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STATE OF NEW HAMPSHIRE
DEPARTMENT OF HEALTH AND HUMAN SERVICES
DIVISION OF FINANCE AND PROCUREMENT

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October 21, 2022

The Honorable Karen Umberger, Chairman
Fiscal Committee of the General Court and

His Excellency, Governor Christopher T. Sununu
and the Honorable Council
State House
Concord, NH 03301

REQUESTED ACTION

Pursuant to RSA 14:30-a, VI, authorize the Department of Health and Human Services to accept and expend additional federal revenue in the amount of \$54,419,399 effective upon approval by the Fiscal Committee and Governor and Council through June 30, 2023, and further authorize the allocation of these funds in the accounts below. 100% Federal Funds.

05-95-47-470010-7051, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SERVICES DEPARTMENT OF HHS: DIVISION OF MEDICAID SERVICES, OFC OF MEDICAID SERVICES, CHILD HEALTH INSURANCE PROGRAM

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase / (Decrease) Amount	Revised Modified Budget
000-403978-16	Federal Funds	\$63,579,324	\$2,927,225	\$66,506,549
007-407145-44	Agency Income Drug Rebates	\$1,111,072		\$1,111,072
	General Fund	\$33,055,076		\$33,055,076
Total Revenue		\$97,745,472	\$2,927,225	\$100,672,697
041-500801	Audit Set Aside	\$90,274	\$2,924	\$93,198
101-500729	Medical Payments to Providers	\$97,655,198	\$2,924,301	\$100,579,499
Total Expense		\$97,745,472	\$2,927,225	\$100,672,697

**05-95-47-470010-7207, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS
 DEPT OF HHS: DIVISION OF MEDICAID SERVICES, OFC OF MEDICAID SERVICES,
 MEDICAID TO SCHOOLS PROGRAM**

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase / (Decrease) Amount	Revised Modified Budget
000-403978-16	Federal Funds	\$17,032,000	\$198,027	\$17,230,027
	General Fund	\$0		\$0
Total Revenue		\$17,032,000	\$198,027	\$17,230,027
041-500801	Audit Set Aside	\$32,000	\$198	\$32,198
511-500351	Medical Payments to Providers	\$17,000,000	\$197,829	\$17,197,829
Total Expense		\$17,032,000	\$198,027	\$17,230,027

**05-95-47-470010-7937, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS
 DEPT OF HHS: DIVISION OF MEDICAID SERVICES: OFC OF MEDICAID SERVICES,
 MEDICAID ADMINISTRATION**

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase / (Decrease) Amount	Revised Modified Budget
000-403978-16	Federal Funds	\$43,071,546	\$885,630	\$43,957,176
	General Fund	\$8,504,674		\$8,504,674
Total Revenue		\$51,576,220	\$885,630	\$52,461,850
010-500100	Personal Services - Perm Classified	\$2,031,346	\$0	\$2,031,346
012-500128	Personal Services - Unclassified	\$610,561	\$0	\$610,561
018-500106	Overtime	\$7,500	\$0	\$7,500
020-500200	Current Expenses	\$70,669	\$0	\$70,669
026-500251	Organizational Dues	\$13,350	\$0	\$13,350
030-500300	Equipment New/Replacement	\$4,000	\$0	\$4,000
039-500188	Telecommunications	\$16,850	\$0	\$16,850
040-500800	Indirect Costs	\$920,882	\$0	\$920,882
041-500801	Audit Set Aside	\$37,977	\$885	\$38,862
042-500620	Additional Fringe benefits	\$110,378	\$0	\$110,378
049-500294	Transfer to other State Agencies	\$31,360,416	\$884,745	\$32,245,161
050-500109	Personal Services Temp/Appoin	\$160,319	\$0	\$160,319
059-500117	Temp Full time	\$136,544	\$0	\$136,544
060-500602	Health Insurance Benefit - Perm	\$1,311,929	\$0	\$1,311,929
066-500543	Employee Training	\$1,000	\$0	\$1,000
070-500704	In-State Travel	\$1,500	\$0	\$1,500
101-500729	Medical Payments to Providers	\$364,616	\$0	\$364,616
102-500731	Contracts for Program Services	\$14,416,383	\$0	\$14,416,383
Total Expense		\$51,576,220	\$885,630	\$52,461,850

