



STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
DIVISION OF HEALTH CARE FINANCE AND ADMINISTRATION
BUREAU OF TENNCARE
310 Great Circle Road
NASHVILLE, TENNESSEE 37243

February 1, 2017

The Honorable Randy McNally
Lt. Governor and Speaker of the Senate
Suite 1 Legislative Plaza
Nashville, TN 37243-0219

The Honorable Beth Harwell
Speaker of the House of Representatives
Suite 19 Legislative Plaza
Nashville, TN 37243-0219

Dear Speaker McNally and Speaker Harwell:

Pursuant to TCA 71-5-1402(g), please find below expenditures for nursing facility services and home and community-based services made under the CHOICES program during Fiscal Year 2016, and the updated projected expenditures for Fiscal Year 2017. FY 2016 expenditures reflect payments made by MCOs to nursing home and HCBS providers for long-term services and supports. FY 2017 expenditures are projected based on expenditure history to date.

<u>Expenditures</u>	SFY16	SFY17 (projected)
Nursing Home	\$987,867,400	\$1,007,805,300
HCBS	\$ 245,877,600	\$257,955,300
Total	\$ 1,233,745,000	\$1,265,760,600

Projected Fiscal Year 2018 expenditures and the percentage of nursing facility services and home and community-based services relative to total expenditures for the CHOICES long-term services and supports program will be provided by June 30, 2017.

Projected expenditures for home and community-based services made under the Employment and Community First CHOICES program for Fiscal Year 2017 are \$32,322,200. Note that this represents a partial year of expenditures in light of the rollout of the new program and ramp-up to full enrollment. The base budget contemplates the level of funding that will be needed to provide these services on a continuous basis going forward. Projected Fiscal Year 2018 expenditures for home and community-based services provided under the new program will also be provided by June 30, 2017.

Sincerely,

Wendy Long, M.D., M.P.H.
Director

CC: Honorable Members of the General Assembly