



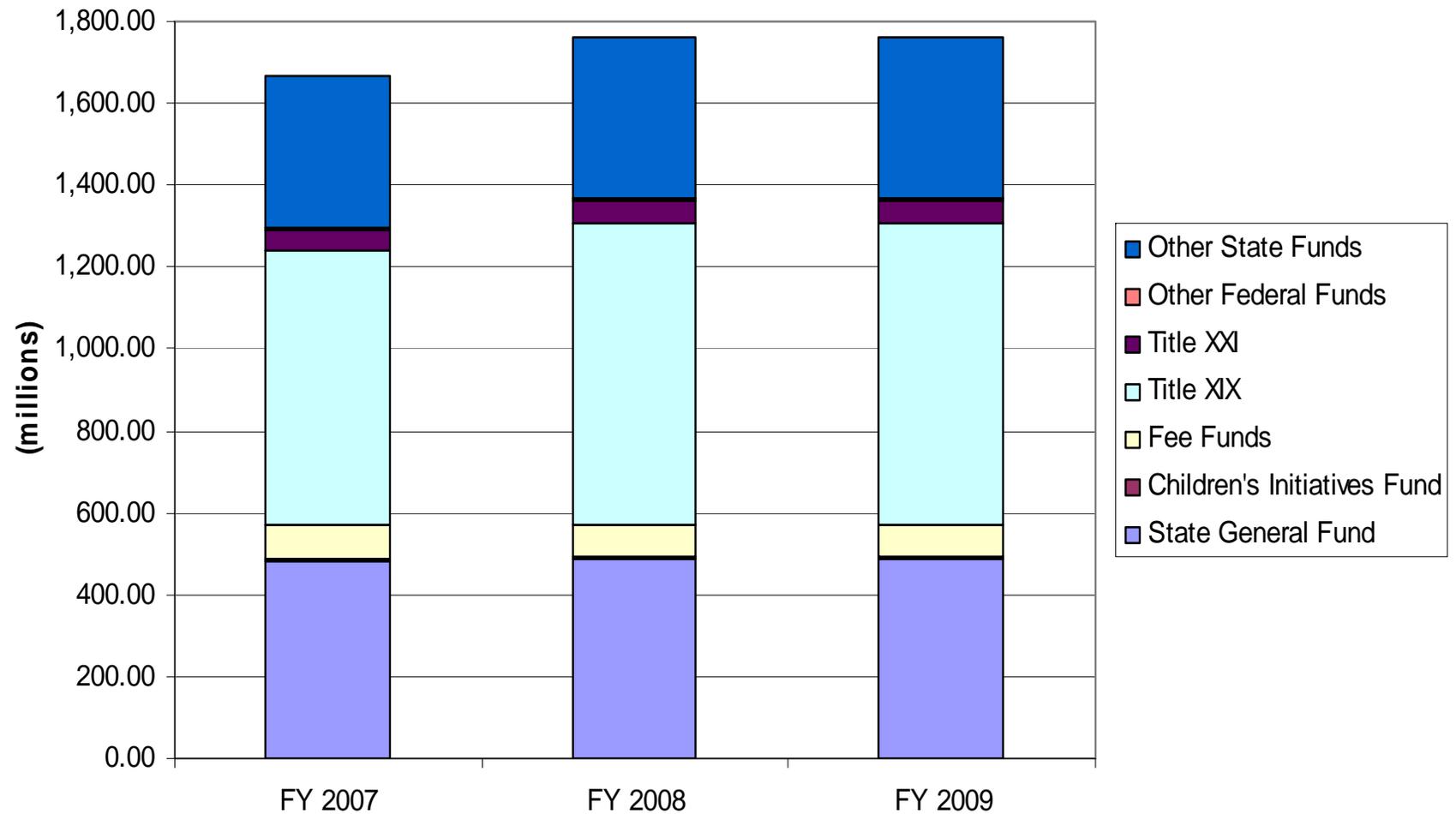
# House Appropriations and Senate Ways and Means Committee Budget Overview

