

Nicholas A. Toumpas Commissioner

> Terry R. Smith Director

STATE OF NEW HAMPSHIRE

DEPARTMENT OF HEALTH AND HUMAN SERVICES

OFFICE OF HUMAN SERVICES

DIVISION OF FAMILY ASSISTANCE

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January 9, 2013

Piscal Committee

The Honorable Mary Jane Wallner, Chairman Fiscal Committee of the General Court

Her Excellency, Governor Margaret Wood Hassan and the Honorable Council State House Concord, New Hampshire 03301

REQUESTED ACTION

Pursuant to the provisions of Chapter 224:14 II, Laws of 2011, Additional Revenues, authorize the Department of Health and Human Services, Division of Family Assistance, to accept and expend Federal Funds in the amount of \$4,500,000.00 from the Centers For Medicare and Medicaid Services for purposes of making changes to the New HEIGHTS eligibility system to accommodate federally required elements of the Affordable Care Act, effective upon date of Fiscal Committee and Governor and Executive Council approval through June 30, 2013, and further authorize the allocation of these funds in the accounts below.

05-95-45-450010-6125 HEALTH AND SOCIAL SERVICES, DEPT OF HEALTH AND HUMAN SVCS, HHS: TRANSITIONAL ASSISTANCE, DIV OF FAMILY ASSISTANCE, DIRECTOR'S OFFICE

Class/Object SFY 2013	Class Title	Current Authorized Budget	Increase/ (Decrease) Amount	Revised Modified Budget
000-403950 Federal F	unds	\$4,048,297	\$4,500,000	\$8,548,297
General 1	Fund	\$2,124,331	\$0	\$2,124,331
Total Revenue		\$6,172,628	\$4,500,000	\$10,672,628

		Authorized	(Decrease)	Modified
Class	Class Title	Budget	Amount	Budget
010-500100	Regular Officer and Employees	\$1,770,471	\$0	\$1,770,471
012-501097	Salary Other Unclassified	\$94,712	\$0	\$94,712
018-500106	Overtime	\$3,000	\$0	\$3,000
020-500200	Supplies (Consumable)	\$255,043	\$0	\$255,043
021-500211	Food Institutions	\$1,301	\$0	\$1,301
026-500251	Membership Fees	\$12,995	\$0	\$12,995



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027-500290	Transfers to OIT	\$1	\$0	\$1
030-500321	Office Equip&Furnish (Replace)	\$3,228	\$0	\$3,228
040-500800	Indirect Costs	\$309,809	\$0	\$309,809
041-500801	Audit Fund Set Aside	\$153,583	\$0	\$153,583
042-500620	Post Retirement Benefits	\$95,352	\$0	\$95,352
046-500464	Gen Consultants, Non-Benefit	\$1	\$4,500,000	\$4,500,001
050-500109	Other Personal Services	\$130,404	\$0	\$130,404
060-500602	Health Ins Benefit (Perm)	\$908,467	\$0	\$908,467
066-500546	Reg. Fees In-State Training	\$3,319	\$0	\$3,319
070-500704	Mileage, Private Cars (In-State)	. \$42,357	\$0	\$42,357
080-500710	Common Carriers (Out-Of-State)	\$5,276	\$0	\$5,276
102-500731	Contracts for Program Services	\$1,399,056	\$0	\$1,399,056
103-502508	EBT Contract	\$913,969	\$0	\$913,969
501-500425	Payments to Clients	\$70,284	\$0	\$70,284
Total Expense		\$6,172,628	\$4,500,000	\$10,672,628

EXPLANATION

The Affordable Care Act implements a streamlining of income-based rules and systems for processing Medicaid and Children's Health Insurance Program (CHIP) applications and renewals for most individuals. To accommodate these changes the Department's New Heights eligibility system requires modifications including:

- Interfaces with the Federally Facilitated Exchange;
- Processing of requests and responses for a number of Web services, which collectively will be used to automate the processing of Medicaid eligibility verifications;
- Compliance with Affordable Care Act security standards;
- Compliance with Medicaid IT Architecture Framework 3.0; and
- Strategic support for Department restructuring and Medicaid business process reengineering in support of Affordable Care Act.

To support these efforts, the Centers For Medicare and Medicaid Services is making available federal funds for states' efforts for these modifications. The Department is currently implementing significant enhancements to New HEIGHTS under a capital budget project and the work contemplated by this funding will, with approval by Governor and Executive Council, be integrated with the work being done under the capital budget project.

Funding for the project is 90% federal funds and 10% general funds. Funds for the State match are available in the capital budget account number 030-045-0967.

Area served: statewide.

Source of Funds: 90% Federal Funds, 10 % General Funds.

If Federal Funds become no longer available, General Funds will not be requested to support the program expenditures.

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Respectfully submitted,

Terry R. Smith

Director

Approved by:

Nicholas A. Toumpas

Commissioner

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