

7/16/09 - Cimaglio  
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Department of Health  
Business Office

**MEMORANDUM**

TO: Joint Fiscal Committee  
THRU: Rob Hoffman, AHS Secretary  
FROM: Barbara Cimaglio, Deputy Commissioner of Health  
RE: FY10 ADAP Residential Treatment Reduction Plan  
DATE: July 16, 2009

We are proposing to achieve the required \$150,000 GF reduction in residential treatment as follows:

Recovery House

\$50,000 reduction from FY09 granted funds for treatment of uninsured clients.

Maple Leaf Farm

\$50,000 reduction from FY09 granted funds for treatment of uninsured clients.

Phoenix House

\$166,445 reduction from FY09 Global Commitment granted funds for treatment of uninsured clients, which will achieve a GF savings of \$50,000.

NOTES:

1. These reductions are incorporated into ADAP's overall projection of expected utilization for FY10, based upon services provided in FY09.
2. Based upon Maple Leaf Farm's actual client mix for FY09, we reduced the GF-funded portion of their grant by \$50,000 for FY10. However, we acknowledge that the change in client mix during FY09 resulted in an increase of approximately \$300,000 in their Medicaid funded grant and are working with them to address a similar increase in FY10.
3. Phoenix House services to clients were unexpectedly low in FY09. The above plan assumes a similar pattern of Global Commitment charges in FY10.

cc: Wendy Davis, Commissioner of Health