

AHS Budget Proposals
January 25, 2011
all \$ figures are in GF millions

	Proposal (GF share)
<u>Expenditure Reductions</u>	
AHS-CO	
Parental representation grant	(0.1)
DVHA	
Funded agreed upon caseload:	incl
Funded utilization:	incl
Medicaid Mgmt Info System (MMIS) project funded elsewhere:	(3.0)
Utilization decrease	(1.6)
Limit over-the-counter meds to preferred list	(0.1)
Establish lower reimbursement rate for specialty drugs	(0.0)
Require physician justification for multi-source brand - DAW1	(0.1)
No longer wrap higher cost drug if patient choice DAW2	(0.0)
Change bus pass program	(0.2)
Radiology tier authorization	(0.3)
Fold Catamount into VHAP (9 Months)	(5.0)
Transferees from Catamount to VHAP - increase deductible to \$1,200	(1.2)
* Increase in hospital provider rates to reduce cost-shift (MCO Assessment) (\$4.2M) - included in DVHA trend	incl
Not passing through increased hospital assessments	(7.3)
Growth in 340B program with hospitals:	(0.4)
Long Term Care - Choices for Care	
Funded nursing home inflation and rebasing:	0.9
Assessment increase back to nursing home rates:	0.7
* Reduce Instrumental Activities of Daily Living (IADLs) from 4.5/wk to 2hrs/wk:	(1.1)
Reduce cap on respite/companion services from 720 hours per year to 360hrs/yr:	(1.0)
Home & Community Based Services (HCBS)- implement 10% 'discount' for Flex Choices budgets, eliminate annual carryover of \$500	(0.1)