,679,082)	0	(328,922,505)	0	0	0	0

Governor

Reduce funding provided to hospitals by \$194,679,082 in FY 14 and \$328,922,505 in FY 15 to reflect:

- Eliminating the enhanced hospital funding from user fee increase (\$50.4 million). Prior to the deficit mitigation plan, the revenue gained from the user fee assessment, as well as any federal dollars gained from that initial federal claiming, was to be redistributed to the hospitals in the form of disproportionate share hospital (DSH) payments and supplemental Medicaid payments. For FY 2013, hospitals were to be assessed a user fee of \$349.1 million while receiving a total of \$399.5 million in DSH and Medicaid payments, which would have allowed the hospitals, in the aggregate, to have a net gain of \$50.4 million;
- Eliminating ASO transition supplemental payments for outpatient, physician and behavioral health services (\$23.5 million); and
- Phasing out Disproportionate Share Hospital (DSH) payments (\$120.8 million in FY 14 and \$255.1 million in FY 15).

Please note, \$13.4 million is eliminated from the DSH account under the write-up titled 'Annualize FY 13 Rescissions.'

Legislative

Same as Governor. Sections 77-79 of PA 13-234, the health and hospitals implementer, reflect this change.

Increase Discharge Rate for Low Cost Hospitals

Medicaid	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000
Total - General Fund	0	15,000,000	0	15,000,000	0	15,000,000	0	15,000,000

Legislative

Provide funding of \$15.0 million in both FY 14 and FY 15 to increase the Medicaid base discharge rate for hospitals with a higher than average combined Medicare and Medicaid payer mix and less than average Medicaid expense per case. Section 77 of PA 13-234, the health and hospitals implementer, reflects this change.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Provide Funding for Saint Mary's Hospital

Community Services	0	100,000	0	100,000	0	100,000	0	100,000
Total - General Fund	0	100,000	0	100,000	0	100,000	0	100,000

Legislative

Provide funding of \$100,000 in both FY 14 and FY 15 for Saint Mary's Hospital.

Provide Additional Funding to CT Children's Medical Center

Connecticut Children's Medical Center	0	5,000,000	0	5,000,000	0	0	0	0
Total - General Fund	0	5,000,000	0	5,000,000	0	0	0	0

Background

Since FY 99, the Connecticut Children's Medical Center (CCMC) has received a grant subsidy from DSS to help compensate the hospital for the cost of providing health care to Medicaid clients.

Governor

Provide an additional \$5.0 million in both FY 14 and FY 15 for CCMC. It should be noted that CCMC lost approximately \$5 million under the general hospital budget reductions noted elsewhere.

Legislative

Same as Governor

Rebase Community Health Center Reimbursement

Medicaid	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000
Total - General Fund	0	10,000,000	0	10,000,000	0	10,000,000	0	10,000,000

Legislative

Provide \$10.0 million in both FY 14 and FY 15 to reflect a rebasing of rates paid to Federally Qualified Health Centers. Section 125 of PA 13-234, the health and hospitals implementer, reflects this change.

Reduce Behavioral Health Reimbursement

Medicaid	0	0	0	(1,000,000)	0	4,100,000	0	4,100,000
Total - General Fund	0	0	0	(1,000,000)	0	4,100,000	0	4,100,000

Governor

Reduce funding by \$4.1 million in FY 14 and \$5.1 million in FY 15 to reflect a reduction in the reimbursement for certain behavioral health services, including methadone maintenance.

Legislative

Reduce behavioral health rates by \$1.0 million in FY 15. Section 130 of HB 6706, the general government implementer, reflects this change.

Establish Medical Respite Program for the Homeless

Medicaid	0	0	0	(800,000)	0	0	0	(800,000)
Housing/Homeless Services	0	400,000	0	0	0	400,000	0	0
Total - General Fund	0	400,000	0	(800,000)	0	400,000	0	(800,000)

Legislative

Provide funding of \$400,000 in FY 14 and reduce funding by \$800,000 in FY 15 to reflect the implementation of a medical respite program for homeless persons in the city of New Haven. This funding is transferred to the Department of Housing in a subsequent policy.

Adjust Unearned Income Disregard for Supplemental Assistance

Medicaid	0	0	0	0	0	117,000	0	235,000
Old Age Assistance	0	0	0	0	0	195,000	0	390,000
Aid To The Blind	0	0	0	0	0	7,000	0	13,000
Aid To The Disabled	0	0	0	0	0	470,000	0	940,000
Total - General Fund	0	0	0	0	0	789,000	0	1,578,000

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Background

In past years, any cost of living adjustments (COLA) received as part of an AABD client's Social Security benefit were considered an increase in income and applied to the client's cost of care. As a result of a legislative change, effective FY 06, AABD clients now retain their Social Security COLA (by increasing the unearned income disregard) without a concurrent reduction in their state benefit.

Governor

Reduce funding by \$789,000 in FY 14 and \$1,578,000 in FY 15 to reflect reinstating the previous policy of applying any federal COLA to offset the cost of care.

Legislative

Maintain funding of \$789,000 in FY 14 and \$1,578,000 in FY 15 for the current unearned income disregard.

