#### Program

## **Federal Medical Assistance Percentages (FMAP)** - Federal match for dollars spent on the Medicaid program

#### **Provisions**

- Increases Medicaid match from 50% to 58.78% starting in Tier 1 as of October 2008 and moving to Tier 3 with a match of 61.59% beginning in April 2009 through December 31, 2010
- Increases cover the period October 1, 2008 through December 31, 2010.
- · Contains provisions for match when there is a significant increases in unemployment rate. The unemployment tiers are the following: Baseline is NJ's lowest 3 month average since 1/06 = 4.2%. All states qualify for enhanced FMAP of 6.2%, in NJ this means that our base ARRA stimulus increase would be at a matching rate of 56.2%. To qualify for a Tier and received enhanced federal match. ARRA factors in NJ's most recent 3-month unemployment rate. The average must be at least: Tier 1 - 1.5% above baseline = 5.7% w/ enhanced fed match to 58.78%: Tier 2 - 2.5% above baseline = 6.7% w/ enhanced fed match to 60.19%; Tier 3 - 3.5% above baseline = 7.7% w/ enhanced fed match to 61.59%.
- Prevents FMAP decrease if state per capita income increases
- FMAP increase is to cover the anticipated expansion of case loads.
- FMAP will not increase the number of Medicaid providers
- FMAP will not increase the amount paid to Medicaid providers
- FMAP increase applies to Medicaid, Foster Care, and Adoption Assistance.
- FMAP does not apply to TANF, child welfare, child support enforcement, SCHIP, Disproportionate Share Hospital (DSH) Payments of items/services subject to enhanced match

#### **NJ Share of Funds**

\$2.2 billion over 27 months or 3 state fiscal years

#### **Reporting and Tracking**

US Government Accountability Office (GAO), Governor's ARRA Oversight Committee

US General Accounting Office - 1 of 16 states with GAO oversight for all stimulus funds, not just DHS funds

Internal controls include: Separate federal appropriation unit set up to specifically track the expenditures.

Routine DMAHS contract monitoring and audits

Federal Medicaid Reporting requirements

DHS ARRA Oversight Committee

#### **Provisions NJ Share of Funds** Reporting and Tracking **Program Temporary Medical Assistance** NJ offers a 24-month Medicaid extension for fami-There is no additional state savings Governor's ARRA Oversight Committee; **Program (TMA)** - provides coverage lies who leave TANF for employment. Without GAO: Federal Medicaid reporting: Rouattributable to this provision. for certain families who lose Medicaid this provision, in June 2009 families would have tine DMAHS contract monitoring and eligibility due to increased child or received only 12 months of Medicaid extension. audits; and DHS ARRA Oversight Comspousal support collections or due to mittee an increase in earned income or hours of employment Disproportionate Share Hospital A 2.5% increase in the capped amount will in-The Division will now be able to Governor's ARRA Oversight Committee; Payments (DSH) - are payments crease the New Jersev DSH cap by \$31.5 million claim up to \$31 million in additional GAO: Federal Medicaid reporting: Roumade by a state's Medicaid program in FFY 2009 and \$32.2 million in FFY 2010. tine DMAHS contract monitoring and hospital expenditures potentially to hospitals serving a disproportionate benefiting the General Fund by audits; and DHS ARRA Oversight Comshare of low-income or uninsured \$15.5 million. mittee patients. DSH payments are in addition to regular payments received for providing hospital care to Medicaid beneficiaries. DSH payments are capped annually. Medicaid Regulation Moratorium -The ARRA also includes a "Sense of Congress" The state Graduate Medical Educa-Governor's ARRA Oversight Committee; extends moratoria for three of the that the HHS Secretary should not issue final tion program expenditures are not GAO; Federal Medicaid reporting; Rouoriginal six Medicaid regulations: proregulations for pending rules on cost limits on pubat risk under this provision. tine DMAHS contract monitoring and lic providers, graduate medical education, and audits; and DHS ARRA Oversight Comvider tax, targeted case management, and school based transportation serrehabilitative service. mittee vices through July 1, 2009. **Supplemental Nutrition Assistance** This provision does not change recipient eligibility This is a direct consumer benefit. Governor's ARRA Oversight Committee: Program (SNAP) formerly the Food criteria nor does it increase the number eligible to GAO: USDA: Routine DFD Monitoring: NJ will not realize any savings Stamp Program - Benefit Amounts participate. through this provision. Note: Reand DHS ARRA Oversight Committee 13.6% benefit increase started on search indicates that for every dol-April 1. Maximum benefit amount for lar spent in the food stamp proa family of 3 increased by \$63. gram, \$1.73 is generated throughout the economy. **Supplemental Nutrition Assistance** This provision provides an increase in administra-\$4.4 million will be received over Governor's ARRA Oversight Committee: Program (SNAP) formerly the Food tive funding to offset the cost to states for impletwo years. Funds will be allocated GAO; USDA; Routine DFD Monitoring; Stamp Program - Administrative mentation of the increased benefit as well as into all 21 counties for the increased and DHS ARRA Oversight Committee Funding - Supplemental administracreased cost for administering the program during cost of administering the program tive funding. this period of rapid growth. County Welfare Agenin light of unprecedented caseload cies and Boards of Social Services in all 21 counincreases. ties are responsible for administering this program. Counties are facing significant financial distress due to the rapid increase in caseloads.

#### **Program**

#### Temporary Assistance for Needy Families (TANF) - Emergency Contingency Fund to assist states with increasing caseloads and expendi-

Temporary Assistance for Needy Families (TANF) - Emergency Fund to assist states with an increased number of families seeking employment and other forms of assistance

tures

**Child Care Assistance** - additional funding under the Child Care Development Block Grant

**Child Support Incentives** - suspend a prohibition from the DRA of 2005 which prohibited the use of child support incentive funds to earn available federal match.

