



**Weathering the Storm: The Impact of the Great  
Recession on Long-Term Services and Supports**  
State Profile: KANSAS

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# INTRODUCTION

*Weathering the Storm: The Impact of the Great Recession on Long-Term Services and Supports* is the most comprehensive analysis to date on the budget cuts to both Medicaid and non-Medicaid funded long-term services and supports (LTSS) in each state. It also illustrates state-by-state how LTSS are financed. In addition, this study provides a very early snapshot of the likelihood of states pursuing some of the LTSS provisions within the Affordable Care Act (ACA).

*Weathering the Storm* contains several components:

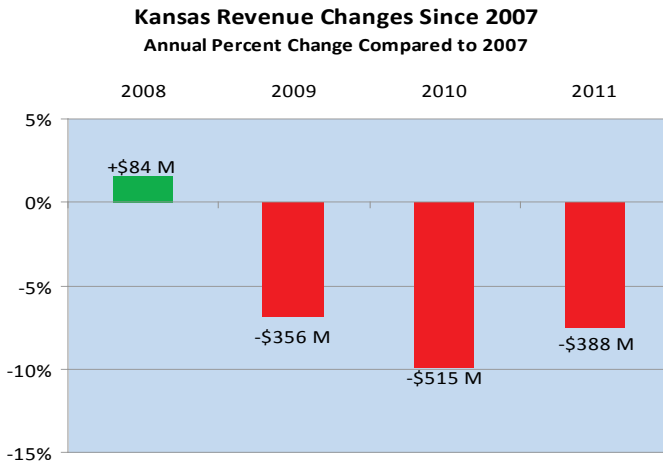
- The full report with an overview of findings and state-by-state tables;
- State profiles, which are 4 to 5 pages in length, for each state that participated in the study;
- An In Brief, which is a short synopsis; and
- A videotaped interview about the key findings.

Hard copies of *Weathering the Storm* are available free of charge. To order, please call the AARP Public Policy Institute at (202) 434-3890 or email [jgasaway@aarp.org](mailto:jgasaway@aarp.org).

All of the components of *Weathering the Storm* are also available on the web and can be found at [www.aarp.org/ppi](http://www.aarp.org/ppi), [www.nasuad.org](http://www.nasuad.org), and [www.healthmanagement.com](http://www.healthmanagement.com).

# KANSAS

## TAX COLLECTIONS



Source: HMA analysis of state tax collection data from the National Association of State Budget Officers (NASBO), Spring Fiscal Survey of States, 2008 (for baseline 2007 data); Spring Fiscal Survey of States, 2009 (for 2008 data) and Spring Fiscal Survey of States, 2010 (for 2009 actual, 2010 estimated, and 2011 projected). Revenue represents the following taxes if collected by the state: **Personal Income, Corporate, and Sales**. Percent change and change in amount collected (in millions) represents the divergence between the state fiscal year noted and baseline SFY 2007.

## ARRA FUNDING

### IMPACT OF ARRA ENHANCED MEDICAID FMAP EXPIRATION

- Loss of enhanced match is expected to have a significant impact on Medicaid programs.
- The nursing facility program will experience less impact if the U.S. Centers for Medicare & Medicaid Services (CMS) approves the provider tax.

### PREDICTED IMPACT OF THE EXPIRATION OF THE ARRA NUTRITION FUNDING

- Additional state funds were appropriated in SFY 2011 to offset the loss of ARRA funds.

## STATE UNIT ON AGING AND DISABILITY (NON-MEDICAID) SERVICES

### STATE UNIT ON AGING NUMBER SERVED (UNDUPLICATED)

SFY 2009 (actual)	SFY 2010 (projected)	SFY 2011 (projected)	% Change SFY 2009–2011
66,377	66,300	65,750	-1%

### STATE UNIT ON AGING TOTAL EXPENDITURE REDUCTIONS – ACTION TAKEN

SFY 2009–2010	SFY 2010–2011
11%–15%	6%–10%

KANSAS

STATE UNIT ON AGING SERVICE DEMAND AND EXPENDITURE CHANGES

Program	Change in Expenditures		Change in Service Requests SFY 2009–2010
	SFY 2009–2010	SFY 2010–2011	
Adult Foster Care			
Adult Day Care			
Adult Protective Services			
Assisted Living			
Behavioral Supports			
Case Management			
Chore			
Community Transition			
Congregate Meals			
Day Habilitation			
Disease Prevention/Health Promotion			
Elder Abuse Prevention			
Environmental Modifications			
Equipment and Supplies			
Family Caregiver Support			
Food Stamps/Supplemental Nutrition Assistance Program			
Foreclosure Counseling			
Homemaker			
Home-Delivered Meals			
Housing Assistance			
Information and Referral			
Legal Assistance Development			
LIHEAP			
Long-Term Care Ombudsman			
Nutritional Supplements			
Occupational Therapy			
Personal Care/Assistance			
Physical Therapy			
Recreational Therapy			
Residential Habilitation			
Respite			
Senior Community Service Employment Program			
Senior Centers			
Speech Therapy			
State Adult Guardianship Program			
State Pharmaceutical Assistance			
Supported Employment			
Supported Living			
Transportation			
+ Expenditure/demand increase	0	No change in expenditure/demand	DK Don't know
- Expenditure/demand decrease	NA	Program not administered by SUA	