Adjust Residential Care Home Rate Increase

Old Age Assistance	0	0	0	0	0	170,651	0	186,165
Aid To The Blind	0	0	0	0	0	3,554	0	3,877
Aid To The Disabled	0	0	0	0	0	284,128	0	309,958
Total - General Fund	0	0	0	0	0	458,333	0	500,000

Background

Last session, the legislature added \$500,000 to residential care homes to reflect the pass through of higher than anticipated federal Social Security cost of living adjustments.

Governor

Reduce funding by \$458,333 in FY 14 and \$500,000 in FY 15 to reflect the elimination of this additional funding.

Legislative

Maintain funding of \$458,333 in FY 14 and \$500,000 in FY 15 for the residential care home rate increase provided in current services. Section 73 of PA 13-234, the health and hospitals implementer, reflects this change.

Adjust Statutory or Regulatory Standards Increases

Old Age Assistance	0	0	0	0	0	1,543,135	0	3,163,406
Aid To The Blind	0	0	0	0	0	35,911	0	73,269
Aid To The Disabled	0	0	0	0	0	2,720,814	0	5,615,527
Temporary Assistance to Families - TANF	0	0	0	0	0	2,303,726	0	4,608,555
State Administered General Assistance	0	0	0	0	0	293,300	0	604,800
Total - General Fund	0	0	0	0	0	6,896,886	0	14,065,557

Background

Effective July 1, 2013 and July 1, 2014, recipients of Temporary Family Assistance, State Administered General Assistance, and the Aid to the Aged, Blind and Disabled programs are scheduled to receive a state-funded 2.1% cost of living adjustment.

Additionally, DSS is required to annually determine rates for various boarding homes. Per DSS' regulations, boarding home rate increases are based on actual cost reports submitted by facilities, barring any legislation to remove rate increases for a particular fiscal year. Projected rate increases of 2.0% have been included in the current services budget for boarding homes.

Governor

Reduce Funding by \$6,896,886 in FY 14 and \$14,065,557 in FY 15 to reflect the elimination of the scheduled increases.

Legislative

Maintain funding of \$6,896,886 in FY 14 and \$14,065,557 in FY 15 for statutory or regulatory standards increases provided in current services.

Remove Statutory Rate Increases - Nursing Homes and ICF/MR's

Medicaid	0	(54,800,000)	0	(83,770,000)	0	0	0	0
Total - General Fund	0	(54,800,000)	0	(83,770,000)	0	0	0	0

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Background

Under current statute, DSS is required to rebase nursing home rates no more than once every two years and no less than once every four years. The current services budget includes a rate increase of 4.7% in FY 2014 to reflect the rebasing of rates. To comply with DSS' regulations, the current services budget also includes a 2.0% inflationary adjustment in FY 2015.

Additionally, to comply with DSS' regulations, the current services budget includes a 2.2% increase in FY 2014 and a 2.0% increase in FY 2015 for intermediate care facilities for those with developmental disabilities.

Governor

Reduce funding by \$54,800,000 in FY 14 and \$83,770,000 in FY 15 to reflect the elimination of scheduled rate increases.

Legislative

Same as Governor. Sections 74 and 75 of PA 13-234, the health and hospitals implementer, reflect this change.

Reduce Enhanced Nursing Home and ICF/MR Funding

Medicaid	0	(12,200,000)	0	(16,300,000)	0	0	0	0
Total - General Fund	0	(12,200,000)	0	(16,300,000)	0	0	0	0

Background

Effective July 1, 2012, the nursing home user fee was increased to maximize the amount of revenue to the state, while also providing new funding to the nursing home industry through their Medicaid rates. The user fee was also extended to public and private intermediate care facilities for the developmentally disabled (ICF/MR's). The revenue gained from the user fee assessment, as well as any federal dollars gained from that initial federal claiming, is returned to these facilities in the form of increased Medicaid rates. In FY 13, nursing homes will be assessed an additional user fee of \$39.3 million while realizing a Medicaid rate increase of \$59.0 million, for a net gain of \$19.7 million. For private intermediate care facilities, these facilities will be assessed a user fee of \$4.0 million while realizing a Medicaid rate increase of \$6.1 million, for a net gain of \$2.1 million in FY 13.

Governor

Reduce funding by \$12.2 million in FY 14 and \$16.3 million in FY 15 to reflect a 75% reduction in the enhanced funding detailed above.

Legislative

Same as Governor

Close Roll-over to Priority Group 6 in Care 4 Kids

Child Care Services-TANF/ CCDBG	0	(278,000)	0	(619,000)	0	0	0	0
Total - General Fund	0	(278,000)	0	(619,000)	0	0	0	0

Background

Currently, under the Care 4 Kids program, when a family's income increases to above 50% of the state median income (SMI), the family will move from Priority Group 2 (PG-2) or Priority Group 4 (PG-4) to Priority Group 6 (PG-6). PG-2 is for post-TFA individuals with income less than 50% of the state median income (\$50,987 for a family of four). PG-4 is for non-TFA families with income less than 50% SMI. PG-6 is for non-TFA families with income between 50% and 75% SMI.

Governor

Reduce funding by \$278,000 in FY 14 and \$619,000 in FY 15 to reflect the elimination of the potential to roll over to PG-6 for families whose income increases above 50% SMI.

