

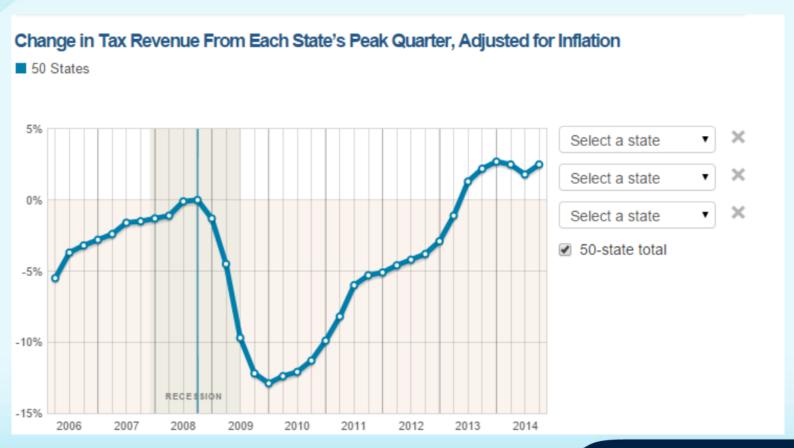
### National Policy Updates: Aging and Disability

Martha Roherty
Executive Director

#### **State of the States**

Please stand back. My head is exploding.

