



agency for persons with disabilities  
*State of Florida*

# **Agency for Persons with Disabilities**

*Update to House Healthcare Council*

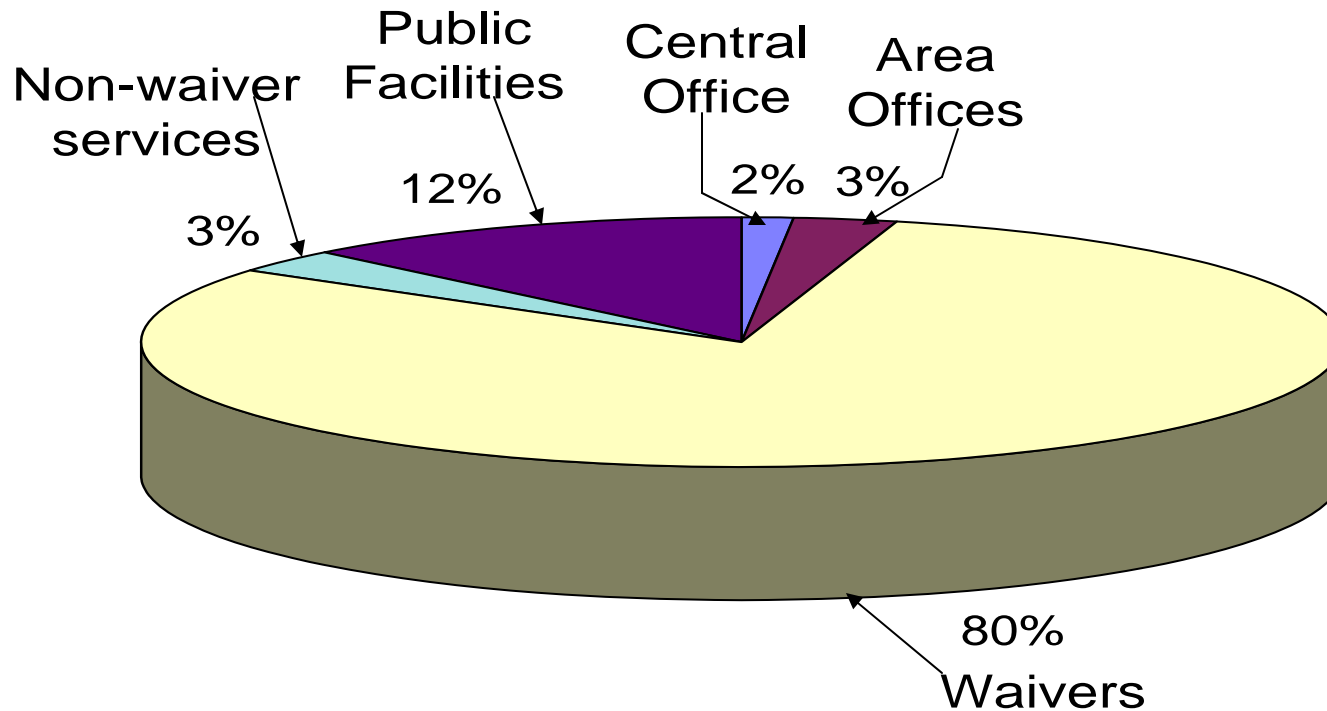
*January 8, 2008*

Charlie Crist, Governor

Jane E. Johnson, Director



**Agency for Persons with Disabilities - FY 2007-08  
Appropriations by Major Function  
(total = \$1.2 billion)**



## WAIVER EXPENDITURES - OVERVIEW SINCE 1999

Year	Expenditures	Waiver Enrollment (July 1)	Average expenditures per enrollee	<sup>1</sup> Waiting list (July 1)
FY 1999-00	216, 546,132	13,854	15,631	700
FY 2000-01	388,390,633	21,890	17,743	2,233
FY 2001-02	494,157,399	24,639	20,056	6,152
FY 2002-03	573,997,902	24,386	23,538	9,575
FY 2003-04	654,819,891	24,223	27,033	12,474
FY 2004-05	642,128,574	23,970	26,789	15,278
FY 2005-06	727,271,063	24,067	30,219	14,629
FY 2006-07	861,829,604	25,318	34,040	11,927
FY 2007-08	927,119,541	25,282	36,671	15,003

<sup>1</sup>Does not include those on FSL Waiver waiting for enrollment on HCBS Waiver



## WAIVER TRENDS AND IMPLICATIONS

- Healthy expenditure growth since FY 1999-00 has largely gone to increase the cost of serving existing recipients.
- This leads to the current, paradoxical situation where both expenditures and the wait list are at or near historically high levels.
- Unless utilization growth moderates or substantial financial investments are made, expect continued deficits and growth in the waiting list.



## Utilization Growth in the Home and Community Based Services Waiver

FY 2005-06	13.06%
FY 2006-07	11.20%
FY 2007-08	12.25%

- If current trends continue, the Legislature will need to provide roughly \$100 million per year to continue services to existing enrollees.
- An additional \$60 million would be necessary to keep the waiting list from growing larger. \*
- An additional \$320 million would be necessary to serve the remaining individuals on the wait list. \*

*\*Based on current average expenditure amounts for HCBS and FSL waivers and current average growth of waitlist. Assumes all waitlist individuals would accept enrollment offers.*



## Controlling utilization growth

- **Some utilization growth is expected since the waiver serves a very stable cohort of individuals who are getting older along with their caregivers.**
- **SB 1124 provides for freezing cost plans and implementation of a four-tier system with expenditure caps.**
- **During the special session, the Legislature approved the use of state employees to conduct needs assessments.**
- **The agency is planning to use individual budgets based on the new needs assessment as an additional means of controlling utilization.**
- **Despite the policy changes implemented pursuant to SB 1124, deficits are projected for FY 2007-08, 2008-09 and 2009-10.**



## Legislative Funding Decisions

- Legislature provided \$116 million to cover expected deficit in Developmental Disabilities Home and Community-Based Service waiver for FY 2007-08
- This represents a 15 percent increase in waiver funding
- Additional \$57 million provided for FY 2006-07 in the FY 2007-08 General Appropriations Act to partially offset FY 2006-07 deficit



## Financial outlook for APD waivers FY 2007-08 – FY 2009-10

	FY 2007-08	FY 2008-09	FY 2009-10
Available appropriations	883,111,552	821,993,037	821,993,037
Projected expenditures prior to effect of new policies	967,117,570	1,057,274,164	1,180,715,992
Estimated impact of SB 1124 and SB 4C	(39,998,029)	(180,814,238)	(194,583,491)
Projected cost of rule challenge settlement	1,600,000		
Surplus/(deficit)	(45,607,989)	(52,866,889)	(162,539,464)
Projected Family and Supported Living surplus	24,752,742	19,218,881	14,208,224
Projected June 30 balance	(20,855,247)	(35,248,008)	(149,931,240)

*Additional detail available in attachment.*







































