

# Appendix R - Health Care Authority



## Health Care Authority General Fund Highlevel (in thousands)

|     |  |             |             |             |             |             |             |     |
|-----|--|-------------|-------------|-------------|-------------|-------------|-------------|-----|
| 59  | <b>BEHAVIORAL HEALTH SERVICES</b>                        |             |             |             |             |             |             | 59  |
| 60  | Prior Year OpBud   | 60,019.2    | 60,019.2    | 60,019.2    | 60,019.2    | 60,019.2    | 60,019.2    | 60  |
| 61  | Replace Opioid Settlement Revenue                        | 2,520.0     | 216.0       | -           | -           | -           | -           | 61  |
| 62  | Salary Adjustments                                       | 492.7       | 250.0       |             |             |             |             | 62  |
| 63  | Subtotal Current Year Base                               | 63,031.9    | 60,485.2    | 60,019.2    | 60,019.2    | 60,019.2    | 60,019.2    | 63  |
| 64  | % Change from OpBud                                      | 5.0%        | 0.0%        | 0.0%        | 0.0%        | 0.0%        | 0.0%        | 64  |
| 65  | <b>INCOME SUPPORT</b>                                    |             |             |             |             |             |             | 65  |
| 66  | Prior Year OpBud   | 78,080.2    | 78,080.2    | 78,080.2    | 78,080.2    | 78,080.2    | 78,080.2    | 66  |
| 67  | Fill Vacancies/Reduce Unfunded Vacancies                 | 16,408.8    | 5,812.0     | 1,000.0     | 5,812.0     | 5,812.0     | 5,812.0     | 67  |
| 68  | Staff Training   |             | 750.0       |             | 750.0       | 750.0       | 750.0       | 68  |
| 69  | Staff Safety and Security                                |             | 346.0       |             | 346.0       | 346.0       | 346.0       | 69  |
| 70  | Contracts  |             | 3,081.3     |             | 3,081.0     | 3,081.0     | 3,081.0     | 70  |
| 71  | Summer EBT   |             | 39.7        |             | 39.7        | 39.7        | 39.7        | 71  |
| 72  | System Enhancements                                      |             | 797.6       |             | 797.6       | 797.6       | 797.6       | 72  |
| 73  | 8 Percent Caseworker Retention                           |             | 865.0       |             | 865.0       | 865.0       | 865.0       | 73  |
| 74  | Salary Adjustments                                       | 2,355.5     | 1,735.5     | -           | 1,735.5     | 1,735.5     | 1,735.5     | 74  |
| 75  | Subtotal Current Year Base                               | 96,844.5    | 91,507.3    | 79,080.2    | 91,507.0    | 91,507.0    | 91,507.0    | 75  |
| 76  | % Change from OpBud                                      | 24.0%       | 17.2%       | 1.3%        | 17.2%       | 17.2%       | 17.2%       | 76  |
| 77  | <b>PROGRAM SUPPORT</b>                                   |             |             |             |             |             |             | 77  |
| 78  | Prior Year OpBud   | 35,409.4    | 35,409.4    | 35,409.4    | 35,409.4    | 35,409.4    | 35,409.4    | 78  |
| 79  | Software Licenses and Support                            |             | 830.2       |             | 830.2       |             | 830.2       | 79  |
| 80  | Contracts and Office Space                               |             | 232.1       |             | 232.1       |             | 232.1       | 80  |
| 81  | Salary Adjustments                                       |             | 982.1       |             | 470.0       |             |             | 81  |
| 82  | Subtotal Current Year Base                               | 37,453.8    | 36,518.4    | 36,471.7    | 36,471.7    | 36,471.7    | 36,471.7    | 82  |
| 83  | % Change from OpBud                                      | 5.8%        | 3.1%        | 3.0%        | 3.0%        | 3.0%        | 3.0%        | 83  |
| 84  | <b>CHILD SUPPORT ENFORCEMENT</b>                         |             |             |             |             |             |             | 84  |
| 85  | Prior Year OpBud   | 13,156.4    | 13,156.4    | 13,156.4    | 13,156.4    | 13,156.4    | 13,156.4    | 85  |
| 86  | Replace Federal Revenue with General Fund Revenue        |             | 400.0       |             | 400.0       |             | 400.0       | 86  |
| 87  | Salary Adjustments                                       |             | 797.1       |             | 400.0       |             |             | 87  |
| 88  | Subtotal Current Year Base                               | 14,353.5    | 13,956.4    | 13,556.4    | 13,556.4    | 13,556.4    | 13,556.4    | 88  |
| 89  | % Change from OpBud                                      | 9.1%        | 6.1%        | 3.0%        | 3.0%        | 3.0%        | 3.0%        | 89  |
| 90  | <b>DIVISION OF HEALTH IMPROVEMENT (Program from DOH)</b> |             |             |             |             |             |             | 90  |
| 91  | Prior Year OpBud   | 11,513.9    | 11,513.9    | 11,513.9    | 11,513.9    | 11,513.9    | 11,513.9    | 91  |
| 92  | Incident and Case Management System Improvements         |             | 200.0       |             | 200.0       |             | 200.0       | 92  |
| 93  | Provider Fee Replacement                                 |             | 600.0       |             | 600.0       |             | 600.0       | 93  |
| 94  | Salary Adjustments                                       |             | 1,208.7     |             | 800.0       |             | 800.0       | 94  |
| 95  | Subtotal Current Year Base                               | 12,922.6    | 13,064.0    | 12,513.9    | 13,113.9    | 13,113.9    | 13,113.9    | 95  |
| 96  | % Change from OpBud                                      | 12.2%       | 13.5%       | 8.7%        | 13.9%       | 13.9%       | 13.9%       | 96  |
| 97  | <b>Health Care Affordability Fund</b>                    |             |             |             |             |             |             | 97  |
| 98  | Prior Year OpBud   | -           | -           | -           | -           | -           | -           | 98  |
| 99  | 6 FTE From OSF   |             |             |             |             |             |             | 99  |
| 107 | Subtotal Current Year Base                               | -           | -           | -           | -           | -           | -           | 107 |
| 108 | % Change from OpBud                                      |             |             |             |             |             |             | 108 |
| 109 | <b>STATE HEALTH BENEFITS (Program GSD)</b>               |             |             |             |             |             |             | 109 |
| 110 | Prior Year OpBud   | -           | -           | -           | -           | -           | -           | 110 |
| 111 | Eight Percent Increase in Employee Premiums              |             |             |             |             |             |             | 111 |
| 119 | Subtotal Current Year Base                               | -           | -           | -           | -           | -           | -           | 119 |
| 120 | % Change from OpBud                                      |             |             |             |             |             |             | 120 |
| 121 | <b>Total</b>   |             |             |             |             |             |             | 121 |
| 122 | Prior Year OpBud (With DOH and GSD Programs Included)    | 1,992,879.7 | 1,992,879.7 | 1,992,879.7 | 1,992,879.7 | 1,992,879.7 | 1,992,879.7 | 122 |
| 123 | Base Increase (Decrease) With New Programs Included      | 104,746.9   | 213,893.5   | 78,904.3    | 78,904.3    | 68,904.3    | 68,904.3    | 123 |
| 124 | Department Total   | 2,097,626.6 | 2,206,773.2 | 2,071,784.0 | 2,071,784.0 | 2,061,784.0 | 2,061,784.0 | 124 |
| 125 | % Change from OpBud                                      | 5.3%        | 10.7%       | 4.0%        | 4.0%        | 3.5%        | 3.5%        | 125 |