### State Fiscal Conditions: Challenging

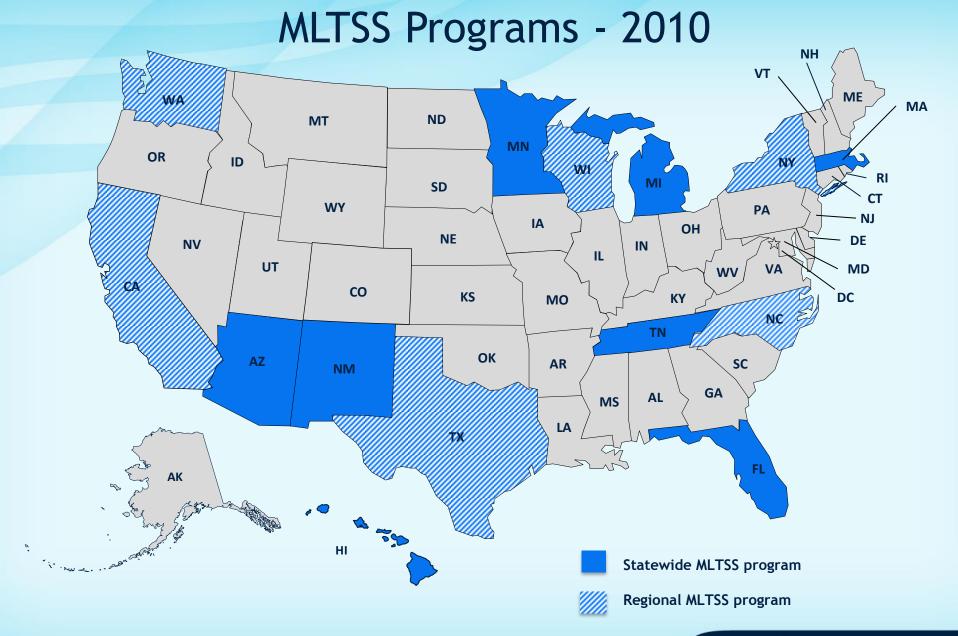


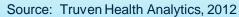
# **State Leadership Challenges**

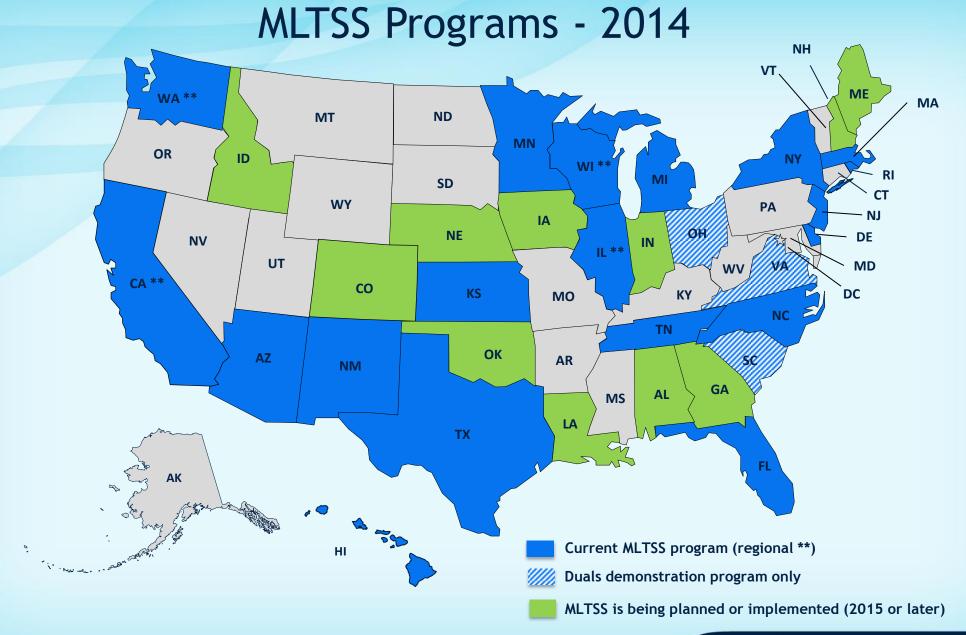


# **State Agency Strategic Alignments**









# **Federal Budget Update**



### Federal Budget: FY2016

- Current Status:
  - President's Budget released in February;
  - House and Senate have passed their respective budget resolutions;
  - House released 302(b) allocations on Friday (none from Senate yet);
    - Labor-HHS: from \$156.8 billion to \$153 billion
  - Senate has expressed NIH as funding priority under L-HHS
- Next Steps:
  - Senate and House pass appropriations bill(s)
    - Democrats can potentially filibuster appropriations in the Senate
  - Senate and House come to resolution
  - President signs/vetoes
- Likely Outcome: Continuing Resolution



# **Federal Regulations**



### **DOL FLSA Regulations**

- DOL released regulations changed the definition of "companionship" and limited the ability of third-party employers to claim exemption from FLSA
- Regulations were scheduled to become effective January 1, 2015; however, a Federal Judge placed the major portions of the rule under injunction
- DOL has appealed the decision; the appeals court has agreed to an "expedited review"
  - Unlikely to see a decision before the end of summer: after most state legislatures adjourn
- DOL has asserted that states should be preparing for implementing the rule, and that they will not delay the effective/enforcement dates if the ruling is overturned



#### **CMS HCBS Regulations**

- Background: In January 2014, CMS released regulations that create new requirements for the provision of Medicaid HCBS services
  - The most significant provision is the requirement that all settings of HCBS services be "integrated into the community"
- The regulations required states to submit "transition plans" that discuss how they will come into compliance with the rule
  - March 17<sup>th</sup> was the CMS deadline for submission of statewide transition plans
  - 45 states and DC had submitted plans
  - CMS has indicated that they will not take punitive action at this time,
     and are instead working with states to facilitate final submission



#### **Current Status**

- Many of the transition plans were process-oriented and did not include substantive information on setting compliance;
  - The next step(s) involve assessment of whether residential and nonresidential services meet the rule requirements
  - CMS has indicated that they intend to issue further guidance on how compliance will be assessed/demonstrated
- States have no transition period to come into compliance with conflict-free case management rules that were set out first in the BIP rules but were clarified in this regulation
- NASUAD continues to work with CMS regarding concerns about existing services, including Adult Health, Assisted Living, and Dementia Care



# **Medicaid Managed LTSS**

- Regulation was released this week
- 600 pages
- Watch for review of the regulation by NASUAD by next week



For more information, please visit: www.nasuad.org

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