

Senate Appropriations Subcommittee for Health and Human Services
Differences Between Proposed Senate Budget and HB 200

		Senate Amount				HB 200 Amount					
#	Item Description	FY 2011-12	R/ NR	FY 2012-13		R/N R	FY 2011-12	R/N R	FY 2012-13	R/ NR	Comments:
1	Community Service Funds	(\$30,000,000)	R	(\$30,000,000)		R	(\$20,000,000)	NR			Across board cut of services for mental health, developmental disabilities, and substance abuse services funds administered through LME's.
2	Local Management Entities	(\$7,234,005)	R	(\$7,234,005)		R	-		-		Includes Governor's cut and 1915bc waiver plans (as provided to Joint Appropriations Subcommittee).
3	NC High School Athletic Association						(\$369,435)	R	(\$360,435)	R	Contract Reduction is limited to 10% in nonprofit special provision.
4	Department Wide Efficiencies	(\$1,869,435)	R	(\$1,869,435)		R	(\$1,000,000)	R	(\$1,000,000)	R	Flexibility reduction increased from Governor's budget.
5	Nonprofit Reduction	(\$10,000,000)	R	(\$10,000,000)		R	(\$5,000,000)	R	(\$5,000,000)	R	Special provision changes
6	Vacant Positions	(\$7,771,997)	R	(\$7,771,997)		R	(\$6,500,000)	R	(\$6,500,000)	R	Special provision makes this flexible reduction.
7	Reduce Unallocated Funds for School Nurse Initiative	(\$566,433)	R	(\$566,433)		R	-		-		Governor's Budget reduced unallocated from SFY 2010-11
8	Oral Health Section	(\$3,000,000)	R	(\$3,000,000)		R	-		-		Eliminates the epidemiology survey of children's teeth.
9	HWTF Transfer to DHHS	\$32,904,411	NR								The HWTF grants associated with the Teen Tobacco Prevention, ChecKmeds, Medication Assistance Program, Obesity Prevention are transferred to DHHS. The HWTF Cash Balance (\$32.9M) is to be used to fund the above grant programs (\$22M). In addition, \$10 million will be used to reduce the savings needed by CCNC and reduce the Provider Rate cut
10	Strengthen and Restructure Program Integrity	(\$19,200,000)	R	(\$28,000,000)		R	(\$16,000,000)	R	(\$23,000,000)	R	
11	Modify Generic Prescription Dispensing Rates	(\$15,000,000)	R	(\$24,000,000)		R	(\$18,200,000)	R	(\$29,000,000)	R	
12	DHHS Savings through CCNC	(\$83,071,581)	R	(\$90,000,000)		R	(\$90,000,000)	R	(\$90,000,000)	R	
13	Modify Optional and Mandatory Services	(\$16,732,335)	R	(\$22,295,678)		R	(\$16,508,903)	R	(\$22,072,343)	R	

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14	Modify and Eliminate Optional Services	-		(\$51,474,609)		R	-		-		Reduces and eliminates various optional services to right size Medicaid program and achieve needed savings
15	Adjust Provider Rates	(\$71,420,718)	R	(\$71,420,718)		R	(\$46,420,718)	R	(\$46,458,260)	R	Provider Rate cut increased to 3% and continues exemption for Physicians, but removes exemption for CABHAs and Adult Care Facilities
16	Targeted Rate Adjustments	(\$8,453,125)	R	(\$9,000,000)		R	-		-		Governor's Budget reduced rates for certain providers who's reimbursement rate was too high.
17	# 53 Eliminate Inflationary Increase	\$ (62,853,775)	R	\$ (130,874,505)		R	\$ (62,853,775)	R	\$ (130,874,505)	R	Eliminates Inflationary Increases in both fiscal years. In the 2012-13 the (\$130.9M) includes the recurring cut to inflation from 2011-12 and the cut to inflation in SFY 2012-13.
18	Medicaid Rebase	-	R	\$ 196,005,122		R	-		\$ 109,693,468	R	Governor's Budget had Medicaid Rebase at \$254M. "Medicaid Rebase" adjusts the budget for enrollment, utilization of services, case mix, and inflation. By eliminating Inflation in # 53, and reducing Medicaid Rebase; Inflation is being cut twice from the Medicaid Budget. The \$196M in the Senate Budget is an amount that Medicaid can accommodate to.
19	Eliminate Optional Service Home Infusion Therapy	\$ (1,361,984)	R	\$ (1,361,984)		R	-		-		
20	Eliminate Optional Service for Over the Counter Drugs	\$ (1,976,066)	R	\$ (1,976,066)		R	-		-		
21	Vendor Payments - Special Needs Adoptions	\$ (550,963)	R	\$ (550,963)		R	-		-		

