



June 14, 2018

The Honorable Randy McNally
Lt. Governor and Speaker of the Senate
425 5th Avenue North, 700 Cordell Hull Bldg.
Nashville, TN 37243

The Honorable Beth Harwell
Speaker of the House of Representatives
425 5th Avenue North, Suite 600 Cordell Hull Bldg.
Nashville, TN 37243

Dear Speaker McNally and Speaker Harwell:

Pursuant to TCA 71-5-1402(g), please find below projected long-term care expenditures for nursing facility services and home and community-based services (HCBS) for older adults and adults with physical disabilities and the percentage of projected nursing facility services and HCBS relative to total expenditures under the CHOICES program for Fiscal Year 2019.

Expenditures	FY19 (projected)	2019 % of total expenditures
Nursing Home	\$1,071,210,750	79.1%
HCBS	\$ 282,731,950	20.9%
Total	\$1,353,942,700	

NF expenditures for FY 2019 reflect the planned implementation of the new acuity- and quality-based reimbursement system pursuant to Public Chapter 836, passed by the General Assembly.

Projected expenditures for home and community-based services for individuals with intellectual or developmental disabilities that will be made under the Employment and Community First CHOICES program for Fiscal Year 2019 are \$105,624,000. (These are separate from and not included in the expenditures for the CHOICES program above.) Note that this represents a partial year of expenditures for persons who will be newly enrolled in the program during FY 2019. The base budget contemplates the level of funding that will be needed to provide these services on a continuous basis going forward.

Sincerely,

Wendy Long, M.D., M.P.H.
Director and Deputy Commissioner

cc: The Honorable Members of the General Assembly