Legislative

Same as Governor

Adjust Funding for HUSKY Performance Monitoring

Children's Health Council	0	0	0	0	0	208,050	0	208,050
Total - General Fund	0	0	0	0	0	208,050	0	208,050

Background

The HUSKY Performance Monitoring account funds a contract to provide analysis of trends in HUSKY enrollment, access to care and utilization of health care services. With the new administrative service organization (ASO) structure implemented January 1, 2012, the ASO is now responsible for reporting on trends in HUSKY enrollment, access and utilization.

Governor

Reduce funding by \$208,050 in both FY 14 and FY 15 to reflect the elimination of support for HUSKY monitoring.

Legislative

Maintain funding of \$208,050 in FY 14 and FY 15 for the HUSKY Performance Monitoring account.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Adjust Funding for Afterschool Programs

Child Care Quality Enhancements	0	0	0	0	0	335,930	0	335,930
Total - General Fund	0	0	0	0	0	335,930	0	335,930

Governor

Reduce Funding by \$335,930 in both FY 14 and FY 15 to reflect the elimination of DSS support for afterschool programs.

Legislative

Maintain funding of \$335,930 in both FY 14 and FY 15 for afterschool programs.

Adjust Funding for Children's Trust Fund

Children's Trust Fund	0	(870,866)	0	(870,866)	0	1,107,450	0	1,107,450
Total - General Fund	0	(870,866)	0	(870,866)	0	1,107,450	0	1,107,450

Background

The mission of the Children's Trust Fund is to prevent child abuse and neglect, and to establish resources in communities statewide that support and strengthen families.

Governor

Reduce funding by \$1,978,316 in both FY 14 and FY 15 to reflect the elimination of support for Family Empowerment, Family School Connection, the Children's Law Center and the Kinship Fund. Nurturing Families Network and the Help Me Grow programs would continue to be funded.

Legislative

Reduce funding by \$870,866 in both FY 14 and FY 15 to reflect Probate Court Administration Fund support for the Kinship Fund and a transfer to Judicial for the Children's Law Center.

Adjust Funding for Healthy Start

Healthy Start	0	0	0	0	0	930,311	0	930,311
Total - General Fund	0	0	0	0	0	930,311	0	930,311

Background

Since the inception of the Healthy Start program, staff time has shifted from direct service to completing presumptive eligibility forms for HUSKY enrollment.

Governor

Reduce funding by \$930,311 in both FY 14 and FY 15 to reflect the elimination of HUSKY enrollment efforts.

Legislative

Maintain funding of \$930,311 in both FY 14 and FY 15 for Healthy Start.

Adjust Funding for Teen Pregnancy Prevention

Teen Pregnancy Prevention	0	0	0	0	0	459,345	0	459,345
Teen Pregnancy Prevention - Municipality	0	0	0	0	0	34,457	0	34,457
Total - General Fund	0	0	0	0	0	493,802	0	493,802

Governor

Reduce funding by \$493,802 in both FY 14 and FY 15 for the Teen Pregnancy Prevention program. The program retains funding of \$1,481,402, which is consolidated under the Community Services account.

Legislative

Maintain funding of \$493,802 in both FY 14 and FY 15 for Teen Pregnancy Prevention.

Adjust Funding for Advocacy and Family Supports

Services for Persons With Disabilities	0	0	0	0	0	188,137	0	188,137
--	---	---	---	---	---	---------	---	---------

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Total - General Fund	0	0	0	0	0	188,137	0	188,137

Governor

Reduce funding by \$188,137 in both FY 14 and FY 15 to reflect the elimination of Traumatic Brain Injury Support and Family Support grants.

Legislative

Maintain funding of \$188,137 in FY 14 and FY 15 for Traumatic Brain Injury Support and Family Support grants.

Adjust Funding for Transportation to Work

Transportation for Employment Independence Program	0	0	0	(1,000,000)	0	3,028,671	0	2,028,671
Total - General Fund	0	0	0	(1,000,000)	0	3,028,671	0	2,028,671

Background

The Transportation to Work account is intended to provide funds for several transportation programs to assist Temporary Family Assistance and other TFA eligible adults with transportation services needed to reach self-sufficiency through work and work-related activities. Although transportation is one of the most significant barriers for individuals to secure employment, the department's current ridership surveys indicate that only 20% of riders under this program receive TFA or are TFA eligible.

Governor

Reduce funding by \$3,028,671 in both FY 14 and FY 15 to reflect the elimination of the Transportation to Work account. TFA recipients that are active in the Department of Labor's Jobs First Employment Services (JFES) program will have access to bus tokens and other transportation supports under JFES.

Legislative

Reduce Transportation to Work funding by \$1.0 million in FY 15.

Adjust Funding for Community Services

Child Care Quality Enhancements	0	227,356	0	227,356	0	227,356	0	227,356
Community Services	0	(599,012)	0	(599,012)	0	0	0	0
Fatherhood Initiative	0	371,656	0	371,656	0	371,656	0	371,656
Community Services - Municipality	0	0	0	0	0	83,761	0	83,761
Total - General Fund	0	0	0	0	0	682,773	0	682,773

Governor

Reduce funding by \$682,773 in both FY 14 and FY 15 to reflect the elimination of the Community Services and Youth and Family Services subaccounts.