### Other Revenue Sources

|     | HSD Medicaid<br>January Projection            | Executive<br>Recommendation | LFC<br>Recommendation | HAFC        | SFC         | Laws 2025,<br>Chapter 160 |     |
|-----|---|-----------------------------|-----------------------|-------------|-------------|---------------------------|-----|
| 127 | Safety-Net Care Pool                          | 11,000.0                    |                       | 11,000.0    | 11,000.0    | 11,000.0                  | 127 |
| 128 | Health Care Affordability                     | 30,000.0                    |                       | 30,000.0    | 30,000.0    | 30,000.0                  | 128 |
| 129 | Early Childhood Education and Care Fund (MAD) |                             |                       |             | 10,000.0    | 10,000.0                  | 129 |
| 130 | Total Other Revenue                           | 41,000.0                    | -                     | 41,000.0    | 41,000.0    | 51,000.0                  | 130 |
| 131 | Subtotal Medicaid GF and Other Revenue        | 1,416,300.1                 | 1,491,758.8           | 1,435,123.0 | 1,414,550.1 | 1,414,550.1               | 131 |
| 132 | Total General Fund and Other Revenue          | 2,138,626.6                 | 2,206,773.2           | 2,112,784.0 | 2,112,784.0 | 2,112,784.0               | 132 |

