

**3.A. STRATEGY REQUEST**  
 79th Regular Session, Agency Submission, Version 1  
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 10/7/2004  
 TIME: 10:25:35AM

Agency code: **539** Agency name: **AGING AND DISABILITY SERVICES**

GOAL: 1 Long-term Care Continuum  
 OBJECTIVE: 3 Community Care - Waivers  
 STRATEGY: 7 Texas Home Living Waiver

Statewide Goal/Benchmark: 3 3  
 Service Categories:  
 Service: 26 Income: A.1 Age: B.3

| CODE   | DESCRIPTION  | Exp 2003   | Est 2004           | Bud 2005            | BL 2006             | BL 2007             |
|--|--|------------|--------------------|---------------------|---------------------|---------------------|
| <b>Output Measures:</b>                      |  |            |                    |                     |                     |                     |
| 1  | Average Number of Clients Served Per Month: Texas Home Living Waiver | 0.00       | 101.00             | 2,052.00            | 2,851.00            | 2,851.00            |
| <b>Efficiency Measures:</b>                  |  |            |                    |                     |                     |                     |
| 1  | Average Monthly Cost Per Client Served: Texas Home Living Waiver     | 0.00       | 1,077.34           | 1,077.34            | 1,066.68            | 1,066.68            |
| <b>Explanatory/Input Measures:</b>           |  |            |                    |                     |                     |                     |
| 1  | # of Consumers Receiving THLW Funded Services (MR) Per Year          | 0.00       | 796.00             | 2,851.00            | 2,851.00            | 2,851.00            |
| <b>Objects of Expense:</b>                   |  |            |                    |                     |                     |                     |
| 3001   | CLIENT SERVICES  | \$0        | \$1,299,275        | \$26,523,433        | \$36,493,375        | \$36,493,377        |
| <b>TOTAL, OBJECT OF EXPENSE</b>              |  | <b>\$0</b> | <b>\$1,299,275</b> | <b>\$26,523,433</b> | <b>\$36,493,375</b> | <b>\$36,493,377</b> |
| <b>Method of Financing:</b>                  |  |            |                    |                     |                     |                     |
| 758  | GR MATCH FOR MEDICAID  | \$0        | \$514,309          | \$10,391,881        | \$14,455,026        | \$14,469,624        |
| <b>SUBTOTAL, MOF (GENERAL REVENUE FUNDS)</b> |  | <b>\$0</b> | <b>\$514,309</b>   | <b>\$10,391,881</b> | <b>\$14,455,026</b> | <b>\$14,469,624</b> |
| <b>Method of Financing:</b>                  |  |            |                    |                     |                     |                     |
| 555  | FEDERAL FUNDS  |            |                    |                     |                     |                     |
| 93.778.005                                   | XIX FMAP   | \$0        | \$784,966          | \$16,131,552        | \$22,038,349        | \$22,023,753        |
| CFDA Subtotal, Fund 555                      |  | \$0        | \$784,966          | \$16,131,552        | \$22,038,349        | \$22,023,753        |
| <b>SUBTOTAL, MOF (FEDERAL FUNDS)</b>         |  | <b>\$0</b> | <b>\$784,966</b>   | <b>\$16,131,552</b> | <b>\$22,038,349</b> | <b>\$22,023,753</b> |

**0000083**

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Agency code: **539**      Agency name: **AGING AND DISABILITY SERVICES**

|            |   |                          |                           |    |                           |
|------------|---|--------------------------|---------------------------|----|---------------------------|
| GOAL:      | 1 | Long-term Care Continuum | Statewide Goal/Benchmark: | 3  | 3                         |
| OBJECTIVE: | 3 | Community Care - Waivers | Service Categories:       |    |                           |
| STRATEGY:  | 7 | Texas Home Living Waiver | Service:                  | 26 | Income: A.1      Age: B.3 |

| CODE   | DESCRIPTION | Exp 2003   | Est 2004           | Bud 2005            | BL 2006             | BL 2007             |
|--|-------------|------------|--------------------|---------------------|---------------------|---------------------|
| <b>TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)</b> |             |            |                    |                     | <b>\$36,493,375</b> | <b>\$36,493,377</b> |
| <b>TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)</b> |             | <b>\$0</b> | <b>\$1,299,275</b> | <b>\$26,523,433</b> | <b>\$36,493,375</b> | <b>\$36,493,377</b> |

**FULL TIME EQUIVALENT POSITIONS:**

**STRATEGY DESCRIPTION AND JUSTIFICATION:**

The Texas Home Living Waiver (TxHmL) under Section 1915(c) of Title XIX of the Social Security Act provides individualized services not to exceed \$10,000 per year to eligible individuals who live in their own homes or their family homes. The service components are divided into two service categories: the Community Living Service category and the Technical and Professional Supports Services category. Each service category has an annual cost limit.

The TxHmL waiver program was developed in response to Executive Order RP13 issued by Governor Rick Perry in 2002. HHSC was directed to work with TDMHMR to develop a new "selected essential services waiver" using existing general revenue funds that will serve individuals with mental retardation who are registered on the department's interest list for HCS program services. The waiver was approved by the GBO and the LBB in May 2004 per TDMHMR Rider 53 and implemented in June 2004.

Statutory Authority: General Appropriations Act, 78th Legislature, Regular Session, Article II, Texas Department of Mental Health and Mental Retardation, Rider 53; Social Security Act, Title XIX, §1915(c).

**EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:**

There were approximately 1,300 consumers, previously funded solely with GR who were refinanced into TxHmL during FY 2004 and 2005. Further, approximately 1,600 consumers are projected to be phased in from the HCS interest list over FY 2005. The average monthly cost assumed for this strategy includes costs for service coordination and medications through the vendor drug program.

In the base request, TxHmL provider rates have been reduced by 1.06% due to funding restraints associated with 5% reductions and the biennial decrease in the FMAP. Exceptional Items 2 and 3 seek to restore these reductions.

Demand for this program is projected to increase during the FY 2006-2007 biennium, increasing the number of individuals on interest lists for services.

Exceptional items related to addressing this program's interest lists are included in the Health and Human Services Commission's Legislative Appropriations Request.

**0000084**