

STATE OF MISSISSIPPI

Office of the Governor



EXECUTIVE ORDER NO. 1034

WHEREAS, the State of Mississippi continues to face serious budgetary shortfalls, which have required the Governor to make significant reductions in agency budgets to ensure our balance remains in balance as required by law; and

WHEREAS, the Executive Director of Medicaid has kept me advised on a timely basis of the funds available for expenditure and projected expenditure by the division, and

WHEREAS, the Executive Director of Medicaid reasonably projects that the division's expenditures will exceed the amount of funds appropriated to the division for Fiscal Year 2010 by \$14.3 million; and

WHEREAS, after making significant reductions to the division's administrative budget, and collecting as yet uncollected assessments for FY09, it will still be necessary to reduce the division's total expenditures, and

WHEREAS, the Governor has consulted the Executive Director regarding the implementation of program discontinuations and cost containment proposals to ensure the division's budget remains in balance as required by law:

NOW, THEREFORE, I, Haley Barbour, Governor of the State of Mississippi, pursuant to the authority vested in me by the Constitution and laws of the State of Mississippi, including Miss. Code. Ann. § 43-13-117, as amended, do hereby order and direct as follows:

1. The division shall increase the hospital assessment in an amount that represents twenty-five percent of the total state share expenditures to providers as required by Miss. Code Ann. § 43-13-117, as amended (currently \$2,369,691).
2. The division shall also enact State Plan Amendments to achieve the necessary savings from other Medicaid providers as demonstrated in the spreadsheet attached hereto and included herein by reference.
3. The division shall make such other reductions or adjustments that are not prohibited by state or federal law as are necessary for the implementation of this order.



IN WITNESS WHEREOF, I have hereunto set my hand and caused the Great Seal of the State of Mississippi to be affixed.

DONE in the City of Jackson, this the thirty-first day of March in the year of our Lord, two thousand and ten, and of the Independence of the United States of America, the two hundred and thirty-fourth.

Handwritten signature of Haley Barbour in blue ink.

HALEY BARBOUR
GOVERNOR

BY THE GOVERNOR

Handwritten signature of C. Delbert Hosemann, Jr. in blue ink.