# Appendix R - Health Care Authority



## Health Care Authority General Fund Highlevel (in thousands)

|   | HCA January<br>Medicaid Budget<br>Projection | Executive<br>Recommendation | LFC<br>Recommendation | HAFC        | SFC         | Laws 2025,<br>Chapter 160 |           |
|---|--|-----------------------------|-----------------------|-------------|-------------|---------------------------|-----------|
| <b>1 MEDICAL ASSISTANCE (MAD)</b>   |  |                             |                       |             |             |                           | <b>1</b>  |
| 2 Prior Year OpBud  | 1,370,129.4                                  | 1,370,129.4                 | 1,370,129.4           | 1,370,129.4 | 1,370,129.4 | 1,370,129.4               | <b>2</b>  |
| <b>3 Medicaid Spending Changes</b>  |  |                             |                       |             |             |                           | <b>3</b>  |
| 4 Continue Half Year Rate Adjustments from FY25 for Primary Care,<br>Maternal and Child Health, rate maintenance, and phase 3 providers | 15,000.0                                     | 13,000.0                    | 8,823.0               | 8,823.0     | 8,823.0     | 8,823.0                   | <b>4</b>  |
| 5 Continue Half Year Rate Adjustments, From ECECF for Maternal and Child<br>Health  |  |                             | 5,000.0               | 5,000.0     | 5,000.0     | 5,000.0                   | <b>5</b>  |
| 6 Infant and Childcare Swap for ECECD   |  |                             |                       |             | (10,000.0)  | (10,000.0)                | <b>6</b>  |
| 7 Program for All Inclusive Care Rates  | 5,299.3                                      | 5,300.0                     | 1,000.0               | 5,300.0     | 5,300.0     | 5,300.0                   | <b>7</b>  |
| 8 Assisted Living Facilities Rates  | 4,999.6                                      | 2,500.0                     | 650.0                 | 2,500.0     | 2,500.0     | 2,500.0                   | <b>8</b>  |
| 9 Medicare/FFS Growth   | 7,473.3                                      | 3,817.0                     |                       |             |             |                           | <b>9</b>  |
| 10 Enrollment Growth (January Forecast Indicated Steep Decrease)  | (83,447.3)                                   | 22,202.4                    |                       | (36,822.9)  | (36,822.9)  | (36,822.9)                | <b>10</b> |
| 11 Healthcare Inflation and Rebasing  | 84,000.0                                     | 41,318.0                    | 39,900.0              | 39,900.0    | 39,900.0    | 39,900.0                  | <b>11</b> |
| 12 Nursing Facility Rebasing (phase 1 of 2)   | 9,000.0                                      |                             |                       | 9,000.0     | 9,000.0     | 9,000.0                   | <b>12</b> |
| <b>13 Revenue Changes</b>   |  |                             |                       |             |             |                           | <b>13</b> |
| 14 Intergovernmental Transfer Growth and Other Revenue Changes  | (15,069.0)                                   |                             |                       |             |             |                           | <b>14</b> |
| 15 FMAP Reduction, FFS, Medicare  | 1,000.0                                      | 11,000.0                    | 1,000.0               | 1,000.0     | 1,000.0     | 1,000.0                   | <b>15</b> |
| 16 County-Supported Medicaid  |  | 4,817.4                     | 2,000.0               | 2,000.0     | 2,000.0     | 2,000.0                   | <b>16</b> |
| 17 Safety Net Care Pool   | (11,000.0)                                   |                             | (11,000.0)            | (11,000.0)  | (11,000.0)  | (11,000.0)                | <b>17</b> |
| 18 Health Care Affordability Fund (Access for Medicaid Expansion)   | (30,000.0)                                   |                             | (30,000.0)            | (30,000.0)  | (30,000.0)  | (30,000.0)                | <b>18</b> |
| 19 Tobacco Settlement Revenue   | 985.3  | -                           | 4,220.6               | 4,220.6     | 4,220.6     | 4,220.6                   | <b>19</b> |
| <b>20 Administrative and Other</b>  |  |                             |                       |             |             |                           | <b>20</b> |
| 21 Fill Vacancies   | 2,344.4                                      | 1,100.0                     |                       | 1,100.0     | 1,100.0     | 1,100.0                   | <b>21</b> |
| 22 MMISR Maintenance and Other Contractual Growth   | 19,300.0                                     | 15,423.0                    | 13,841.6              | 13,841.6    | 13,841.6    | 13,841.6                  | <b>22</b> |
| 23 Software/Postage/Leases  | 2,071.1                                      | 1,151.6                     |                       |             |             |                           | <b>23</b> |
| 24 ECECF Swap   |  |                             | (5,000.0)             | (5,000.0)   | (5,000.0)   | (5,000.0)                 | <b>24</b> |
| 25 Miscellaneous  | (6,786.0)                                    | -                           | (6,441.6)             | (6,441.6)   | (6,441.6)   | (6,441.6)                 | <b>25</b> |
| 27 Subtotal Current Year Base   | 1,375,300.1                                  | 1,491,758.8                 | 1,394,123.0           | 1,373,550.1 | 1,363,550.1 | 1,363,550.1               | <b>27</b> |
