Downloaded Graphics from “At the Crossroads: Providing Long-Term Services and Supports at a Time of High Demand and Fiscal Constraint”
Source: HMA analysis of data from National Association of State Budget Officers (NASBO), Fall Fiscal Survey of States, 2007–2010 reports, and Fall 2012 Report for 2013. Notes: Data are not adjusted for inflation. The 2013 figures are enacted. For Illinois, this map uses projected revenue from NASBO's 2006 report because 2007 revenue data were not available.
State Revenue Changes for 50 States through and beyond the Recession

Percent change in state nominal revenue from 2007 baseline

2008: One year into the recession, 13 states experience budget declines.

2010: All but a handful of states have revenues below the 2007 baseline.

2013: Six years later, 16 states still have revenues lower than 2007 levels.

Cumulative Revenue Experience

Average annual % difference from 2007 baseline
2008 to 2013 (projected)

Source: HMA analysis of data from National Association of State Budget Officers (NASBO), Fall Fiscal Survey of States, 2007–2012 reports. NOTE: The data are the average of each state’s percentage difference from the 2007 baseline revenue over the 6 years. No states fell within +10% to 15%, or -15% to -20% ranges.
Medicaid Enrollment Growth Has Slowed Significantly

Medicaid annual enrollment growth
1998–2013
(projected)

Annual Growth in Total and State Medical Spending, 2003–2013

HCBS Waiver Recipient Change from Previous Year 2010–2013

- **2013 (projected)**: Decrease 3, No Change 10, Increase 34
- **2012**: Decrease 4, No Change 7, Increase 36
- **2011**: Decrease 3, No Change 7, Increase 27
- **2010**: Decrease 3, No Change 4, Increase 26

**N** = 33 for 2010
**N** = 37 for 2011
**N** = 47 for 2012 and 2013
HCBS Expenditure Change from Previous Year
2011–2013

N = 34 for 2011
N = 44 for 2012 and 2013
Percent Change in HCBS Expenditures

2011–2012

2012–2013

District of Columbia expenditures decreased less than 5%

Percent Change

+=>15%
+ 8% to 15%
+ 5% to 8%
+ < 5%
No Change
- <5%
-5% to 8%
-8% to 15%

District of Columbia expenditures increased less than 5%
Nursing Facility Census Change from Previous Year
2011–2013

<table>
<thead>
<tr>
<th>Year</th>
<th>Decrease</th>
<th>Stay the Same</th>
<th>Increase</th>
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<tbody>
<tr>
<td>2013</td>
<td>7</td>
<td>18</td>
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<td>2011</td>
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N = 36 for 2011
N = 46 for 2012
N = 45 for 2013
Nursing Facility Census Change
2011–2013

<table>
<thead>
<tr>
<th>Year</th>
<th>Census Increased</th>
<th>Census Stayed the Same</th>
<th>Census Decreased</th>
</tr>
</thead>
<tbody>
<tr>
<td>2011</td>
<td>19.4%</td>
<td>25.0%</td>
<td>55.6%</td>
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<tr>
<td>2012</td>
<td>28.3%</td>
<td>32.6%</td>
<td>39.1%</td>
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<tr>
<td>2013 projected</td>
<td>15.6%</td>
<td>44.4%</td>
<td>40.0%</td>
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</tbody>
</table>

N = 36 for 2011
N = 46 for 2012
N = 45 for 2013
Funding Sources for State Aging and Disability Agencies

- State appropriation
- Older Americans Act
- Medicaid
- U.S. Department of Labor
- U.S. Department of Agriculture
- Social Services Block Grant
- Other
- Targeted tax
- Local (i.e., county or city) funding
- Foundation/private grants
- Community Services Block Grant
- U.S. Department of Transportation
- U.S. Department of Education
- State lottery
- Federal Emergency Management Agency (FEMA)
- U.S. Department of Justice