Commission for the Blind and Visually Impaired (CBVI) - funding for services for older individuals who are blind

#### **Provisions**

## This provision allows states to access funds when their TANF caseload for a particular quarter exceeds that same quarter in FFY 2007 or 2008. Specific regulations on accessing the fund are not yet available from USDHHS.

The ARRA creates a new TANF Emergency Fund (differs from the Emergency Contingency Fund) of up to \$5 billion to help states serve more families seeking employment and other forms of assistance during the economic downturn. To be eligible a state must demonstrate an increase in the number of TANF families receiving assistance or an increase in expenditures on employment subsidies or short-term one-time benefits in at least one quarter during fiscal years 2009 or 2010. These funds will be subject to the same provisions and restrictions as other TANF funds, including time limits and work requirements.

Stimulus funding under this provision is directed to those families who need child care assistance and whose incomes fall below 200% of the Federal Poverty Index (\$35,200 annually for a family of three). Families must work full time, attend school full time, or a combination of part time work and part time education to qualify. Provisions of the act require set asides for ensuring quality and for infant/toddler care. In addition, funding can only be used for rising caseloads or new initiatives.

Under this provision, for every child support incentive dollar spent, states will earn \$2 in federal match.

The allocated amount allows for the provision of independent living services for older individuals who are blind and visually impaired. Emphasis will be placed on outreach and services for minority populations and those in medically underserved, low income, inner city, or isolated areas.

#### **NJ Share of Funds**

# A 20% state match is required on any drawdown from the new TANF Emergency Fund, an estimated \$50 million in state money would be required to drawdown the \$202 million maximum available amount.

NJ share is unknown at this time. Receipt of funds requires a 20% state match. The maximum amount potentially available is \$200 million over two years. DHS is awaiting federal guidance on the use of these funds.

Maximum amount available over 24 months is estimated to be \$68 million. This amount can only be applied to appropriate expenditures as indicated by federal guidance.

\$66.4 million Note: New federal child support funds cannot supplant existing spending on child support. DHS is awaiting federal guidance on the use of funds.

\$1.02 million. Funds are restricted for use under the Vocational Rehabilitation Act.

#### **Reporting and Tracking**

If we were able to take advantage of these funds, they would be monitored through: Governor's ARRA Oversight Committee; GAO; USDHHS; Routine DFD Monitoring; and DHS ARRA Oversight Committee

If we were able to take advantage of these funds, they would be monitored through: Governor's ARRA Oversight Committee; GAO; USDHHS; Routine DFD Monitoring; and DHS ARRA Oversight Committee

When these funds become available they will be monitored through: Governor's ARRA Oversight Committee; GAO; USDHHS; Routine DFD Monitoring; and DHS ARRA Oversight Committee

When these funds become available they will be monitored through: Governor's ARRA Oversight Committee; GAO; USDHHS; Routine DFD Monitoring; and DHS ARRA Oversight Committee

Governor's ARRA Oversight Committee; GAO; US Dept of Education; Routine CBVI Monitoring; and DHS ARRA Oversight Committee

Program	Provisions	NJ Share of Funds	Reporting and Tracking
Commission for the Blind and Visually Impaired and the Department of Labor and Workforce Development, Division of Vocational Rehabilitation Services - funding for comprehensive vocational rehab services	Vocational rehabilitation funding with the goal of preparing the blind and visually impaired for employment training	\$1.9 million for the Commission for the Blind and Visually Impaired (7.6 for DLWD). Funds are restricted for use by the Vocational Rehabilitation Act	Governor's ARRA Oversight Committee; GAO; US Dept of Education; Routine CBVI Monitoring; and DHS ARRA Over- sight Committee
Commission for the Blind and Visually Impaired and the Department of Labor and Workforce Development, Division of Vocational Rehabilitation Services - funds for independent living services	To be used for Independent Living services for the Blind and Visually Impaired	New Jersey's share will be \$385,684 to be used in accordance with federal requirements under the Vocational Rehabilitation Act - DLWD will received \$308,547.	Governor's ARRA Oversight Committee; GAO; US Dept of Education; Routine CBVI Monitoring; and DHS ARRA Over- sight Committee
COBRA - to be administered by the US Department of Labor	Health insurance payment subsidy	Continuation of a subsidy that allow eligible individuals and their dependents a federal subsidy worth 65% of their monthly COBRA premium for 9 months	Monitoring falls under the federal government.
Health Information Technology - establishes a national Health Information Technology framework for states, hospitals, doctors, and clinics to invest in health information technology infrastructure.	The New Jersey Health Information Technology Commission and the Office of Health Information Technol- ogy will work together to devise a statewide plan.	NJ share is unknown at this time, total federal appropriation \$19 billion. Appropriation will be administered through grants, loans, and technical assistance programs.	Monitoring will be coordinated through the Governor's Office, OIT and other departments as required.
	Medicaid professionals and hospitals are eligible for incentive payments with first year payments available until 2016 and subsequent payments no later than 2021.	Eligible professionals may receive Medicaid incentive payments up to 85% of the net allowable cost for certified EHR technology. Eligible professionals include: professions who are not hospital-based with 30% attributable volume to patients; non hospital-based pediatricians with 20% Medicaid volume; FQHCs and RHCs with 30% volume attributable to needy individuals.	
		Eligible children's hospitals and acute care hospitals may also receive incentive payments provided they have at least 10% of their volume attributable to Medicaid patients.	
		DMAHS will be required to review and certify EHRs in order for professionals and hospitals to be eligible for incentive payments.	Awaiting federal guidance in a number of areas related to oversight, identification and payment of incentives, and administrative costs that may be covered under the ARRA in this area.