

Economic Impact on Adult Day programs

Aging Services of Georgia

June 4, 2009



States using different methods of reducing budget deficits

- Change eligibility criteria
- Pre-authorization
- Moratorium on adult day services
- Cut rates
- Eliminate specific state programs
- Close programs based on utilization



States that have cut Adult Day Services rates

California
Washington
New York
New Jersey
Virginia



States that have increased the use of Adult Day Services

New York
Rhode Island
Illinois
New Mexico
Maryland



Bad news

- 2010 OAA budget for Adult Day Services,
- Title III-B Supportive Services was funded same at the same level as 2009 (\$361 Million),
- Title III-E, the Family Caregiver program was also funded at the 2009 level (\$154 million).
- Social Service Block Grants were funded at the 2008 level of \$1.7 billion (the funding was \$2.3 billion in 2009).



Good News

Health reform bill may improve access to Adult Day Services: Draft bill released June 15th- Vote July 27, 2009

- **Senate Committee on Health, Education, Labor and Pensions- May 21, 2009-new voluntary nationwide insurance program** Tiered benefits (\$50 - \$100.00 per day) will be payable to individuals unable to perform two or more Activities of Daily Living (ADL's) or have the equivalent cognitive impairment.
- Senate Finance Committee May 14, 2009
 - Make the waiver option more flexible
 - Make the state plan option more generous
 - Increase allowable resources
 - Apply spousal impoverishment rules



Good news

- 2009 OAA budget for Title III B
Title III E
Social Services Block grants

- 5.1 percent increase over 2008



What's next

- Office of the Investigator General Report on Adult Day Health- 7/09
- Completion of the Medicare HH/ADS demonstration- 7/09


