

## FISCAL UPDATE Article

Fiscal Services Division

October 10, 2017



Ground Floor, State Capitol Building

Des Moines, Iowa 50319

515.281.3566

### DEPARTMENT REQUEST — HEALTH AND HUMAN SERVICES APPROPRIATIONS SUBCOMMITTEE

**Fiscal Year 2019 Department Requests.** Departments are requesting a total of \$1.865 billion from the General Fund, an increase of \$98.8 million compared to estimated FY 2018, presented in the table below. Other funds requested totaled \$293.8 million, no change compared to estimated FY 2018. Pursuant to Iowa Code section [8.35A](#), the Department of Management has until November 15 to adjust any final budget records or department requests. This document will be updated if changes are received after publication.

#### General Fund Appropriation Totals

	Actual FY 2017	Estimated FY 2018	Dept Request FY 2019	Dept Req v. FY 2018	Percent Change
Iowa Department on Aging	\$ 13,395,352	\$ 12,202,757	\$ 12,202,757	\$ 0	0.0%
Department of Public Health	57,021,169	51,342,801	51,342,801	0	0.0%
Department of Veterans Affairs	4,640,503	4,090,482	4,090,482	0	0.0%
Iowa Veterans Home	7,316,100	7,228,140	7,228,140	0	0.0%
Department of Human Services	1,711,903,846	1,691,573,022	1,790,325,236	98,752,214	5.8%
<b>Total Health and Human Services</b>	<b>\$ 1,794,276,970</b>	<b>\$ 1,766,437,202</b>	<b>\$ 1,865,189,416</b>	<b>\$98,752,214</b>	<b>5.6%</b>

**Department of Human Services.** The Department is requesting increases totaling \$98.8 million, including:

- A net increase of \$94.4 million for the Medicaid program to reflect the following:
  - An increase of \$21.6 million to replace the unfunded need from FY 2018.
  - An increase of \$43.0 million to replace one-time funding in FY 2018.
  - An increase of \$29.9 million to provide for the first federal health insurance fee payment.
  - An increase of \$23.3 million to fund the emerging trends and risk corridor adjustment.
  - An increase of \$19.6 million for increased cost of services and enrollment growth.
  - An increase of \$8.8 million due to a loss of Medicaid recoveries and other revenues.
  - An increase of \$7.2 million to replace federal funding due to a reduction in the Iowa Health and Wellness Program Federal Medical Assistance Percentage (FMAP) rate.
  - A decrease of \$59.0 million to reflect the new regular Medicaid FMAP rate.
  - This request does not reflect any increase in managed care organizations (MCOs) capitation rates that will impact FY 2018 and FY 2019.
- An increase of \$1.7 million for Child Care Assistance to replace funding from previous year carryforward funds and the Child Care Facility Fund included in the current year budget.

- A decrease of \$1.5 million to the Family Investment Program/PROMISE JOBS to move the general reduction in FY 2018 that is currently applied to Child and Family Services.
- An increase of \$1.5 million for Child and Family Services to move the general reduction to the Family Investment Program/PROMISE JOBS that is currently applied to this appropriation in FY 2018.
- An increase of \$2.0 million for Child Support Recovery to replace funding from the Collection Services Refund Account included in the current year budget.
- An increase of \$590,000 for Field Operations to replace funding from the Child Care Facility Fund included in the current year budget.

**Other Departments.** No other departments in the Appropriations Subcommittee requested any additional funding or made any changes compared to estimated FY 2018.

**Additional Notes.** Additional information can be found on the LSA webpage:

- [Appropriation Tracking](#)
- [Department Webpages](#)
- [Budget Unit Briefs](#)
- [Medicaid Forecast](#)
- **Fiscal Update** – [Transfer Notice: Department of Public Health FY 2018 and Budget Reductions](#)

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