

DHS – Division of Medical Services (0755)
Fiscal Year 2023
As Enacted by Act 213 of 2022

The Division is responsible for administering the Medicaid program, which includes the Child Health Insurance Program (S-CHIP). The Medicaid program includes Hospital & Medical Services, Public and Private Nursing Home Care, Prescription Drugs, ARHome and ARKids First.

TOTAL APPROPRIATION

Appropriation		2021-2022	2022-2023
		Authorized	Legislative
4KS	Nursing Home Quality	\$4,000,000	\$4,000,000
876	Nursing Home Closure Costs	\$4,500,000	\$4,500,000
878	Long Term Care Facility Receivership	\$100,000	\$100,000
896	DHS–Admin Paying Account	\$12,488,861	\$12,806,877
897^	DHS-Grants Paying Account	\$8,776,616,134	\$9,176,616,134
898^	DHS-Grants Paying Account	\$278,217,791	\$278,217,791
Total		\$9,075,922,786	\$9,476,240,802

^ Items are listed in a single appropriation section in the bill.

FUNDING SOURCES

Funding Sources		%
General Revenue	4000010	15.76
Federal Revenue	4000020	78.01
Various Program Support	4000730	2.95
Other State Funding*		3.28
Total Funds		100.00

*Other State Funding Sources includes Medicaid Trust funds, provider fees, drug rebates, insurance premium tax, tobacco settlement and match transfers from other divisions.

CHANGE LEVEL REQUESTS

DHS–Admin Paying Account (Appropriation 896)

Commitment Item		2021-2022	2022-2023	
		Authorized	Legislative	Change Level
5010000	Regular Salaries	\$6,317,233	\$6,555,157	\$237,924
5010003	Personal Services Matching	\$2,114,506	\$2,194,598	\$80,092
Total		\$8,431,739	\$8,749,755	\$318,016

- Increases are for adjustments to salaries and matching.

DHS–Grants Paying Account (Appropriation 897)

Commitment Item		2021-2022	2022-2023	
		Authorized	Legislative	Change Level
5100004	Hospital/Medical Services	\$7,147,865,506	\$7,547,865,506	\$400,000,000
Total		\$7,147,865,506	\$7,547,865,506	\$400,000,000

- Increases for grant payments for Hospital and Medical Services as a result of increased provider reimbursement rates and increased enrollment due to the ongoing Public Health Emergency.

POSITIONS

Total Authorized Positions FY2023: 102

Total Authorized Positions FY2022: 110

Increase / (Decrease): (8)

Extra Help Positions FY2023: 10

SPECIAL LANGUAGE

****NEW LANGUAGE** MEDICAL SERVICES - COMMUNITY AND EMPLOYMENT SUPPORTS**

MEDICAID WAIVER. Designates the first \$37.6 million in RSA funding each year paid to the DHS Grants Fund Account will be deposited into a separate subfund to be used for DDS Community and Employment Supports Medicaid Waiver expenditures. Funds can be carried forward in the next fiscal year to be used for the same purpose and are designated as a fund balance in the subfund.

****NEW LANGUAGE** ASSISTED LIVING FACILITY REIMBURSEMENT - ACCOUNTING OF HOME AND COMMUNITY-BASED FUNDS.** Requires DHS to submit a waiver application to increase rates paid to facilities under the Living Choices Assisted Living waiver. Also requires the agency to study/explore new methods to increase reimbursement rates to these providers and submit an accounting of funds allocated to qualifying entities to ALC or JBC, while the Secretary is to report monthly, in-person on the status of the waiver application until it is resolved.