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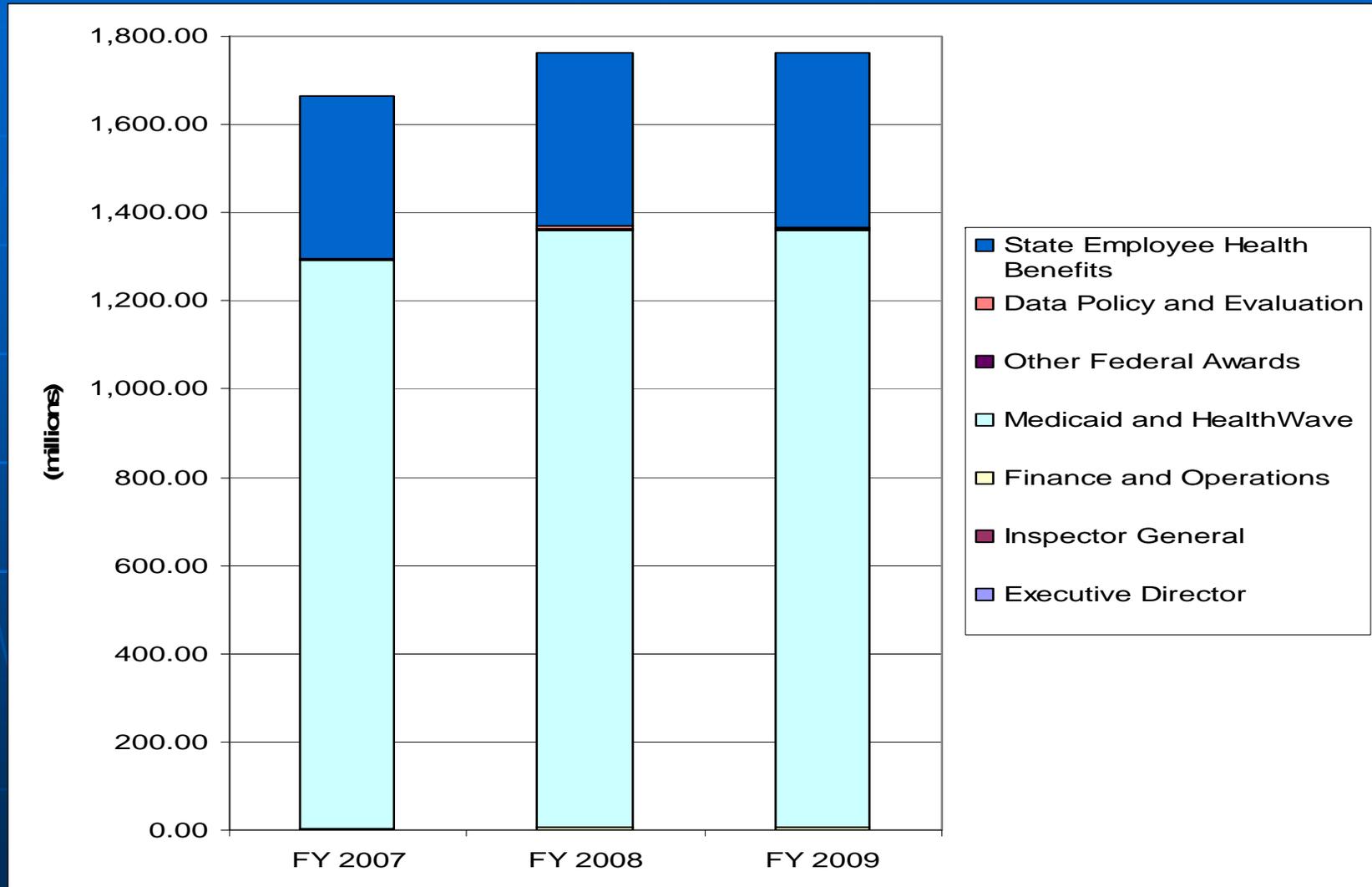
# Budget Overview

- Expenditures trends for Medicaid (Title 19), HealthWave (Title 21), and the State Employee Health Plan (SEHP)
- KHPA Board enhancement requests
  - Summary table
  - Detailed information on system improvements
- Summary of health reform recommendations

