



STATE OF NEW HAMPSHIRE

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DEPARTMENT OF HEALTH AND HUMAN SERVICES
DIVISION OF COMMUNITY BASED CARE SERVICES

BUREAU OF ELDERLY & ADULT SERVICES

Nicholas A. Toumpas
Commissioner

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Director

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April 15, 2015

The Honorable Neal M. Kurk, Chairman
Fiscal Committee of the General Court, and

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

Signature: [Handwritten Signature]
Approved by Fiscal Committee
Date: 5/15/15

Requested Action

Pursuant to the provisions of RSA 14:30-a, VI, authorize the Department of Health and Human Services (DHHS), Bureau of Elderly and Adult Services (BEAS), to accept and expend \$5,202,600 for Proportionate Share Payments (from Title XIX Medicaid federal funds from the Centers for Medicare and Medicaid Services in the amount of \$2,602,600 and Local Funds-Nursing Homes (County) in the amount of \$2,600,000) in the following accounts effective upon the date of Fiscal Committee and Governor and Executive Council approval through June 30, 2015, and further authorize the allocation of these funds as indicated below.

05-95-48-481510-5943 HEALTH AND SOCIAL SERVICES, DEPT. OF HEALTH AND HUMAN SERVICES, HHS: ELDERLY AND ADULT SERVICES, MEDICAL SERVICES, PROSHARE

SFY 15

Table with 5 columns: Class-Object, Class Title, Current Modified Budget, Increase/ (Decrease) Amount, Revised Modified Budget. Rows include Federal Funds-Nursing Homes, Local Funds-Nursing Homes County, General Fund, Indirect Costs, Audit Set Aside, Proshare, and Total Revenue/Expenses.

### Explanation

Proportionate Share Payments (ProShare) are supplemental payments made to county-owned nursing facilities based upon the difference between Medicaid payments and what the payment would have been if those residents had been on Medicare. These annual payments are typically made in June of each year.

FY15 Medicare rates were higher than the prior year. In addition, Medicaid rates stayed relatively flat during the same time period. As a result, the gap between Medicare and Medicaid is larger than expected.

The annual ProShare payment for SFY15 to the county-owned nursing facilities is estimated at \$49.4 million, which requires an increase in the appropriation to make the payment to the counties in June 2015.

If this request is not approved by the Fiscal Committee and Governor and Council, the State will be unable to make the total SFY15 ProShare payment to the counties prior to the end of the State Fiscal Year. This would have a detrimental effect on the anticipated cash flows to the counties.

Area served: Statewide.

Source of funds: 50.1% federal funds, Medicaid; and, 49.9% local funds-county

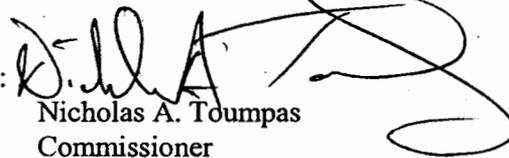
If Federal and Local funds are no longer available general funds will not be requested for this payment.

Respectfully submitted,



Sheri L. Rockburn  
Chief Financial Officer

Approved by:



Nicholas A. Toumpas  
Commissioner