

Approved February 4, 1987  
Date

MINUTES OF THE Senate COMMITTEE ON Ways and Means

The meeting was called to order by Senator August "Gus" Bogina at  
Chairperson

11:00 a.m./~~pm~~ on January 26, 1987 in room 123-S of the Capitol.

All members were present except:

Senator Doyen - Excused  
Senator Talkington - Excused

Committee staff present:

Research Department: Robin Hunn, Ron Schweer  
Revisor's Office: Norman Furse  
Committee Office: Judy Bromich, Pam Parker

Conferees appearing before the committee:

Dr. Robert Harder, Secretary, Department of Social and Rehabilitation Services (SRS)

Dr. Harder presented the Chairman and the President each with a set of book-ends made of two doorknobs from Main Building at Osawatomie State Hospital in appreciation for efforts made toward the new administration Building which was dedicated in October, 1986.

Dr. Harder distributed and reviewed specific portions of the Annual Report, 1986 from the Department of Social and Rehabilitation Services. (ATTACHMENT 1)  
He also distributed and reviewed a Program Overview dated January 22, 1987<sup>Λ</sup> and showed charts illustrating information contained in the overview. In regard to Homemaker Services, he pointed out that even with all of the other efforts SRS is making, i.e., Homemaker Chore Services, Alternate Care, and Home and Community Based Services, which they view as important and serve as a dterent to persons going into institutional care, they also recognize there is a disproportionate number of elderly people in our state which indicate why SRS is unable to serve all who are eligible or to "catch up."

In response to a question from Senator Feleciano, Dr. Harder stated that his staff has estimated, on the basis of consensus information, that it would take 15-20 years to take care of all of the homes which might be eligible for the Weatherization Program.

Dr. Harder stated, in answer to a question from Senator Werts, that the TGA, MA Program has been eliminated as a result of the Lapse Bill.

During discussion concerning Pharmacy expenditures in the Medical Assistance Program, Dr. Harder noted that SRS has not made any adjustments on Pharmacist's professional fees in the last 10 years, in contrast with almost any other group SRS does business with. In the instance of a pharmacy, SRS computes the individual fee for each pharmacy, the pharmacy files cost statements with SRS and from those cost statements SRS develops a professional fee so the fee varies with the pharmacy. Because of the proposed pharmacy reductions, there has been a reduction of pharmacies providing services to SRS clients. There has been some reduction in service providers in other areas. From the standpoint of quality of services, he stated that because of utilization review in nursing homes and hospitals they have been able to monitor quality. He said he has not had any indication that the care received by MA clients is not satisfactory.

The Chairman announced that Dr. Harder would finish his review Wednesday, January 28th at 11:00 a.m. and then adjourned the meeting.



22 j a n u a r y 1987



# program overview

kansas department of social and rehabilitation services

ATTACHMENT 1  
1/26/87 SWAM

## TABLE OF CONTENTS

	<u>Page No.</u>
Aid to Dependent Children (ADC) Program Caseload (1978-1988 Proj.)	1
General Assistance Unrestricted (GAU) Program Caseload (1978-1988 Proj.)	2
Public Assistance Flash Report (January 1987)	3-4
Medical Assistance Program Recipients (1978-1987 Proj.)	5
Medical Assistance Inpatient Hospital Expenditures (1978-1987 Proj.)	6
Medical Assistance Physician Expenditures (1978-1987 Proj.)	7
Medical Assistance Pharmacy Expenditures (1978-1987 Proj.)	8
Medical Assistance Adult Care Home Expenditures (1978-1987 Proj.)	9
Foster Care Program (1978-1988 Proj.)	10
Child Care Program (1978-1988 Proj.)	11

**AID TO DEPENDENT CHILDREN (ADC) PROGRAM CASELOAD**

<u>FISCAL YEAR</u>	<u>ANNUAL NUMBER OF CLIENTS</u>	<u>AVERAGE NUMBER OF CLIENTS MONTHLY</u>
1978	852,085	71,007
1979	757,481	63,123
1980	770,186	64,182
1981	855,317	71,276
1982	776,843	64,737
1983	833,192	69,433
1984	850,747	70,896
1985	799,930	66,661
1986	805,462	67,122
1987 (Proj.)	882,481	73,540
1988 (Proj.)	926,605	77,217

**PERCENTAGE CHANGE**

1978-1979	-11.10%	1983-1984	2.11%
1979-1980	1.68%	1984-1985	-5.97%
1980-1981	11.05%	1985-1986	0.69%
1981-1982	-9.17%	1986-1987 (Proj.)	9.56%
1982-1983	7.25%	1987 (Proj.)-1988 (Proj.)	5.00%