Legislative

Maintain funding of \$682,773 in FY 14 and FY 15. Transfer funding of \$227,356 in FY 14 and FY 15 for Before and After School programs to the Child Care Quality Enhancements account and create a separate line item to reflect funding of \$371,656 in FY 14 and FY 15 for the Fatherhood Initiative.

Provide Funding for the Covenant Soup Kitchen

Nutrition Assistance	0	50,000	0	50,000	0	50,000	0	50,000
Total - General Fund	0	50,000	0	50,000	0	50,000	0	50,000

Legislative

Provide funding of \$50,000 in both FY 14 and FY 15 for the Covenant Soup Kitchen.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Provide Funding for Perlas Hispanas

Human Resource Development-Hispanic Programs	0	20,000	0	20,000	0	20,000	0	20,000
Total - General Fund	0	20,000	0	20,000	0	20,000	0	20,000

Legislative

Provide funding of \$20,000 in both FY 14 and FY 15 for Perlas Hispanas in New Britain for human resource development services.

Rollout of FY 13 Rescissions

Children's Trust Fund	0	(656,654)	0	(656,654)	0	0	0	0
Children's Health Council	0	(10,950)	0	(10,950)	0	0	0	0
HUSKY Information and Referral	0	(16,778)	0	(16,778)	0	0	0	0
Genetic Tests in Paternity Actions	0	(9,557)	0	(9,557)	0	0	0	0
Healthy Start	0	(74,885)	0	(74,885)	0	0	0	0
Connecticut Home Care Program	0	(2,365,804)	0	(2,365,804)	0	0	0	0
Human Resource Development-Hispanic Programs	0	0	0	0	0	47,051	0	47,051
Safety Net Services	0	(95,015)	0	(95,015)	0	0	0	0
Transportation for Employment Independence Program	0	(158,569)	0	(158,569)	0	0	0	0
Services for Persons With Disabilities	0	(31,518)	0	(31,518)	0	0	0	0
Nutrition Assistance	0	(22,495)	0	(22,495)	0	0	0	0
Disproportionate Share- Medical Emergency Assistance	0	(13,424,342)	0	(13,424,342)	0	0	0	0
Child Care Quality Enhancements	0	(188,225)	0	(188,225)	0	0	0	0
Community Services	0	(74,380)	0	(74,380)	0	0	0	0
Human Service Infrastructure Community Action Program	0	0	0	0	0	171,807	0	171,807
Teen Pregnancy Prevention	0	(96,197)	0	(96,197)	0	0	0	0
Human Resource Development-Hispanic Programs - Municipality	0	0	0	0	0	266	0	266
Teen Pregnancy Prevention - Municipality	0	(7,216)	0	(7,216)	0	0	0	0
Community Services - Municipality	0	(4,385)	0	(4,385)	0	0	0	0
Total - General Fund	0	(17,236,970)	0	(17,236,970)	0	219,124	0	219,124

Background

The Governor implemented General Fund rescissions in November of 2012 totaling \$170.4 million across state agencies. The Governor's FY 14 and FY 15 budget includes the rollout of \$69.7 million of FY 13 rescissions across various agencies.

Governor

Reduce funding by \$17,456,094 in both FY 14 and FY 15 to reflect the rollout of the Governor's FY 13 rescissions.

Legislative

Reduce funding by \$17,236,970 in both FY 14 and FY 15 to reflect the rollout of the Governor's FY 13 rescissions. Funding is maintained for the Human Resource Development - Hispanic and Human Services Infrastructure - Community Action program accounts.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Rollout FY 13 DMP - FQHC Reimbursement

Medicaid	0	(5,300,000)	0	(7,300,000)	0	0	0	0
Medicaid - Professional Medical Care	0	0	0	0	0	0	0	0
Total - General Fund	0	(5,300,000)	0	(7,300,000)	0	0	0	0

Background

Prior to the deficit mitigation plan, DSS was providing increased reimbursement to federally qualified health centers (FQHCs) participating under the 'Glide Path,' which supports practices as they move towards National Legislative for Quality Assurance (NCQA) recognition as patient-centered medical homes (PCMH), as well as to FQHCs that have attained NCQA recognition as PCMH providers. In addition, FQHCs participating as PCMH providers were eligible for supplemental payments based on quality performance incentives and improvements. Given that the FQHCs have traditionally operated under a medical home model by offering a full range of primary and preventive health care services and recognizing that they are already receiving higher reimbursements than most providers under Medicaid, the need to incentivize FQHCs to move toward a PCMH model is reduced.

Governor

Reduce funding by \$5.3 million in FY 14 and \$7.3 million in FY 15 to reflect the continued elimination of enhanced Glide Path payments to FQHC's. FQHCs participating in the Glide Path will remain eligible for technical assistance to help them in achieving NCQA recognition.

Legislative

Same as Governor

Rollout FY 13 DMP - Medicaid Chiropractic Coverage

Medicaid	0	(110,000)	0	(110,000)	0	250,000	0	250,000
Total - General Fund	0	(110,000)	0	(110,000)	0	250,000	0	250,000

Background

The FY 13 Revised Budget included funding to pay for services provided by independent chiropractors for adults under Medicaid. Expenditures were capped at \$250,000 per year. The program is state-funded and is not eligible for federal reimbursement because it is capped.