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22	Reduce Child Welfare Collaborative Funds	\$ (239,453)	R	\$ (239,453)	R	-		-		
23	Prioritize Senior Funding	\$ (660,000)	R	\$ (660,000)	R	-		-		
24	Reduce Home and Community Care Block Grant	\$ (1,000,000)	R	\$ (1,000,000)	R	-		-		
25	Division Consolidation	-		-		\$ (500,000)	R	\$ (500,000)	R	
26	Reduce Medical Eye Care Program	\$ (190,961)	R	\$ (190,961)	R	-		-		
27	Independent Living Funds	\$ (1,000,000)	NR	\$ (1,000,000)	NR	-		-		

Health and Human Services Differences Between Senate Package and House Bill 200				
	HB Section Number	Special Provision Title	Major Differences Between Senate and House Bill 200	
1	10.5	Early Childhood Education and Development Initiatives Enhancement	Senate proposal - Dissolves NCPC and transfers funds for local Smart Start partnerships to the new Division of Child Development and Early Education for administration of funding. Requires that \$72M will be spent for the childcare subsidies. Remaining funds will be available for local partnerships' activities.	
2	10.7	Consolidate More At Four into Division of Child Development	Same as House w/ minor changes.	
3	10.11	MHDDSA Community Service Funds	Follows Money Changes	
4		Expiration of Early Education Certification Requirement	Senate Only Item.	
5	10.18	Reduce Funding for Nonprofit Organizations	The contract with NC High school Athletics Association is limited to a 10% reduction in Senate's budget.	
6	10.21	Changes to Community Focused Eliminating Health Disparities Initiative	New language -Senate - CCNC, local health department, hospitals' plan in the Senate.	
7	10.29	MMIS	Expanded provision in the Senate ensures accountability and transparency.	
8	10.31	Medicaid	Multiple Changes - Secondary Payer Claims in Senate, Electronic transmission of Prior Authorization, removing MH prior authorization exemption.	
9	10.31A	Medicaid Provider Assessments	Only in Senate; follows \$	
10	10.37	Steps to Effect Budget Reductions in Medicaid	MH Residential back to 120 (House had 180 days) before evaluation, provider rates consolidated, and list optional and mandatory service changes.	
11	10.41	NC Health Choice	Change to accommodate BCBS concerns on benchmarking HC to Medicaid	
12	10.44	Medicaid Recipient Appeals	Senate adds language to continue direction to operate program.	
13	10.43	No Inflationary Provider Increases	Integrated into Section 10.37 in Senate Package	
14	10.46	Medicaid Provider Rate Adjustment	Integrated into Section 10.37 in Senate Package	
15	10.47	DHHS Savings through CCNC	Follows Money Changes	
16	10.48	Generic Drug Dispensing Rate	Follows Money Changes	
17	10.56	Payments for LIEAP/CIP Capped	Clarifies max household benefit is \$600/year	
18	s66	HHS Vendor Assistance Adoption Payments	Follows Money Changes	
19	10.6	Block Grants	Decrease WorkFirst Family Assistance by \$1M, increase Services/Blind by \$1M (IL), decrease Crisis Intervention by 110,638, fund new item NC Commission on Indian Affairs 110,638.	
20	10.57	Division Consolidation	Dropped in Senate.	
21	6.11	Health and Wellness Trust Fund	Senate eliminates the HWTF. The HWTF grants associated with the Teen Tobacco Prevention, CheckMeds, Medication Assistance Program, Obesity Prevention are transferred to DHHS. The HWTF Cash Balance (\$32.9M) is to be used to fund the above grant programs (\$22M). In addition, \$10 million will be used to reduce the savings needed by CCNC and reduce the Provider Rate cut	