05-95-47-470010-7948, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT OF HHS: DIVISION OF MEDICAID SVCS, OFC OF MEDICAID SERVICES, MEDICAID CARE MANAGEMENT

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase / (Decrease) Amount	Revised Modified Budget
000-403978-16	Federal Funds	\$418,040,083	\$25,732,370	\$443,772,453
000-403187-16	Refugee Medical	(\$146,439)		(\$146,439)
005-402201-04	Agency Income: Medicaid Enhancement - Local	\$131,587,419		\$131,587,419
007-407145-44	Agency Income Drug Rebates	\$30,600,000		\$30,600,000
009-406848-44	Agency Income MEAD	\$168,378		\$168,378
009-405615-12	Agency - MCO Liquid Damages	\$1,478,958		\$1,478,958
	General Fund	\$239,904,174		\$239,904,174
Total Revenue		\$821,632,573	\$25,732,370	\$847,364,943
041-500801	Audit Set Aside	\$412,363	\$25,707	\$438,070
101-500729	Medical Payments to Providers	\$764,458,996	\$24,008,873	\$788,467,869
535-500376	Out of Home Placements	\$35,924,537	\$1,048,873	\$36,973,410
563-500915	Community Based Services	\$20,836,677	\$648,917	\$21,485,594
Total Expense		\$821,632,573	\$25,732,370	\$847,364,943

05-95-48-482010-2152, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT, HHS: ELDERLY & ADULT SVCS DIV, WAIVER AND NURSING FACILITIES, WAIVER/NF PMTS-COUNTY PARTIC

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase (Decrease) Amount	Revised Modified Budget
000-404362-16	Federal Funds	\$163,824,894	\$10,596,165	\$174,421,059
005-403011-18	Private Local Funds	\$126,176,684		\$126,176,684
	General Fund	\$37,013,693		\$37,013,693
Total Revenue		\$327,015,271	\$10,596,165	\$337,611,436
041-500801	Audit Set Aside	\$165,017	\$10,586	\$175,603
502-500891	Payments to Providers	\$3,011,457	\$0	\$3,011,457
504-500893	Nursing Home Payments	\$236,421,038	\$7,671,437	\$244,092,475
505-500894	Mid-Level Care Expenses	\$14,038,400	\$383,191	\$14,421,591
506-500895	Home Support Waiver Services	\$64,760,929	\$2,240,719	\$67,001,648
529-500370	Home Health Care Waiver Services	\$8,618,430	\$290,232	\$8,908,662
Total Expense		\$327,015,271	\$10,596,165	\$337,611,436

05-95-48-482010-2154, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT, HHS: ELDERLY & ADULT SVCS DIV, WAIVER AND NURSING FACILITIES, NURSING SERVICES

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase (Decrease) Amount	Revised Modified Budget
000-404362-16	Federal Funds	\$5,080,894	\$170,230	\$5,251,124
	General Fund	\$4,966,861	\$0	\$4,966,861
Total Revenue		\$10,047,755	\$0	\$10,217,985
041-500801	Audit Set Aside	\$12,467	\$170	\$12,637
101-500729	Medical Payments to Providers	\$4,574,196	\$73,811	\$4,648,007
504-500893	Nursing Home Payments	\$1	\$0	\$1
509-500897	Home Health Care Waiver Services	\$5,461,091	\$96,249	\$5,557,340
Total Expense		\$10,047,755	\$170,230	\$10,217,985

05-95-48-482010-2157, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT, HHS: ELDERLY & ADULT SVCS DIV, WAIVER AND NURSING FACILITIES, MQIP PAYMENTS

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase (Decrease) Amount	Revised Modified Budget
000-404362-16	Federal Funds	\$52,978,758	\$2,928,981	\$55,907,739
007-402241-30	Agency Income	\$51,936,070		\$51,936,070
Total Revenue		\$104,914,828	\$2,928,981	\$107,843,809
041-500801	Audit Set Aside	\$61,488	\$2,926	\$64,414
516-500358	Medicaid Quality incentive	\$104,853,340	\$2,926,055	\$107,779,395
Total Expense		\$104,914,828	\$2,928,981	\$107,843,809