Percent of States
Non-Medicaid Expenditures
(SFY 2012 vs. SFY 2013)

- Increased: 24.5%
- Decreased: 30.0%
- Stayed the same: 45.0%
- Do not know: 0.0%

SFY 2012 Changes in Non-Medicaid Expenditures
SFY 2013 Anticipated Changes in Non-Medicaid Expenditures
SFY 2013 Anticipated State by State Changes in Non-Medicaid Expenditures
Strategies Used or Planned to Control Non-Medicaid Costs
*(SFY 2012 and SFY 2013)*

- Streamline state-level operations
- Form new partnerships
- Reduce staff
- Limit enrollment
- Freeze or reduce provider rates
- Streamline regional and/or local operations
- Reduce state's allotments to AAA and local providers
- Limit services
- Delay implementation of new programs
- Increase cost-sharing (copayments/contributions)
- Change from more local service delivery to regional
- Eliminate programs
- Eliminate services

Number of States

SFY 2012  SFY 2013
Two-thirds of States Have or Are Planning Duals Integration Initiatives
States Restructuring State Aging and Disability Agencies

- States restructuring since 2011: CT, DE, HI, IA, IN, KS, ME, NC, NH, OH, OR, PA, VT, VA, WA, WY
- States with plans for restructuring: CO, DC, LA, NV, WV
- States both restructuring since 2011 and with plans: AL, MD, NJ
Factors Driving State Aging and Disability Agency Restructuring

- Comprehensive vision
- Consistent policy making
- Administrative simplification
- Improved access to services (no wrong door)
- Accountability
- Quality management
- Consolidation of program authority
- Budget and personnel reductions
- Preparation for managed long-term services and supports
- Other
- Reduction of institutional bias
- Global budgeting
- Address functions that present conflict of interest

Number of States
Overview of State Interest in ACA Options That Impact LTSS Populations

- Health Homes: 35
- Improved Care Coordination for Dually Eligible Individuals: 34
- Section 1915(i) Medicaid State Plan Amendment: 24
- Balancing Incentive Program (BIP): 18
- Community First Choice Option (CFCO): 15
Number of States with HCBS Policy Changes
2010–2013
(planned)

<table>
<thead>
<tr>
<th>Year</th>
<th>Number of States</th>
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</thead>
<tbody>
<tr>
<td>2013</td>
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<tr>
<td>2012</td>
<td>16</td>
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<tr>
<td>2011</td>
<td>7</td>
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<tr>
<td>2010</td>
<td>12</td>
</tr>
</tbody>
</table>

N = 47 for 2012 and 2013
N = 37 for 2011
N = 38 for 2010
Number of States with HCBS Changes by Impact on Benefits 2010–2013

- **2013**: 15 States
  - Expanded: 1
  - Restricted: 10
  - Neutral: 4
- **2012**: 10 States
  - Expanded: 10
  - Restricted: 3
  - Neutral: 2
- **2011**: 4 States
  - Expanded: 4
  - Restricted: 3
  - Neutral: 0
- **2010**: 8 States
  - Expanded: 8
  - Restricted: 6
  - Neutral: 0

N = 47 for 2012 and 2013
N = 37 for 2011
N = 38 for 2010
Number of States Making LTSS State Plan Changes

- **2013**:
  - Expansion: 5
  - Restriction: 1
  - Neutral: 6

- **2012**:
  - Expansion: 3
  - Restriction: 5
  - Neutral: 1

- **2011**:
  - Expansion: 1
  - Restriction: 2
  - Neutral: 1

- **2010**:
  - Expansion: 1
  - Restriction: 1
  - Neutral: 1

N = 47 for 2012 and 2013
N = 43 for 2011
N = 34 for 2010
LTSS Provider Reimbursement Rate Changes

States with Rate Increases

N = 39 for 2010
N = 31 for 2011
N = 47 for 2012
N = 43 for 2013

States with Rate Decreases