**Percentage change from 1978 to 1988:            8.75%**

**GENERAL ASSISTANCE UNRESTRICTED (GAU) PROGRAM CASELOAD**

<u>FISCAL YEAR</u>	<u>ANNUAL NUMBER OF CLIENTS</u>	<u>AVERAGE NUMBER OF CLIENTS MONTHLY</u>
1984	74,975	6,248
1985	69,705	5,809
1986	67,215	5,601
1987 (Proj.)	68,761	5,730
1988 (Proj.)	72,200	6,017

PERCENTAGE CHANGE

1984-1985	-7.03%
1985-1986	-3.57%
1986-1987 (Proj.)	2.30%
1987 (Proj.)-1988 (Proj.)	5.00%

**Percentage change from 1984 to 1988:           -3.70%**

KANSAS PUBLIC ASSISTANCE  
Flash Report  
January, 1987

	ADC TOTAL				GA TOTAL			
	Cases	% +Change	Persons	% +Change	Cases	% +Change	Persons	% +Change
FY 1985								
July 84	20,896	-2.9	62,573	-3.1	8,118	-7.1	9,392	-7.3
Aug 84	20,689	-1.0	61,836	-1.2	7,752	-4.5	9,016	-4.0
Sept 84	20,642	-0.2	61,687	-0.2	7,460	-3.8	8,706	-3.4
Oct 84	20,286	-1.7	60,457	-2.0	7,088	-5.0	8,300	-4.7
Nov 84	20,404	0.6	61,263	1.3	6,909	-2.5	8,094	-2.5
Dec 84	20,496	0.5	61,499	0.4	6,963	0.8	8,176	1.0
Jan 85	20,643	0.7	61,992	0.8	7,049	1.2	8,329	1.9
Feb 85	21,046	2.0	63,454	2.4	7,336	4.1	8,718	4.7
Mar 85	21,260	1.0	64,108	1.0	7,580	3.3	9,013	3.4
Apr 85	21,431	0.8	64,750	1.0	7,617	0.5	9,049	0.4
May 85	21,094	-1.6	63,536	-1.9	7,313	-4.0	8,685	-4.0
June 85	20,688	-1.9	62,222	-2.1	6,946	-5.0	8,219	-5.4
FY 1986								
July 85	20,242	-2.2	60,922	-2.1	6,470	-6.9	7,640	-7.0
Aug 85	20,483	1.2	61,798	1.4	6,400	-1.1	7,558	-1.1
Sept 85	20,393	-0.4	61,465	0.5	6,264	-2.1	7,357	-2.7
Oct 85	20,218	-0.9	60,847	-1.0	6,124	-2.2	7,226	-1.8
Nov 85	20,456	1.2	61,529	1.1	6,139	0.2	7,336	1.5
Dec 85	20,407	-0.2	61,357	-0.3	6,163	0.4	7,347	0.1
Jan 86	20,718	1.5	62,408	1.7	6,527	5.9	7,801	6.2
Feb 86	21,104	1.9	63,777	2.2	6,800	4.2	8,219	5.4
Mar 86	21,185	0.4	63,970	0.3	6,918	1.7	8,392	2.1
Apr 86	21,497	1.5	65,016	1.6	7,072	2.2	8,643	3.0
May 86	21,684	0.9	65,159	0.2	6,871	-2.8	8,512	-1.5
June 86	21,400	-1.3	64,471	-1.1	6,761	-1.6	8,405	-1.3
FY 1987								
July 86	21,391	-0.04	64,761	0.4	6,674	-1.3	8,275	-1.5
Aug 86	21,768	1.8	66,339	2.4	6,756	1.2	8,460	2.2
Sept 86	21,957	0.9	67,120	1.2	6,747	-0.1	8,499	0.5
Oct 86	22,036	0.4	67,273	0.2	6,806	0.9	8,597	1.2
Nov 86	22,394	1.6	68,377	1.6	5,020	-26.2	6,757	-21.4
Dec 86	22,490	0.4	68,641	0.4	5,016	-0.1	6,769	0.2
Jan 87	23,190	3.1	71,009	3.4	3,448	-31.3	5,196	-23.2
Feb 87								
Mar 87								
Apr 87								
May 87								
June 87								

This report is a count of cases and persons receiving cash grants on the first working day of the month. For Fiscal Year 1986 the Flash Report (first working day of the month) averaged 94.39% of the final ADC person count (programs 31 and 32) and 86.94% of the final GA person count (programs 23 and 53).