05-95-92-920010-7155, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT, HHS: BEHAVIORAL HEALTH DIV, DIV BEHAVIORAL HLTH OPERATIONS, MEDICAID PAYMENTS NHH & GH

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase (Decrease) Amount	Revised Modified Budget
000-404663-16	Federal Funds	\$8,640,813	\$235,844	\$8,876,657
	General Fund	\$0		\$0
Total Revenue		\$8,640,813	\$235,844	\$8,876,657
041-500801	Audit Set Aside	\$8,632	\$236	\$8,868
510-500898	Medicaid to Institutions	\$8,632,181	\$235,608	\$8,867,789
Total Expense		\$8,640,813	\$235,844	\$8,876,657

05-95-93-930010-7014, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT, HHS: DEVELOPMENTAL SVCS DIV, DIV OF DEVELOPMENTAL SVCS, EARLY INTERVENTION

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase (Decrease) Amount	Revised Modified Budget
000-406738-16	Federal Funds	\$5,589,336	\$149,049	\$5,738,385
	General Fund	\$8,310,716	\$0	\$8,310,716
	Total Revenue	\$13,900,052	\$149,049	\$14,049,101
041-500801	Audit Set Aside	\$4,080	\$149	\$4,229
102-500731	Contracts for Program Services	\$2,896,998	\$0	\$2,896,998
502-500891	Payments to Providers	\$10,998,974	\$148,900	\$11,147,874
	Total Expense	\$13,900,052	\$149,049	\$14,049,101

05-95-93-930010-7016, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT, HHS: DEVELOPMENTAL SVCS DIV, DIV OF DEVELOPMENTAL SVCS, ACQUIRED BRAIN DISORDER SERVICES

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase (Decrease) Amount	Revised Modified Budget
000-406739-16	Federal Funds	\$15,062,338	\$815,809	\$15,878,147
	General Fund	\$16,544,310	\$0	\$16,544,310
	Total Revenue	\$31,606,648	\$815,809	\$32,422,457
041-500801	Audit Set Aside	\$16,336	\$815	\$17,151
102-500731	Contracts for Program Services	\$1,751,909	\$0	\$1,751,909
502-500891	Payments to Providers	\$29,838,403	\$814,994	\$30,653,397
	Total Expense	\$31,606,648	\$815,809	\$32,422,457

05-95-93-930010-7100, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT, HHS: DEVELOPMENTAL SVCS DIV, DIV OF DEVELOPMENTAL SVCS, DEVELOPMENTAL SERVICES

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase (Decrease) Amount	Revised Modified Budget
000-403793-16	Federal Funds	\$205,531,591	\$9,536,782	\$215,068,373
	General Fund	\$218,687,782	\$0	\$218,687,782
	Total Revenue	\$424,219,373	\$9,536,782	\$433,756,155
041-500801	Audit Set Aside	\$208,913	\$9,527	\$218,440
102-500731	Contracts for Program Services	\$5,444,187	\$0	\$5,444,187
502-500891	Payments to Providers	\$418,566,273	\$9,527,255	\$428,093,528
	Total Expense	\$424,219,373	\$9,536,782	\$433,756,155

05-95-93-930010-7110, HEALTH AND SOCIAL SERVICES, HEALTH AND HUMAN SVCS DEPT, HHS: DEVELOPMENTAL SVCS DIV, DIV OF DEVELOPMENTAL SVCS. CHILDREN HIS WAIVER

CLASS OBJ	CLASS TITLE	Current Modified Budget	Increase (Decrease) Amount	Revised Modified Budget
000-404669-16	Federal Funds	\$7,973,541	\$243,287	\$8,216,828
	General Fund	\$7,679,752	\$0	\$7,679,752
Total Revenue		\$15,653,293	\$243,287	\$15,896,580
041-500801	Audit Set Aside	\$7,678	\$243	\$7,921
502-500891	Payments to Providers	\$15,645,615	\$243,044	\$15,888,659
Total Expense		\$15,653,293	\$243,287	\$15,896,580

EXPLANATION

The public health emergency (PHE) for COVID-19 was declared by the Secretary of Health and Human Services on January 31, 2020. The current PHE was renewed on October 13, 2022, for an additional 90 days.