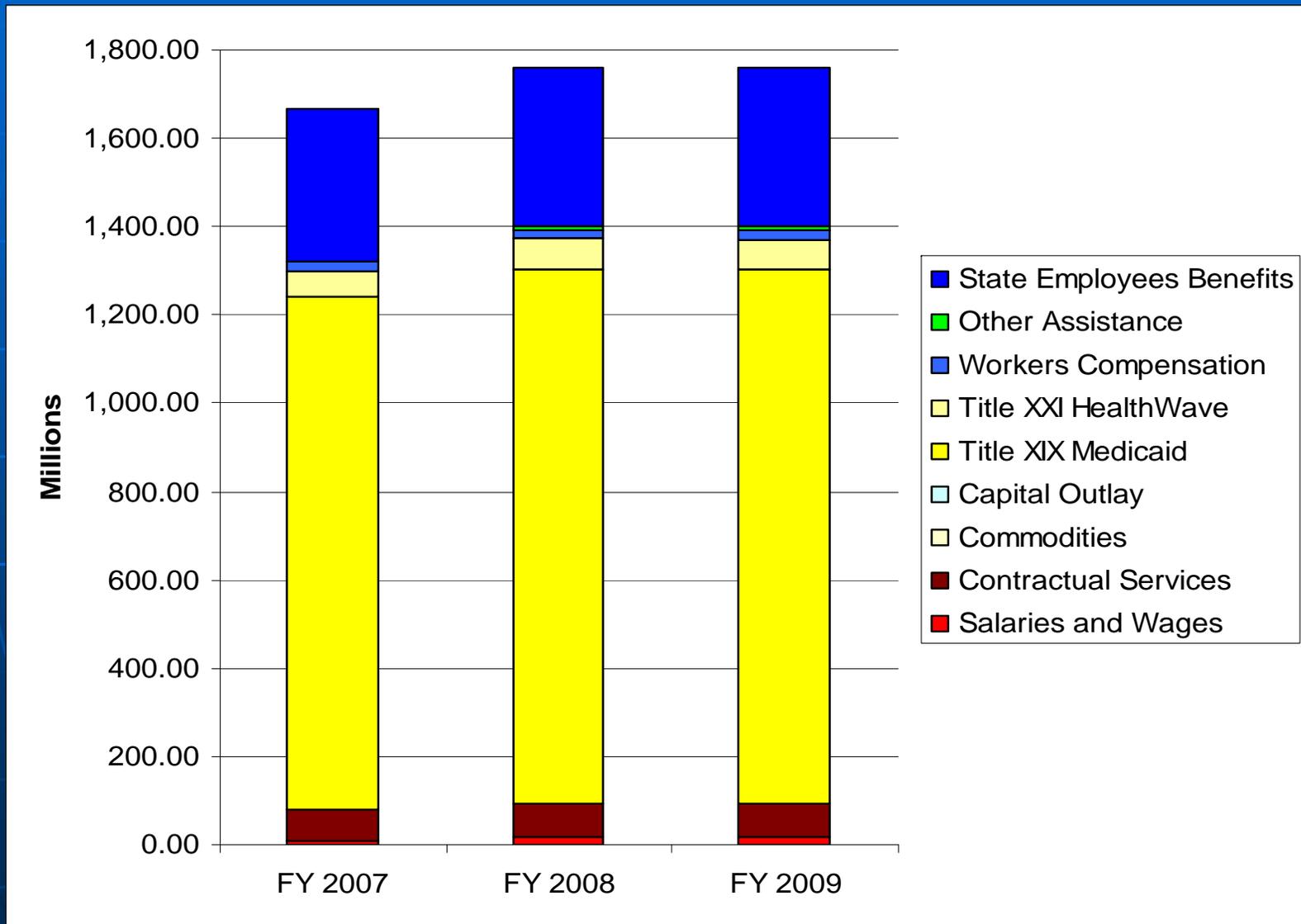
# Expenditures by Funding Source



# Expenditures by Program



# Expenditures by Category



# FY 2009 Budget Enhancement Requests\*

Priority	Description	State General Fund	All Funds
1	Premium Assistance Implementation (1)	5,037,000	12,075,000
2	Integrated Enrollment System	4,000,000	8,000,000
3	Medicaid Prescription Drug Prior Authorization System	206,250	825,000
4	Expand Enhanced Care Management	50,000	100,000
5	Community Health	50,000	100,000
<b>Total Request</b>		<b>\$ 11,343,250</b>	<b>\$ 25,100,000</b>

\* Reflects most recent request from our Budget Appeal

1) This item includes \$10.0 million for health benefits for those eligible for Premium Assistance and \$2.1 million for administrative costs.

