



STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
DIVISION OF TENNCARE
310 Great Circle Road
NASHVILLE, TENNESSEE 37243

January 31, 2020

The Honorable Randy McNally
Lt. Governor and Speaker of the Senate
425 5th Avenue North
Suite 700 Cordell Hull Bldg.
Nashville, TN 37243

The Honorable Cameron Sexton
Speaker of the House of Representatives
425 5th Avenue North
Suite 600 Cordell Hull Bldg.
Nashville, TN 37243

Dear Speaker McNally and Speaker Sexton:

Pursuant to TCA 71-5-1402(g), please find below expenditures for nursing facility services and home and community-based services made under the CHOICES program during Fiscal Year 2019, and the updated projected expenditures for Fiscal Year 2020. FY 2019 CHOICES expenditures reflect payments made by MCOs to nursing home and HCBS providers for long-term services and supports. FY 2020 expenditures are projected based on expenditure history to date.

| <u>Expenditures</u> | SFY19 (actual) | SFY20 (projected) |
|---------------------|-----------------------|--------------------------|
| Nursing Home | \$1,071,359,800 | \$1,103,500,600 |
| HCBS | \$ 283,652,800 | \$292,162,400 |
| Total | \$ 1,355,012,600 | \$1,395,663,000 |

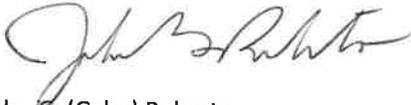
Projected Fiscal Year 2021 expenditures and the percentage of nursing facility services and home and community-based services relative to total expenditures for the CHOICES long-term services and supports program will be provided by June 30, 2020.

Also find below expenditures made under the Employment and Community First CHOICES program during Fiscal Year 2019, and the updated projected expenditures for Fiscal Year 2020. For both years, this represents a partial year of expenditures for individuals enrolled in the program during that budget year. The base budget contemplates the level of funding that will be needed to provide these services on a continuous basis going forward.

| <u>Expenditures</u> | SFY19 (actual) | SFY20 (projected) |
|---------------------|-----------------------|--------------------------|
| | \$100,467,000 | \$138,125,600 |

Projected Fiscal Year 2021 expenditures for home and community-based services provided under the program will also be provided by June 30, 2020.

Sincerely,



John G. (Gabe) Roberts
Director

CC: Honorable Members of the General Assembly