Governor

Reduce funding by \$360,000 in both FY 14 and FY 15 to reflect the elimination of state funded adult chiropractic services. In addition, chiropractic services for children are only covered to the extent that they are medically necessary.

Legislative

Reduce funding by \$110,000 in FY 14 and FY 15 to reflect removing coverage for chiropractic services for children under Medicaid. Section 80 of PA 13-234, the health and hospitals implementer, reflects this change.

Rollout FY 13 DMP - NEMT Reimbursement

Medicaid	0	(500,000)	0	(500,000)	0	5,400,000	0	5,400,000
Total - General Fund	0	(500,000)	0	(500,000)	0	5,400,000	0	5,400,000

Governor

Reduce funding for non-emergency medical transportation (NEMT) by \$5.9 million in both FY 14 and FY 15 to reflect:

Allowing the use of vehicles other than ambulances to provide non-emergency transportation for individuals who are medically stable and do not require medical attention but must lie flat during transport; and reducing the non-emergency ambulance rate (\$218.82) to the emergency ambulance rate (\$196.94).

Legislative

Reduce funding by \$500,000 in both FY 14 and FY 15 to reflect a reduction of the non-emergency ambulance rate to the emergency ambulance rate. Section 110 of PA 13-234, the health and hospitals implementer, removes the statute allowing certain modes of non-emergency transportation, which codifies current practice.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Rollout FY 13 DMP - Prior Authorization

Medicaid	0	(8,600,000)	0	(8,700,000)	0	0	0	0
Total - General Fund	0	(8,600,000)	0	(8,700,000)	0	0	0	0

Governor

Reduce funding by \$8.6 million in FY 14 and \$8.7 million in FY 15 to reflect enhanced prior authorization procedures for certain Medicaid services. These efforts include:

- Sleep apnea machines, such as continuous positive airway pressure (CPAP) machines. The department will adopt Medicare's guidelines for the purchase of CPAP machines and supplies;
- Home health services and physical, occupational and speech therapies. Prior authorization will be required to ensure medical necessity; and
- Customized Wheelchairs. Clinical teams will be sent into facilities to assess clients and confirm the need for customized wheelchairs before the purchase of such chairs will be approved. DSS will also review wheelchair repairs and part replacements and will utilize refurbished wheelchairs, parts and components when appropriate.

Legislative

Same as Governor

Rollout FY 13 DMP - Provider Reimbursement

Medicaid	0	(5,800,000)	0	(5,900,000)	0	0	0	0
Total - General Fund	0	(5,800,000)	0	(5,900,000)	0	0	0	0

Governor

Reduce funding by \$5.8 million in FY 14 and \$5.9 million in FY 15 to reflect:

- Reducing the facility per diem payment for hospice services to reflect the overlap in the services provided by a facility and the hospice agency;
- Mirroring the Medicare pricing methodology by paying a lower fee to community-based physicians when the services are provided in a hospital or ambulatory surgery center;
- Expanding DSS' ambulatory surgery center fee schedule to include many procedures customarily performed in ambulatory centers, which are currently performed for Medicaid clients in hospital outpatient departments; and
- Adding coverage of home infusion as a bundled service. Most commercial plans provide extensive home infusion services in lieu of providing medication therapies in inpatient and outpatient hospital settings.

Legislative

Same as Governor. Section 80 of PA 13-234, the health and hospitals implementer, reflect the reduction in the facility per diem payment for hospice services.

Rollout FY 13 DMP - Reimbursement Fees

Medicaid	0	(3,600,000)	0	(3,600,000)	0	0	0	0
Total - General Fund	0	(3,600,000)	0	(3,600,000)	0	0	0	0

Governor

Reduce funding by \$3.6 million in both FY 14 and FY 15 to reflect reduced reimbursement for medical equipment, devices and supplies and laboratory services.

Legislative

Same as Governor

Transfer Citizenship Training to the Secretary of State

Community Services	0	0	0	0	0	50,000	0	50,000
Total - General Fund	0	0	0	0	0	50,000	0	50,000

Governor

Transfer \$50,000 in both FY 14 and FY 15 to reflect the relocation of the Citizenship Training program to the Secretary of State.

Legislative

Maintain funding of \$50,000 in FY 14 and FY 15 to reflect retaining the Citizenship Training Program within DSS.

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Transfer Employment Services to the Department of Labor

Community Services	0	0	0	0	0	642,260	0	642,260
Total - General Fund	0	0	0	0	0	642,260	0	642,260

Governor

Transfer funding of \$642,260 in both FY 14 and FY 15 to reflect the transition of the Employment Success program to the Department of Labor.

Legislative

Maintain funding of \$642,260 in FY 14 and FY 15 to reflect retaining the Employment Success Program within DSS.

Provide Funding for Employment Services

Safety Net Services	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000
Total - General Fund	0	1,000,000	0	1,000,000	0	1,000,000	0	1,000,000

Legislative

Provide funding of \$1.0 million in both FY 14 and FY15 for employment assistant services specifically for recipients of the Temporary Family Assistance program. Of these funds, \$300,000 shall be used by Community Action Agencies for youth programs in Hartford and New Haven.

