

4.A. EXCEPTIONAL ITEM REQUEST SCHEDULE
 80th Regular Session, Agency Submission, Version I
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/18/2006
 TIME: 11:50:28PM

Agency code: 529

Agency name:

Health and Human Services Commission

CODE DESCRIPTION

	Excp 2008	Excp 2009
Item Name: Maintain CHIP Cost Trends and Current Services for FY 2009		
Item Priority: 4		
Includes Funding for the Following Strategy or Strategies:		
03-01-01 Children's Health Insurance Program (CHIP)		
03-01-02 Immigrant Children Health Insurance		
03-01-03 School Employee Children Insurance		
03-01-05 CHIP Vendor Drug Program		

OBJECTS OF EXPENSE:

3001 CLIENT SERVICES

TOTAL, OBJECT OF EXPENSE

0	44,887,509
\$0	\$44,887,509

METHOD OF FINANCING:

555 FEDERAL FUNDS

93,767,000 CHIP

5040 TOBACCO SETTLMNT RECEIPTS

8025 TOBACCO RECEIPTS MATCH FOR CHIP

TOTAL, METHOD OF FINANCING

0	30,219,965
0	3,267,945
0	11,399,599
\$0	\$44,887,509

DESCRIPTION / JUSTIFICATION:

This request would maintain current services funding for CHIP. This request includes the anticipated cost increases above 2008 levels. CHIP program Costs through FY 2008 along with increased CHIP caseload is reflected in the 2008-09 baseline request.

Client services in the CHIP program are paid through a capitated rate. Client services include acute care medical services and dental benefits, which were added back into the CHIP program in fiscal year 2006. The growth in claims cost for fiscal year 2006 was higher than in the past several years, 10.6 percent, and a 10 percent cost trend was used in setting the rates for fiscal year 2007.

Funding assumes the projected EFMAP of 72.62 percent for FY 2009.

EXTERNAL/INTERNAL FACTORS: