Representative Jack McFarland
Chair

Representative Jerome Zeringue
Vice-Chair

Fiscal Year 2027 Executive Budget Review

LOUISIANA DEPARTMENT OF HEALTH

House Committee on Appropriations

House Fiscal Division

March 16, 2026

Budget Analysts: Julie Magee

Table of Contents

This presentation was produced by the House Fiscal Division of the Louisiana House of Representatives.

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All data and figures were obtained from the governor's Fiscal Year 2026-2027 Executive Budget and Supporting Documents provided by the Office of Planning and Budget within the Division of Administration along with House Bill 1 of the 2026 Regular Session, unless otherwise noted.

https://www.doa.la.gov/doa/opb/budget-documents/

Total Funding = $23,479,871,559

Means of Finance

State General Fund	$	3,382,210,028
Interagency Transfers		778,030,461
Fees & Self-generated		778,435,248
Statutory Dedications		1,842,444,997
Federal Funds		16,698,750,825
Total	**$**	**23,479,871,559**

Program Funding & Authorized Positions

		Amount	***Positions***
Medicaid	$	21,464,562,822	2,266
LDH Agencies		1,778,852,272	6,108
Human Serv Dist & Auth		236,456,465	1,284
Total	**$**	**23,479,871,559**	**9,658**

Sources of Funding

State General Fund $3.4 B	Interagency Transfers $778 M	Self-generated Revenue $778.4 M	Statutory Dedications $1.8 B	Federal Funds $16.7 B
The chief operating fund of the State recognized by the Revenue Estimating Conference from various taxes, licenses, fees, and other revenue sources except for those identified as other means of financing	• Main source of these transfers is federal Medicaid funds that are transferred between agencies within LDH • LDH also receives funds from many state agencies to provide a variety of health care services	Funding derived from intergovernmental transfers used as a match for supplemental payments	LDH is utilizing 19 different statutorily dedicated funds in FY 27. The five largest include: • LA Medical Assistance Trust Fund - $1.02 B • Hospital Stabilization Fund - $660 M • New Opportunities Waiver (NOW) Fund - $43.3 M • Louisiana Fund - $30.9 M • Health Excellence Fund - $24.5 M	• Federal financial participation in the Title XIX Medicaid Program • Federal grants from the Substance Abuse and Mental Health Services Administration for the Office of Behavioral Health • Federal grants for various initiatives within the Office of Public Health

Note: Further details on Statutory Dedication funding are under the General Budgetary Information section.

Funding Comparison

Means of Finance	FY 25 Actual Expenditures		FY 26 Existing Operating Budget 12/1/25		FY 27 HB1 Budget		Change Existing Operating Budget to HB1			Change Actual Expenditures to HB1		
SGF	$	2,790,341,848	$	3,285,087,565	$	3,382,210,028	$	97,122,463	3.0%	$	591,868,180	21.2%
IAT		593,189,829		826,617,995		778,030,461		(48,587,534)	(5.9%)		184,840,632	31.2%
FSGR		465,216,200		961,026,797		778,435,248		(182,591,549)	(19.0%)		313,219,048	67.3%
Stat Ded		1,411,245,075		1,918,039,456		1,842,444,997		(75,594,459)	(3.9%)		431,199,922	30.6%
Federal		13,170,772,268		17,726,570,779		16,698,750,825		(1,027,819,954)	(5.8%)		3,527,978,557	26.8%
Total	**$**	**18,430,765,220**	**$**	**24,717,342,592**	**$**	**23,479,871,559**	**$**	**(1,237,471,033)**	**(5.0%)**	**$**	**5,049,106,339**	**27.4%**

LDH Budget By Agency

State General Fund

DEPT	EOB 12/1/2025	Recommended 2026-2027	Difference
Med Vendor Pymts	$ 2,494,809,223	$ 2,471,767,867	$ (23,041,356)
Med Vendor Admin	198,469,654	285,025,491	86,555,837
Behavioral Health	239,813,635	254,722,000	14,908,365
Secretary	64,628,141	76,248,190	11,620,049
Public Health	72,096,342	71,102,912	(993,430)
Citizens w/ Dev Dis	40,721,095	41,697,831	976,736
Aging & Adult Svcs	24,239,188	25,732,346	1,493,158
Metropolitan HSD	18,291,381	19,006,575	715,194
S Central La HSA	18,044,502	18,863,294	818,792
Capital Area HSD	18,268,116	18,493,267	225,151
Fl Parishes HSA	16,540,764	17,702,355	1,161,591