Transfer Positions and Funds to Office of Early Childhood

Personal Services	(9)	(793,177)	(11)	(1,000,609)	(7)	(635,313)	(2)	(196,770)
Other Expenses	0	(63,000)	0	(7,643,000)	0	(49,000)	0	(7,580,000)
Children's Trust Fund	0	(11,671,218)	0	(11,671,218)	0	(11,671,218)	0	(1,107,450)
Child Care Services-TANF/ CCDBG	0	0	0	(101,489,658)	0	98,967,400	0	0
Child Care Quality Enhancements	0	(3,259,170)	0	(3,259,170)	0	0	0	0
Total - General Fund	(9)	(15,786,565)	(11)	(125,063,655)	(7)	86,611,869	(2)	(8,884,220)

Governor

Transfer funding of \$102,458,214 in FY 14 and \$116,244,405 in FY 15 to the new Office of Early Childhood. This moves the following programs in FY 2014: Care 4 Kids, Charts-A-Course and funding for the Child Care 2-1-1 contract with United Way. In FY 2015, programs under the Children's Trust Fund (the Nurturing Families Network and Help Me Grow) are also transferred. In addition, funding for the related program staff and other expenses items are transferred to the Office of Early Childhood.

Legislative

Transfer funding of \$15,786,565 in FY 14 and \$125,063,655 in FY 15 to the new Office of Early Childhood. Programs transferred beginning in FY 14 include: Charts-A-Course, funding for the Child Care 2-1-1 contract with United Way, and the Children's Trust Fund. Funding for related program staff and other expenses items are also transferred. In addition, funding for the Care4Kids program is transferred in FY 15. Section 50 of HB 6706, the general government implementer, establishes the Nurturing Families Network program of the Children's Trust Fund under the Office of Early Childhood.

Transfer Position to State Department of Education

Personal Services	(1)	(59,780)	(1)	(64,970)	0	0	0	0
Total - General Fund	(1)	(59,780)	(1)	(64,970)	0	0	0	0

Governor

Transfer one fiscal support position and corresponding funding of \$59,780 in FY 14 and \$64,970 in FY 15 to the State Department of Education.

Legislative

Same as Governor

Transfer Positions and Funds to the Department of Housing

Personal Services	(9)	(636,485)	(9)	(661,963)	(4)	(243,577)	(4)	(261,905)
Other Expenses	0	(71,519)	0	(73,593)	0	0	0	0
Housing/Homeless Services	0	(56,810,972)	0	(60,935,480)	0	(400,000)	0	0

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Housing/Homeless Services - Municipality	0	(640,398)	0	(640,398)	0	0	0	0
Total - General Fund	(9)	(58,159,374)	(9)	(62,311,434)	(4)	(643,577)	(4)	(261,905)

Governor

Transfer five positions and funding of \$57,515,797 in FY 14 and \$62,049,529 in FY 15 to the new Department of Housing. This proposal moves the following programs to the new Department of Housing: Emergency Shelters for Homeless, Residences for Person with AIDS, Transitional Living, Rental Assistance Program, Special Projects (including Child Care in Homeless Shelters), Housing / Mediation Services, Rent Bank and the Security Deposit Guarantee Program. In addition, a contract with the Connecticut Coalition to End Homelessness is transferred. Funding for Domestic Violence Shelters is not transferred under this proposal.

Legislative

Transfer nine positions and funding of \$58,159,374 in FY 14 and \$62,311,434 in FY 15 to the new Department of Housing. This proposal moves the following programs to the new Department of Housing: Emergency Shelters for Homeless, Residences for Person with AIDS, Transitional Living, Special Projects (including Child Care in Homeless Shelters), Housing / Mediation Services, Rent Bank, the Security Deposit Guarantee Program, and the Medical Respite Program for the Homeless. In addition, a contract with the Connecticut Coalition to End Homelessness is transferred. Funding for Domestic Violence Shelter is not transferred.

Transfer Positions and Funds to the Department on Aging

Personal Services	(26)	(2,034,798)	(26)	(2,135,701)	0	0	0	0
Other Expenses	0	(717,340)	0	(719,599)	0	0	0	0
Services To The Elderly	0	(3,681,704)	0	(3,681,704)	0	0	0	0
Community Services	0	(141,295)	0	(141,295)	0	0	0	0
Alzheimer Respite Care	0	(2,294,388)	0	(2,294,388)	0	0	0	0
Services to the Elderly - Municipality	0	(44,853)	0	(44,853)	0	0	0	0
Total - General Fund	(26)	(8,914,378)	(26)	(9,017,540)	0	0	0	0
Other Expenses	0	(475,000)	0	(475,000)	0	0	0	0
Total - Insurance Fund	0	(475,000)	0	(475,000)	0	0	0	0

Background

The state Department on Aging was established in statute as of January 1, 2013. The FY 13 budget included half year funding for two initial administrative positions.