Sources: Payroll Allocation Report  
SW581, Maintenance Stat Report

Information Services  
December 24, 1986

KANSAS PUBLIC ASSISTANCE  
Flash Report  
Program Detail

	ADC Regular		ADC-UP		TGA		GAU	
	31		32		23		53	
	Persons	% Change	Persons	% Change	Persons	% Change	Persons	% Change
FY 1985								
July 84	54,671	-2.0	7,902	-9.9	4,888	-10.2	4,504	-3.8
Aug 84	54,560	-0.2	7,276	-7.9	4,561	-6.7	4,455	-1.1
Sept 84	54,540	0.0	7,147	-1.8	4,271	-6.4	4,435	-0.5
Oct 84	53,788	-1.4	6,669	-6.7	3,968	-7.1	4,332	-2.3
Nov 84	54,574	1.5	6,689	0.3	3,833	-3.4	4,261	-1.6
Dec 84	54,916	0.6	6,583	-1.6	3,907	1.9	4,269	0.2
Jan 85	55,232	0.6	6,760	2.7	3,993	2.2	4,336	1.6
Feb 85	56,037	1.5	7,417	9.7	4,289	7.4	4,429	2.1
Mar 85	56,408	0.7	7,700	3.8	4,554	6.2	4,459	0.7
Apr 85	56,848	0.8	7,902	2.6	4,541	-0.3	4,508	1.1
May 85	56,149	-1.2	7,387	-6.5	4,328	-4.7	4,357	-3.3
June 85	55,366	-1.4	6,856	-7.2	3,920	-9.4	4,299	-1.3
FY 1986								
July 85	54,414	-1.7	6,508	-5.1	3,615	-7.8	4,025	-6.4
Aug 85	55,260	1.6	6,538	0.5	3,475	-3.9	4,083	1.4
Sept 85	55,251	0.0	6,214	5.0	3,374	-2.9	3,983	-2.4
Oct 85	54,754	-0.9	6,093	-1.9	3,247	-3.8	3,979	-0.1
Nov 85	55,450	1.3	6,079	-0.2	3,280	1.0	4,056	1.9
Dec 85	55,341	-0.2	6,016	-1.0	3,276	-0.1	4,071	0.4
Jan 86	55,726	0.7	6,682	11.0	3,601	9.9	4,200	3.2
Feb 86	56,482	1.4	7,295	9.2	3,813	5.9	4,406	4.9
Mar 86	56,631	0.3	7,339	0.6	3,935	3.2	4,457	1.2
Apr 86	57,467	1.5	7,549	2.9	4,053	3.0	4,590	3.0
May 86	57,893	0.7	7,266	-3.7	4,157	2.6	4,355	-5.1
June 86	57,387	-0.9	7,084	-2.5	4,067	-2.2	4,338	-0.4
FY 1987								
July 86	57,662	0.5	7,099	0.2	3,974	-2.3	4,301	-0.9
Aug 86	59,002	2.3	7,337	3.4	3,931	-1.1	4,529	5.3
Sept 86	59,701	1.2	7,419	1.1	3,850	-2.1	4,649	2.6
Oct 86	59,844	0.2	7,429	0.1	3,913	1.6	4,684	0.8
Nov 86	60,768	1.5	7,609	2.4	1,846	-52.8	4,911	4.8
Dec 86	60,867	0.2	7,774	2.2	1,810	-2.0	4,959	1.0
Jan 87	62,417	2.6	8,592	10.5	19	-99.0	5,177	4.4
Feb 87								
Mar 87								
Apr 87								
May 87								
June 87								

Sources: Payroll Allocation Report  
SW581, Maintenance Stat Report

Information Services  
December 24, 1986



**MEDICAL ASSISTANCE PROGRAM RECIPIENTS**

<u>FISCAL YEAR</u>	<u>AVERAGE NUMBER OF RECIPIENTS/MO.</u>
1978	118,910
1979	116,284
1980	106,858
1981	127,876
1982	131,966
1983	135,817
1984	122,910
1985	113,412
1986	117,670
1987 (Proj.)	128,176

PERCENTAGE CHANGE

1978-1979	-2.21%	1983-1984	-9.50%
1979-1980	-8.11%	1984-1985	-7.73%
1980-1981	19.67%	1985-1986	3.75%
1981-1982	3.20%	1986-1987 (Proj.)	8.93%
1982-1983	2.92%		

**Percentage change from 1978 to the projection for 1987: 7.79%**

**MEDICAL ASSISTANCE PROGRAM**

**INPATIENT HOSPITAL EXPENDITURES 1978 - 1987 (PROJ.)**

<u>FISCAL YEAR</u>	<u>ANNUAL EXPENDITURES</u>
1978	\$42,524,819
1979	46,032,636
1980	49,260,798
1981	57,270,089
1982	63,997,438
1983	71,808,348
1984	58,798,012
1985	52,217,820
1986	54,829,072
1987 (Proj.)	63,762,044