C. DELBERT HOSEMANN, JR.
SECRETARY OF STATE

PROVIDER TYPE	FY 2010 MEDICAID STATE MATCH ESTIMATED EXPENSES APRIL - JUNE	\$14,300,000 PROPOSED CUTS	PROPOSED TAX (INCREASE) DECREASE	CUT/TAX AS % TO STATE QTRLY PAYMENTS	FY 2010 TOTAL ESTIMATED EXPENSES APRIL - JUNE	Total Cuts (Federal and State Share) for SPA	Provider Impact	CUT/TAX AS % TO QUARTERLY PAYMENTS	CUT/TAX AS % TO FY10 TOTAL PAYMENTS
HOSPITAL	37,041,114	0	(2,369,691)	-6.40%	244,657,295	0	(2,369,691)	-0.97%	-0.24%
LONG-TERM CARE 09 Tax Increase			(4,615,000)	*			(1,115,964)	-3.62%	-0.55%
LONG-TERM CARE	30,816,834	(1,891,002)	498,501	-4.57%	203,545,804	(12,490,104)	(11,991,603)	-5.89%	-1.47%
Subtotal LTC							(13,107,567)	-9.51%	-2.02%
DENTAL	2,912,304	(582,461)		-20.00%	19,235,826	(3,847,165)	(3,847,165)	-20.00%	-5.00%
PHYSICIAN	12,332,620	(986,610)		-8.00%	81,457,202	(6,516,576)	(6,516,576)	-8.00%	-2.00%
DRUGS	13,776,820	(2,066,523)		-15.00%	91,464,572	(13,649,425)	(13,649,425)	-14.92%	-3.73%
WAVER SERVICES:									
ADULT DAY CARE WAIVER	675,000	(184,500)		-27.33%	4,456,388	(1,218,626)	(1,218,626)	-27.33%	-6.83%
E & D WAIVER CASE MGMT FEES	3,300,000	(660,000)		-20.00%	21,796,565	(4,359,313)	(4,359,313)	-20.00%	-5.00%
PROVIDERS THAT PAY 5% ASSESSMENT:									
LABORATORY AND RADIOLOGY	689,110	(103,367)		-15.00%	4,551,585	(682,738)	(682,738)	-15.00%	-3.75%
HOME HEALTH SERVICES	301,066	(45,160)		-15.00%	1,988,546	(298,282)	(298,282)	-15.00%	-3.75%
EMERG/NON-EMERG TRANS	504,944	(75,742)		-15.00%	3,335,167	(500,275)	(500,275)	-15.00%	-3.75%
EYEGLASS SERVICES & SCREENING	769,243	(115,386)		-15.00%	5,080,863	(762,129)	(762,129)	-15.00%	-3.75%
HEARING SCREENING	46,979	(7,047)		-15.00%	310,300	(46,545)	(46,545)	-15.00%	-3.75%
MEDICAL SUPPLY (DME)	946,278	(141,942)		-15.00%	6,250,182	(937,527)	(937,527)	-15.00%	-3.75%
THERAPY SERVICES(OUTSIDE HH)	281,889	(42,283)		-15.00%	1,861,884	(279,283)	(279,283)	-15.00%	-3.75%
NURSE SERVICES	1,204,899	(180,735)		-15.00%	7,958,383	(1,193,757)	(1,193,757)	-15.00%	-3.75%
AMBULATORY SURGICAL CENTER	239,367	(35,905)		-15.00%	1,581,027	(237,154)	(237,154)	-15.00%	-3.75%
MENTAL HEALTH PRIVATE SERVICES	122,762	(18,414)		-15.00%	810,844	(121,627)	(121,627)	-15.00%	-3.75%
FREE STANDING DIALYSIS	584,148	(87,622)		-15.00%	3,858,309	(578,746)	(578,746)	-15.00%	-3.75%
MEDICARE CROSSOVER - Non-Hospital	3,808,865	(571,330)	0	-15.00%	25,626,032	(3,773,644)	(3,773,644)	-14.73%	-3.68%
SUBTOTAL excluding hospitals	73,313,129								
OMITTED FROM CUTS:									
MYPAC	210,736			0.00%	2,107,355			0.00%	0.00%
OTHER HOME & COMMUNITY BASED SERV	3,008,626			0.00%	19,872,031			0.00%	0.00%
NURSING FACILITY - STATE OWNED	1,285,854			0.00%	8,493,088			0.00%	0.00%
ICF-MR - STATE OWNED	8,932,910		188,455	0.00%	59,002,047			0.00%	0.00%
PRTF - STATE OWNED	129,685			0.00%	856,575			0.00%	0.00%
COMMUNITY MENTAL HEALTH CTR - STATE OWNED	0			0.00%	41,124,767			0.00%	0.00%
MEDICARE CROSSOVER - Hospital	2,350,494			0.00%	15,525,057			0.00%	0.00%
RURAL HEALTH CLINIC	1,459,689			0.00%	9,641,276			0.00%	0.00%
FEDERALLY QUALIFIED HEALTH CTR	945,523			0.00%	6,245,198			0.00%	0.00%
PERSONAL CARE SERVICES-MDRS	259,975			0.00%	1,717,138			0.00%	0.00%
HOSPICE	1,374,514			0.00%	9,078,693			0.00%	0.00%
UNKNOWN	10,686			0.00%	70,584			0.00%	0.00%
DOM - ADMINISTRATIVE 1%		(206,237)	***						
TOTAL - Includes Hospitals	130,322,935	(8,002,265)	(6,297,735)		903,562,585	(51,492,917)	(54,480,071)		
		Cuts	(14,300,000)						

* This 2009 LTC tax shown is the net amount to benefit DOM of a \$5,239,268 tax increase; the provider impact is less than the tax because it is paid back to the provider for Medicaid stays.
 **This compares to (44,556,126) proposed last week
 *** With this additional 1% reduction, the Division of Medicaid has taken a cut of 7.5% in Administrative Expenditures for the year