



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

June 22, 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:

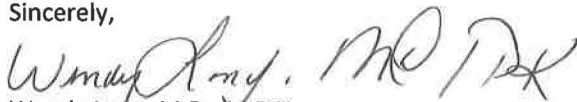
Pursuant to TCA 71-5-1402(g), please find below projected long-term care expenditures for nursing facility services and home and community-based services (HCBS) for older adults and adults with physical disabilities and the percentage of projected nursing facility services and HCBS relative to total expenditures under the CHOICES program for Fiscal Year 2018.

<u>Expenditures</u>	<u>FY18 (projected)</u>	<u>2018 % of total expenditures</u>
Nursing Home	\$1,029,358,700	79.4%
HCBS	\$ 266,765,850	20.6%
Total	\$1,296,124,550	

NF expenditures for FY 2018 reflect small inflationary increase plus acuity- and quality-based rate adjustments funded through revenues generated by the Nursing Home Assessment Fee.

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 2018 are \$99,215,050. (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 2018. 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

c: The Honorable Members of the General Assembly