DEPT	EOB 12/1/2025	Recommended 2026-2027	Difference
Jeff Parish HSA	15,423,888	16,309,491	885,603
Acadiana Area HSD	15,090,816	15,931,528	840,712
N E Delta HSA	12,646,617	13,114,562	467,945
CenLa HSD	10,914,152	11,347,897	433,745
Imp Cal HSA	9,643,793	10,520,458	876,665
N W La HSD	9,348,737	9,774,452	425,715
LERN	2,244,730	2,330,843	86,113
Woms Hlth & Com	1,053,829	1,002,880	(50,949)
Surgeon General	1,791,445	758,272	(1,033,173)
DD Council	1,007,517	757,517	(250,000)
Total	**$ 3,285,087,565**	**$ 3,382,210,028**	**$ 97,122,463**

LDH Budget By Agency

Total Funding

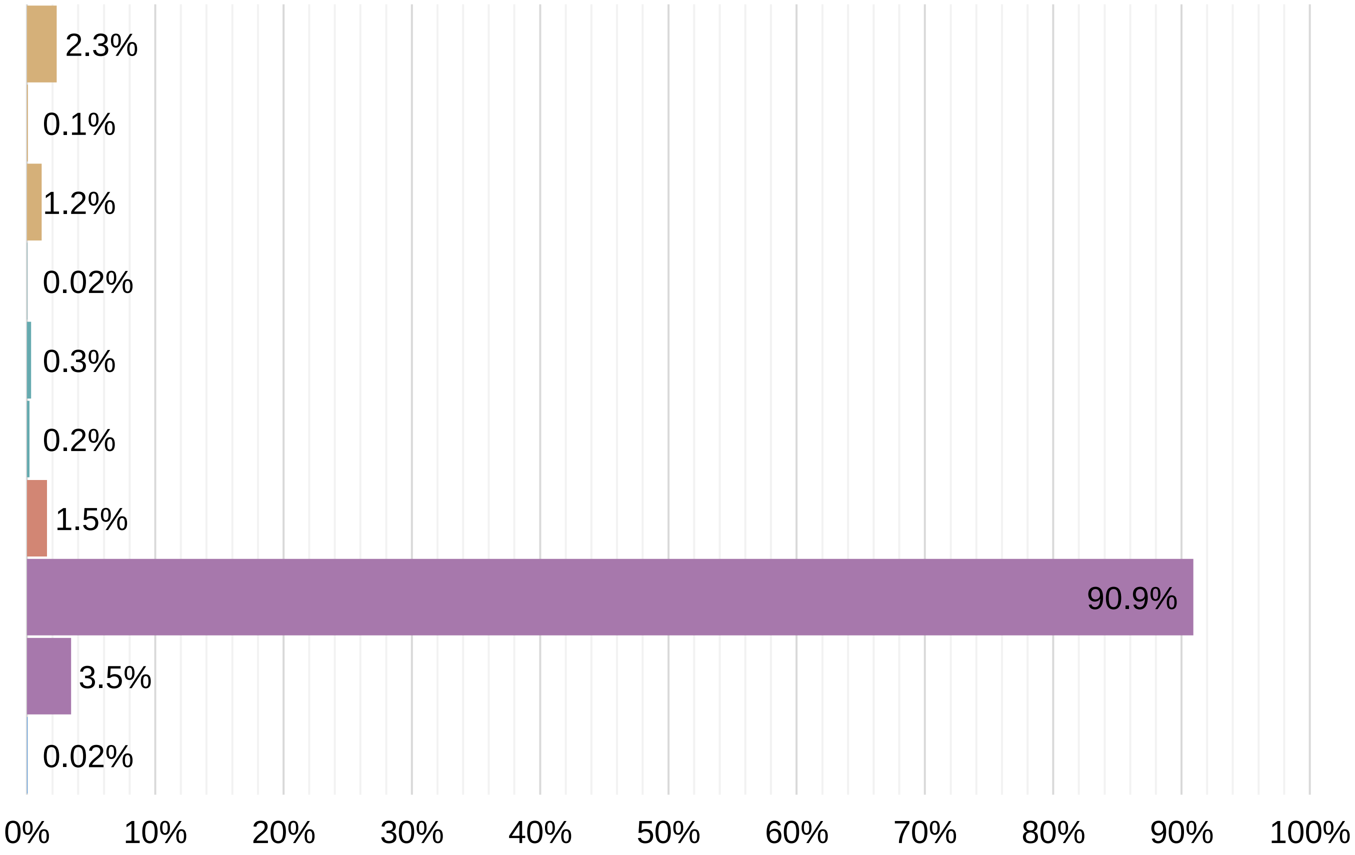
Agency	EOB 12/1/2025	Recommended 2026-2027	Difference
Med Vendor Pymts	$ 22,057,235,724	$ 20,512,160,621	$ (1,545,075,103)
Med Vendor Admin	856,625,843	952,402,201	95,776,358
Public Health	599,181,709	595,011,361	(4,170,348)
Behavioral Health	497,736,516	490,114,774	(7,621,742)
Secretary	156,658,165	366,333,212	209,675,047
Citizens w/ Dev Dis	225,843,301	231,195,943	5,352,642
Aging & Adult Svcs	81,145,256	89,204,500	8,059,244
Capital Area HSD	31,898,782	32,123,933	225,151
Metropolitan HSD	31,215,462	31,180,656	(34,806)
South Central La HSA	29,588,235	29,407,027	(181,208)
Fl Parishes HSA	28,158,396	29,319,987	1,161,591