PERCENTAGE CHANGE

1978-1979	8.25%	1983-1984	-18.12%
1979-1980	7.01%	1984-1985	-11.19%
1980-1981	16.26%	1985-1986	5.00%
1981-1982	11.75%	1986-1987 (Proj.)	16.29%
1982-1983	12.21%		

**Percentage change from 1978 to the projection for 1987: 49.94%**

**Note:** A prospective payment system for inpatient hospitals was implemented May 1, 1983. The implementation of this system and the decline in the number of medical assistance recipients attributed to the reduction in spending for inpatient hospital services during Fiscal Years 1984 and 1985.

**MEDICAL ASSISTANCE PROGRAM**

**PHYSICIAN EXPENDITURES 1978 - 1987 (PROJ.)**

<u>FISCAL YEAR</u>	<u>ANNUAL EXPENDITURES</u>
1978	\$15,011,796
1979	15,321,711
1980	16,396,062
1981	19,228,382
1982	18,852,405
1983	21,617,614
1984	22,570,181
1985	21,415,525
1986	23,803,043
1987 (Proj.)	24,061,015

PERCENTAGE CHANGE

1978-1979	2.06%	1983-1984	4.41%
1979-1980	7.01%	1984-1985	-5.12%
1980-1981	17.27%	1985-1986	11.15%
1981-1982	-1.96%	1986-1987 (Proj.)	1.08%
1982-1983	14.67%		

**Percentage change from 1978 to the projection for 1987: 60.28%**

**MEDICAL ASSISTANCE PROGRAM**

**PHARMACY EXPENDITURES 1978 - 1987 (PROJ.)**

<u>FISCAL YEAR</u>	<u>ANNUAL EXPENDITURES</u>
1978	\$11,126,568
1979	11,466,667
1980	12,270,729
1981	15,486,245
1982	15,824,011
1983	17,871,116
1984	17,936,197
1985	19,287,415
1986	20,208,894
1987 (Proj.)	19,978,616

PERCENTAGE CHANGE

1978-1979	3.06%	1983-1984	0.36%
1979-1980	7.01%	1984-1985	7.53%
1980-1981	26.20%	1985-1986	4.78%
1981-1982	2.18%	1986-1987 (Proj.)	-1.14%
1982-1983	12.94%		

Percentage change from 1978 to the projection for 1987: **79.56%**

**MEDICAL ASSISTANCE PROGRAM**

**ADULT CARE HOME EXPENDITURES 1980 - 1987 (PROJ.)**

<u>FISCAL YEAR</u>	<u>ANNUAL EXPENDITURES</u>
1980	\$73,903,459
1981	81,028,808
1982	83,638,563
1983	85,318,957
1984	92,357,389
1985	95,195,652
1986	101,335,116
1987 (Proj.)	103,875,180

PERCENTAGE CHANGE

1980-1981	9.64%	1984-1985	4.20%
1981-1982	3.22%	1985-1986	6.45%
1982-1983	2.01%	1986-1987 (Proj.)	2.51%
1983-1984	7.08%		

**Percentage change from 1980 to the projection for 1987: 40.56%**

FOSTER CARE PROGRAM

<u>YEAR</u>	<u>AVERAGE MONTHLY CASELOAD</u>	<u>FISCAL YEAR EXPENDITURES</u>
1980	2,925	\$16,593,432
1981	3,217	20,916,760
1982	2,592	17,556,900
1983	2,575	17,761,673
1984	2,684	18,927,187
1985	2,848	20,067,447
1986	2,845	21,322,124
1987*	2,849	22,826,805
1988**	2,800	22,698,099

\*Approved FY 87 Budget.

\*\*Division of Budget Recommendation for FY 88.

**CHILD CARE PROGRAM**

<u>YEAR</u>	<u>AVERAGE MONTHLY CASELOAD</u>	<u>FISCAL YEAR EXPENDITURES</u>
1979	5,264	\$6,595,674
1980	5,298	6,900,908
1981	4,956	6,283,867
1982*	2,786	4,117,995
1983*	1,790	2,509,460
1984	2,144	2,900,462
1985	2,730	3,523,744
1986	2,883	3,787,760
1987	3,061	4,711,003
1988**	3,438	5,291,380

\*The dramatic decrease in 1982 and 1983 is due from SRS changing Aid to Dependent Children client's day care funding from Purchase of Service to an income disregard as part of the grant amount calculation; statistics were not kept on the number of ADC clients utilizing the day care income disregard prior to 1986.

\*\*Division of Budget Recommendation for FY 1988.