| 28 % Change from OpBud  | 0.4%   | 8.9%                        | 1.8%                  | 0.2%        | -0.5%       | -0.5%                     | <b>28</b> |
| <b>29 DEVELOPMENTAL DISABILITIES SUPPORT (DDSD) (Program from<br/>DOH)</b>  |  |                             |                       |             |             |                           | <b>29</b> |
| 30 Prior Year OpBud   | 252,678.6                                    | 252,678.6                   | 252,678.6             | 252,678.6   | 252,678.6   | 252,678.6                 | <b>30</b> |
| 31 Updated Medicaid Projection/Utilization  | 23,909.0                                     | 16,634.0                    | 20,000.0              | 20,000.0    | 20,000.0    | 20,000.0                  | <b>31</b> |
| 32 Decrease FMAP/Replace Fund Balance   | 17,500.0                                     | 2,800.0                     |                       |             |             |                           | <b>32</b> |
| 33 Provider Rate Adjustments 8% (requested as a nonrecurring item)  |  | 28,000.0                    | 23,648.9              | 26,195.0    | 26,195.0    | 26,195.0                  | <b>33</b> |
| 34 Enrollment Growth  | 4,000.0                                      | 6,000.0                     | 4,000.0               | 4,000.0     | 4,000.0     | 4,000.0                   | <b>34</b> |
| 35 Administrative Funding   | 5,400.0                                      |                             | 2,000.0               | 2,000.0     | 2,000.0     | 2,000.0                   | <b>35</b> |
| 36 Reduce Vacancies   | 1,700.0                                      | 2,706.6                     | 1,000.0               | 1,000.0     | 1,000.0     | 1,000.0                   | <b>36</b> |
| 37 Miscellaneous  | 860.4  |                             |                       |             |             |                           | <b>37</b> |
| 38 Increased Contracts  |  | 1,720.0                     |                       | -           | -           | -                         | <b>38</b> |
| 39 Provider Agreements  |  | 2,414.5                     |                       |             |             |                           | <b>39</b> |
| 40 Use of Fund Balance Carry Forward (From DOH)   |  |                             | (5,000.0)             | -           | -           | -                         | <b>40</b> |
| 41 Subtotal Current Year Base   | 306,048.0                                    | 312,953.7                   | 298,327.5             | 305,873.6   | 305,873.6   | 305,873.6                 | <b>41</b> |
| 42 % Change from OpBud  | 21.1%  | 23.9%                       | 18.1%                 | 21.1%       | 21.1%       | 21.1%                     | <b>42</b> |
| <b>43 MEDICAID BEHAVIORAL HEALTH</b>  |  |                             |                       |             |             |                           | <b>43</b> |
| 44 Prior Year OpBud   | 171,892.6                                    | 171,892.6                   | 171,892.6             | 171,892.6   | 171,892.6   | 171,892.6                 | <b>44</b> |
| 45 Behavioral Health Provider Rate Adjustments  | 5,799.5                                      | 2,900.0                     | 5,799.5               | 5,799.5     | 5,799.5     | 5,799.5                   | <b>45</b> |
| 46 Enrollment Growth  |  | 2,797.6                     |                       |             |             |                           | <b>46</b> |
| 47 Opioid Revenue Replacement   | 5,625.0                                      | 357.2                       |                       |             |             |                           | <b>47</b> |
| 48 Medicaid CPI-U   |  | 2,182.0                     |                       |             |             |                           | <b>48</b> |
| 49 FMAP Reduction   |  | 6,400.0                     |                       |             |             |                           | <b>49</b> |
| 50 Miscellaneous  | 8,355.1                                      |                             |                       |             |             |                           | <b>50</b> |
| 51 Subtotal Current Year Base   | 191,672.2                                    | 186,529.4                   | 177,692.1             | 177,692.1   | 177,692.1   | 177,692.1                 | <b>51</b> |
| 52 % Change from OpBud  | 11.5%  | 8.5%                        | 3.4%                  | 3.4%        | 3.4%        | 3.4%                      | <b>52</b> |
| <b>54 Medicaid, Medicaid Behavioral Health, and DDSD Only</b>   |  |                             |                       |             |             |                           | <b>54</b> |
| 55 Prior Year OpBud   | 1,794,700.6                                  | 1,794,700.6                 | 1,794,700.6           | 1,794,700.6 | 1,794,700.6 | 1,794,700.6               | <b>55</b> |
| 56 Medicaid, Medicaid Behavioral Health, and DDSD Change  | 78,319.7                                     | 196,541.3                   | 75,442.0              | 62,415.2    | 52,415.2    | 52,415.2                  | <b>56</b> |
| 57 Medicaid, Medicaid Behavioral Health, and DDSD Current Year  | 1,873,020.3                                  | 1,991,241.9                 | 1,870,142.6           | 1,857,115.8 | 1,847,115.8 | 1,847,115.8               | <b>57</b> |
| 58 % Change from OpBud  | 4.4%   | 11.0%                       | 4.2%                  | 3.5%        | 2.9%        | 2.9%                      | <b>58</b> |