Governor

Transfer 26 positions and funding of \$8,914,378 in FY 14 and \$9,017,540 in FY 15 to the Department on Aging. Other Expenses funding of \$475,000 (via the Insurance Fund) is also transferred in each year. The following programs are transferred: Elderly Health Care at Bella Vista, Elderly Nutrition, Elderly Health Screening, Retired Senior Volunteer Program, Area Agencies on Aging, Medicare Legal Assistance, Day Care for Alzheimer Victims, Geriatric Assessment, Alzheimer Respite Care, Congregate Housing Services and Fall Prevention. Funding for Protective Services for the Elderly is not transferred under this proposal.

Legislative

Same as Governor

Transfer Support for Smoking Cessation to Tobacco Trust Fund

Medicaid	0	(3,400,000)	0	(3,400,000)	0	0	0	0
Total - General Fund	0	(3,400,000)	0	(3,400,000)	0	0	0	0

Background

In FY 13, \$3.4 million was transferred from the Tobacco and Health Trust Fund to the Medicaid account to support smoking cessation programs.

Governor

Reduce funding by \$3.4 million in both FY 14 and FY 15 to reflect the continued transfer from the Trust Fund to help offset the costs of smoking cessation.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Transfer to DMHAS for Unified Contracting

Personal Services	0	0	0	0	6	362,165	6	373,030
Total - General Fund	0	0	0	0	6	362,165	6	373,030

Governor

Transfer funding of \$362,165 in FY 14 and \$373,030 in FY 15 and six positions to the Department of Mental Health and Addiction Services for unified contracting for human services.

Legislative

Maintain six positions and funding of \$362,165 in FY 14 and \$373,030 in FY 15 in DSS for contracting functions.

Transfer Affirmative Action Planning Function to CHRO

Personal Services	0	0	0	0	1	68,509	1	71,552
Total - General Fund	0	0	0	0	1	68,509	1	71,552

Governor

Transfer one position and funding of \$68,509 in FY 14 and \$71,552 in FY 15 to reflect the centralization of Affirmative Action planning functions in the Commission on Human Rights and Opportunities (CHRO).

Legislative

Maintain funding of \$68,509 in FY 14 and \$71,552 in FY 15 and one position to reflect the decentralization of Affirmative Action planning functions and retaining the functions within DSS.

Transfer Funding - Centralize Courier & Mail Services in DAS

Other Expenses	0	(82,080)	0	(82,080)	0	0	0	0
Total - General Fund	0	(82,080)	0	(82,080)	0	0	0	0

Governor

Transfer funding of \$82,080 in both FY 14 and FY 15 to reflect moving courier and central mail services to the Department of Administrative Services (DAS).

Legislative

Same as Governor

Remove Funding for Salary Increases of Appointed Officials

Personal Services	0	(37,771)	0	(79,352)	0	0	0	0
Total - General Fund	0	(37,771)	0	(79,352)	0	0	0	0

Governor

Reduce funding by \$37,771 in FY 14 and \$79,352 in FY 15 to reflect the elimination of salary increases for appointed officials.

Legislative

Same as Governor

Eliminate Inflationary Increases

Other Expenses	0	(1,042,367)	0	(3,605,077)	0	0	0	0
Total - General Fund	0	(1,042,367)	0	(3,605,077)	0	0	0	0

Governor

Reduce various accounts by \$1,042,367 in FY 14 and \$3,605,077 in FY 15 to reflect the elimination of inflationary increases.

Legislative

Same as Governor

Adjust Funding for GAAP

Nonfunctional - Change to Accruals	0	(23,825,252)	0	(26,527,560)	0	11,812,913	0	0
Total - General Fund	0	(23,825,252)	0	(26,527,560)	0	11,812,913	0	0

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Governor

Reduce funding by \$35,638,165 in FY 14 and \$26,527,560 in FY 15 to reflect changes to GAAP accruals as a result of a policy change.

Legislative

Reduce funding by \$23,825,252 in FY 14 and \$26,527,560 in FY 15 to reflect changes to GAAP accruals as a result of a policy change.

Carry Forward Funding for Medicaid

Medicaid	0	42,903,628	0	0	0	42,903,628	0	0
Total - Carry Forward Funding	0	42,903,628	0	0	0	42,903,628	0	0

Legislative

Pursuant to CGS Sec. 4-89(c), an estimated \$42,903,628 is carried forward into FY 14 in the Medicaid account. Funding is anticipated to be used as follows:

- \$19.0 million related to the increased processing of rebates in FY 13;
- \$8.5 million for hospital retro settlement costs for FY 10;
- \$7.0 million for hospital supplemental payments due to the conversion from managed care to an administrative services organization (ASO), pending federal approval of such payments;
- \$4.4 million for payments to out-of-state-hospitals which were not paid due to processing delays;
- \$3.9 million for FY 13 contractual and other expenses which were not paid due to processing delays; and
- \$119,000 for dental initiatives under the Carr v. Wilson-Coker settlement.

Carry Forward Funding for Other Expenses

Other Expenses	0	5,079,149	0	0	0	5,079,149	0	0
Total - Carry Forward Funding	0	5,079,149	0	0	0	5,079,149	0	0

Legislative

Pursuant to CGS Sec. 4-89(c), an estimated \$5,079,149 is carried forward into FY 14 in the Other Expenses account. Funding of \$3,982,220 will fund contractual expenses, which were incurred in FY13 but were not paid due to processing delays. Remaining funding of \$1,096,929 will support various projects that have been delayed, including \$750,000 for projects under Money Follows the Person.