STATE UNIT ON AGING NON-MEDICAID HCBS EXPENDITURES

SFY 2009 (actual)	SFY 2010 (projected)	SFY 2011 (appropriation)	% Change SFY 2009–2010
\$7,500,000	\$6,600,000	\$6,300,000	-12%

## MEDICAID LONG-TERM SERVICES & SUPPORTS

### NUMBER OF BENEFICIARIES: WAIVERS & NURSING FACILITIES

Waiver Name	Avg. Daily Caseload			% Change SFY 2009– 2010
	SFY 2009	SFY 2010	SFY 2011 (planned)	
<b>Frail Elderly Waiver</b>	5,706	5,820	5,898	2%
<b>Physically Disabled Waiver*</b>	7,210	6,953	6,703	-4%
Nursing Facility Services		Avg. Daily Census 2010		Expected Change 2011
<b>NF Average Daily Census</b>		10,500		No change

- Attrition accounts for the decrease in the Physically Disabled (PD) waiver census. This is a result of the current budget situation in the state. The state has a waiting list for services through the PD waiver. People may enter services only when they are in a crisis situation. The state has not gone below the numbers served in July 2008 to meet ARRA maintenance-of-effort requirements.

### LTSS EXPENDITURES (FEDERAL AND STATE)

Service	SFY 2009	SFY 2010 (Estimate)	SFY 2011 (Appropriation)	% Change SFY 2009–2010
<b>HCBS Waivers (For Older People and Adults with Physical Disabilities) *</b>	\$211,813,228	\$214,901,529	\$196,011,408	1%
<b>Medicaid LTSS State Plan</b>	\$8,700,000	\$9,100,000	\$10,000,000	5%
<b>Nursing Facility*</b>	\$366,800,000	\$357,300,000	\$373,300,000	-3%

- The state expects to request additional funding for the Frail Elderly waiver in SFY 2011.
- For nursing facilities, the state reduced Medicaid payments 10 percent from January to June 2010. If the nursing facility provider tax is approved by CMS in SFY 2011, it will add up to \$86 million to the \$373.3 million budget.

### LTSS PROVIDER PAYMENT RATE CHANGES

Provider Type	SFY 2009–2010 % change	SFY 2010–2011 % change
<b>Nursing Home</b>	-	+
<b>Home Health</b>		
<b>Personal Care Services</b>		
<b>HCBS Waiver Services</b>	-	+
<b>PACE and TCM</b>	-	+
+ Provider rate increase    - Provider rate decrease    0 No change in provider rate		NA Not applicable

- The state did not cut nursing facility reimbursement rates, but the aggregate Medicaid payment amount for all four services was reduced by 10 percent in SFY 2010. The 10 percent Medicaid payment reduction was restored in SFY 2011 (July 2011).

**OPTIONS, OUTLOOK, AND PROMISING PRACTICES**

The Medicaid agency and State Unit on Aging were asked about their intent to pursue options under health care reform, to provide their thoughts on the outlook for LTSS, and to share promising practices in their state. This section combines information from both agencies if both agencies responded. See the Overview for descriptions of these provisions.

State's Intent to Pursue LTSS Provisions in the Affordable Care Act	Very Likely	Somewhat Likely	Not Likely	Don't Know
State Balancing Incentive Program			X	
Community First Choice Option		X		
Money Follows the Person Demonstration				
1. Apply for new program				
2. Apply for extension of existing program	X			
Medical/Health Home Initiative				
1. Agency applying for planning grant				
2. State plan amendment to establish medical/health home services				
3. Apply to establish community health teams				

**STATE PRIORITIES: 18–24 MONTHS**

- Restoring the four HCBS-Frail Elderly services that were reduced to stay within budget.

**STATE ISSUES**

- Restoration of services in Frail Elderly waiver that were reduced to stay within budget.
- Federal approval and implementation of the nursing facility provider tax.
- The budget.

**STATE PROMISING PRACTICES**

- Program of All Inclusive Care for the Elderly (PACE) programs—a capitated model that integrates Medicare and Medicaid financing—in Wichita and Topeka.

The information in this profile represents information available to state officials at a point in time. Surveys were conducted from June through September 2010. Kansas' fiscal year begins July 1 and ends June 30.