# Premium Assistance Implementation

- Enhancement Request FY 2009:
  - SGF 5,037,000; All Funds 12,075,000
- Purpose: To implement first year of new private health insurance assistance program (*Kansas Healthy Choices*) in Jan 2009
  - *Employer-sponsored health insurance*
  - *State-procured private health insurance*
- Population Served: 8,500 very low income Kansas parents

# Integrated Eligibility and Enrollment System

- Enhancement Request FY 2009:
  - SGF 4,000,000; All Funds 8,000,000
- Purpose: To procure a modern integrated eligibility and enrollment software system to improve functionality, productivity, and cost-effectiveness for state operated programs
- Population Served: All Medicaid, HealthWave, and ultimately SEHP beneficiaries (also populations served by SRS). Approximately 388,000 Kansans

# Medicaid Prescription Drug Prior Authorization System

- Enhancement Request FY 2009:
  - SGF \$206,250; All Funds \$825,000
- Purpose: To procure a statewide automated prior authorization system that can be accessed at the point of care by pharmacists in order to improve patient safety and cost-effectiveness
- Population Served: All Medicaid and HealthWave beneficiaries and pharmacy providers

# Pilot: Enhanced Care Management Program

- Enhancement Request FY 2009:
  - SGF 50,000; All Funds 100,000
- Purpose: To continue a care/disease management pilot program targeted at low income chronically ill Kansans in order to improve health outcomes, prevent further illness, and help to control health care costs
- Population Served: Medicaid beneficiaries in Sedgwick County who have volunteered to participate. After evaluation, potential for statewide implementation

# Pilot: Community Health Record

- Enhancement Request FY 2009:
  - SGF 50,000; All Funds 100,000
- Purpose: To continue and expand the community health record pilot project in order to promote the use of health information technology and exchange, improve health outcomes, and control administrative costs of health care
- Population Served: Medicaid beneficiaries and providers in Sedgwick County. Statewide implementation is recommended as part of health reform

# KHPA Health Reform Priorities

- Promoting personal responsibility (P1)
  - Responsible health behaviors
  - Informed purchase of health care services
  - Contributing to the cost of health insurance, based on ability to pay
- Prevention and medical homes (P2)
  - Focus on obesity, tobacco control, chronic disease management and incentives for primary care medical homes
- Providing and protecting affordable health insurance (P3)
  - Focus on small businesses, children, and the uninsured

# Priorities: System Reform and Better Health

Transforming Medical Care	Improving Public Health	Expanding Affordable Insurance
<ul style="list-style-type: none"> <li>■ Transparency project: health care cost and quality</li> <li>■ Health literacy</li> <li>■ Medical home definition</li> <li>■ Medicaid provider reimbursement</li> <li>■ Community Health Record (HIE)</li> <li>■ Form standardization</li> </ul>	<ul style="list-style-type: none"> <li>■ Increase tobacco user fee</li> <li>■ Statewide smoking ban</li> <li>■ Partner with community organizations</li> <li>■ Education Commissioner</li> <li>■ Collect fitness data in schools</li> <li>■ Promote healthy foods in schools</li> <li>■ Increase physical fitness</li> <li>■ Wellness for small businesses</li> <li>■ Healthier food for state employees</li> <li>■ Dental care for pregnant women</li> <li>■ Tobacco cessation in Medicaid</li> <li>■ Expand cancer screening</li> </ul>	<ul style="list-style-type: none"> <li>■ Aggressive outreach and enrollment of eligible children (target population: 20,000)</li> <li>■ Premium assistance for low income adults without children (target population: 39,000)</li> <li>■ Small business initiatives (target population: 15,000 young adults and 12,000 employees of small businesses)</li> </ul>



# Kansas Health Policy Authority

*Coordinating health & health care for a thriving Kansas*

KHPA Staff	Title	Issues
Andrew Allison	Deputy Director and Medicaid Director	KHPA, Medicaid, HealthWave, SEHP
Scott Brunner	Chief Financial Officer	All Budget and finance related issues
Barb Langner	Policy Director	Policy issues, esp health reform
Tracy Russell	Director, Government Affairs	Legislative issues, esp health reform
Reagan Cussimano	Legislative Analyst	Legislative issues, esp budget