Carry Forward Funding for HUSKY B Payments to DPH

HUSKY B Program	0	245,680	0	0	0	245,680	0	0
Total - Carry Forward Funding	0	245,680	0	0	0	245,680	0	0

Legislative

Pursuant to CGS Sec. 4-89(c), an estimated \$245,680 is carried forward into FY 14 in the HUSKY B Program account to fund FY 13 payments to the Department of Public Health (DPH) for vaccine costs that were not paid due to processing delays.

Totals

Budget Components	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Governor Estimated - GF	1,883	6,101,216,680	1,883	6,101,216,680	0	0	0	0
Current Services	0	418,469,345	0	766,305,805	0	0	0	0
Policy Revisions	(37)	(3,169,418,879)	(39)	(3,844,632,854)	4	(2,542,612,195)	9	(2,967,593,637)
Total Recommended - GF	1,846	3,350,267,146	1,844	3,022,889,631	4	(2,542,612,195)	9	(2,967,593,637)
Governor Estimated - IF	0	475,000	0	475,000	0	0	0	0
Policy Revisions	0	(475,000)	0	(475,000)	0	0	0	0
Total Recommended - IF	0	0	0	0	0	0	0	0

Medicaid Account Breakout (in millions)

Item	FY 14 \$	FY 15 \$
Non-Long-Term Care (Non-LTC)		
Hospital Inpatient	753.9	791.9
Hospital Outpatient	665.4	743.2
Hospital Supplemental	80.6	80.6
Hospital Retro	6.0	6.0
Physician	445.8	435.5
Clinic	276.1	301.0
Dental	186.8	209.1
Vision	31.7	33.4
Other Practitioner	38.7	39.9
Family Planning	1.5	1.6
Pharmacy	760.7	888.3
Pharmacy Rebates	(427.9)	(500.2)
Transportation	33.6	35.0
Non-Emergency Transportation	52.9	54.5
Lab & X-Ray	35.6	36.9
Durable Medical Equipment	82.0	85.9
Alcohol & Drug Services	4.5	4.3
Medicare Part D Clawback	146.7	149.5
Home Health	249.0	257.6
Mental Health Waiver	2.1	2.3
CHC Assessments ¹	1.0	1.0
CHC Waiver Services	196.9	205.7
Acquired Brain Injury (ABI) Waiver	43.1	48.4
PCA Waiver Services ²	31.6	37.3
Katie Beckett Transitions ³	-	-
MFP - Year 1 ⁴	4.4	5.0
Hospice Services	2.1	2.2
Medicare Part B Premiums	197.4	209.3
PCA Waiver - Admin	1.3	1.3
ABI Waiver - Admin	0.9	0.9
BHP - ASO ⁵	13.5	13.5
Medical - ASO	69.3	73.6
Dental - ASO	6.7	6.7
Other Medicaid Expenses	0.9	0.9
Non-Claim Specific Adjustments	(14.9)	(14.9)
Other Adjustments	(65.0)	(104.0)
Subtotal: Non-LTC	3,915.0	4,143.3

Medicaid Account Breakout (in millions)

Long-Term Care (LTC)		
NF-CCH ⁶	1,193.5	1,158.6
NF-RHNS ⁷	9.4	9.4
ICF/MR ⁸	69.5	69.9
Chronic Disease Hospitals	73.2	73.9
Hospice Services	37.3	38.3
Subtotal: LTC	1,382.8	1,350.0
Subtotal: Expenditures	5,297.8	5,493.3
Medicaid Offsets		
School Based Child Health	(5.0)	(5.4)
Medicare Premiums Offsets	(198.3)	(210.3)
Smoking Cessation - THTF ⁹	(3.4)	(3.4)
Total Expenditures	5,091.1	5,274.1
Deappropriations		
Eliminate LIA ¹⁰	(359.3)	(915.4)
Net Fund Remaining Account	(2,322.5)	(2,069.1)
FINAL APPROPRIATION	2,409.3	2,289.6

¹CHC = Community Health Center

²PCA = Personal Care Assistant

³Katie Beckett Waiver = \$31,539 in FY 14 and \$31,718 in FY 15

⁴MFP = Money Follows the Person

⁵BHP = Behavioral Health Partnership; ASO = Administrative Services Organization

⁶NF = Nursing Facility; CCH = Chronic Care Home

⁷RHNS = Rest Home with Nursing Supervision

⁸ICF/MR = Intermediate Care Facilities with Individuals with Mental Retardation

⁹THTF = Tobacco and Health Trust Fund

¹⁰LIA = Low-Income Adults

Other Significant Legislation**PA 13-184, An Act Concerning Expenditures and Revenue for the Biennium Ending June 30, 2015**

Sections 11, 12 and 49 contain provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 14 appropriation levels will be reduced by the amounts shown in the table to achieve the lapses included in PA 13-184. This includes a General Lapse of \$978,498, a General Other Expenses Lapse of \$994,459, and a Statewide Hiring Reduction Lapse of \$334,768. See the FY 14 Holdbacks schedule in Section VI of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Personal Services	113,746,588	(334,768)	113,411,820	0.29%
Other Expenses	121,398,741	(1,972,957)	119,425,784	1.63%