Section 6008(a) of the Families First Coronavirus Response Act (FFCRA) provides a temporary 6.2 percentage point increase to the Federal Medical Assistance Percentage (FMAP) under section 1905(b) of the Social Security Act effective beginning January 1, 2020 and is available for each calendar quarter during the PHE, through the end of the quarter in which the public health emergency including any extensions, ends. If this renewal remains in place for the full 90 day period, it would expire on January 11, 2023. Under current law, the additional 6.2 percent FMAP would remain in effect through the third quarter of State fiscal year 2023.

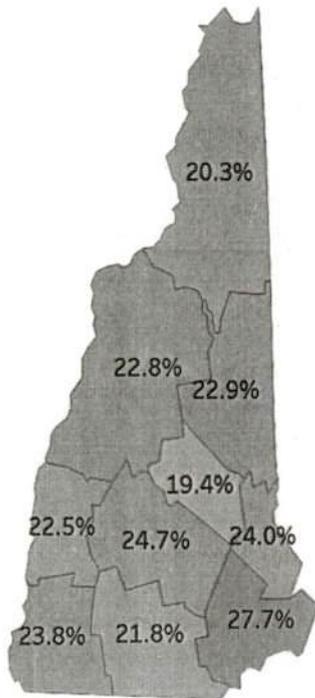
The Department is requesting to accept and expend the federal matching dollars to support anticipated costs of the increase in Medicaid caseload resulting from the COVID-19 pandemic. NH Medicaid caseload, including both Standard Medicaid and Granite Advantage Healthcare Program has increased by 60,002 or 37.2% for the period of March 16, 2020 through October 3, 2022. The Standard Medicaid program, for which this funding is requested, has increased by 26,160 or 20.8% for the period March 16, 2020 through October 3, 2022.

Medicaid caseloads have been directly impacted as a result of the COVID-19 pandemic and the continuous coverage requirement of the Families First Coronavirus Response Act, which requires states, as a condition of receiving an enhanced federal match for Medicaid (except for adult expansion) to suspend termination of eligibility for Medicaid except for members who die, move out of state, or request ending Medicaid coverage. The costs driven by the increase in caseloads have been funded by the increased 6.2% federal match.

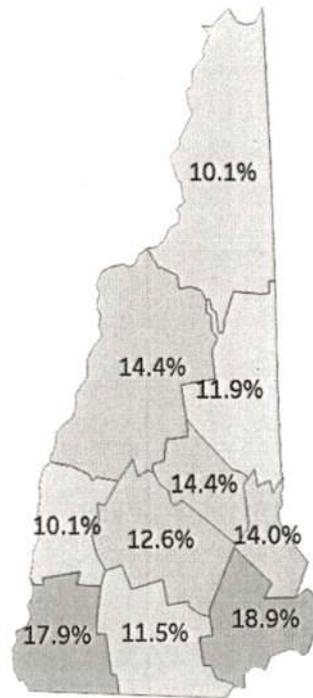
States will receive a sixty day advance notice of the end date of the PHE as promised to Governors by the Federal government. The most recent guidance from the Centers for Medicare & Medicaid Services (CMS) gives states up to 12 months to complete income eligibility redeterminations for its Medicaid members. The Department is diligently developing an unwind plan with the goal of ensuring that there are no gaps in medical coverage, whether that coverage is continued Medicaid or other sources of private or Marketplace coverage, and which is consistent with the budget in managing coverage transfer or disenrollment within a three to four month timeframe.

The map below shows the increase during the pandemic and is evident across all counties in the state.

Standard - Income Based



Standard - Disabled/Elderly/Foster Care



Pursuant to Chapter 91, Section 35 (Laws of 2021): "Department of Health and Human Services; Change in Federal Match Revenue. During the biennium ending June 30, 2023 any item submitted to the fiscal committee of the general court which increases a draw on federal funds, as a result of miscalculation of or change in the state's share of a federal match program in excess of \$100,000 in an accounting unit, shall include an explanation stating if any general funds have been supplanted, and if so, for what purpose those supplanted general funds will be used, and the amount of supplanted general funds anticipated to lapse." For all of the accounting units included in this request, the general funds being supplanted are going to be used to support the programs due to the increased enrollment and the continuation of the public health emergency for which the federal funds were not previously budgeted. DHHS does not anticipate any of these funds to lapse.

Respectfully submitted,

Lori A. Shibinette
Commissioner