Agency	EOB 12/1/2025	Recommended 2026-2027	Difference
Acadiana Area HSD	$ 22,734,926	$ 23,575,638	$ 840,712
Jeff Parish HSA	20,329,054	21,214,657	885,603
CenLa HSD	18,626,671	19,060,416	433,745
N E Delta HSA	18,210,481	18,371,826	161,345
N W La HSD	16,595,981	17,021,696	425,715
Imp Cal HSA	14,303,964	15,180,629	876,665
DD Council	2,841,997	2,613,579	(228,418)
LERN	2,284,730	2,364,343	79,613
Woms Hlth & Com	1,307,237	1,256,288	(50,949)
Surgeon General	4,820,162	758,272	(4,061,890)
Total	**$ 24,717,342,592**	**$ 23,479,871,559**	**$ (1,237,471,033)**

FY 27 Expenditure Recommendation

Total Budget = $23,479,871,559

Expenditure Category		
Salaries	$	542,073,551
Other Compensation		19,585,068
Related Benefits		270,160,871
Travel		4,320,278
Operating Services		74,148,273
Supplies		43,980,048
Professional Services		360,602,655
Other Charges		21,350,121,288
Interagency Transfers		810,281,244
Acquisitions/Repairs		4,598,283
Total	**$**	**23,479,871,559**



Major Other Charges / Interagency Transfers

Major Other Charges

Amount	Description
$ 19,045,870,046	Medical Vendor Payments
654,296,384	Medicare Premiums & Supplements
242,253,023	Medicare Clawback Payments
168,729,859	Rural Health Transformation Program
138,736,606	Human Services Dist./Auth personnel costs
98,780,371	WIC Services
93,529,825	Infectious Disease Epidemiology Program
86,388,901	Human Service Dist./Auth operating costs
85,786,765	Low Income & Needy Care Collaboration
82,277,580	HIV/AIDS Initiatives
76,775,315	Inpatient Psychiatric Beds
70,642,900	Summer EBT
64,118,027	DSH - Hospital Directed Payments
50,442,600	Local Education for School Based Health
38,922,696	FITAP/KINSHIP Benefit Payments
29,889,249	UNO Staff Augmentation
24,584,477	OBH Patient Transitional Housing
22,554,654	EarlySteps
20,799,305	OPH Contracts for Various Initiatives
20,090,620	Addiction Enhancements and Accountability
18,223,995	Disability Determination Services - Med Exams
17,733,761	OBH Community-Based Supports & Program
14,919,903	Permanent Supportive Housing Initiative
14,904,814	H.E.R.O.

Major Interagency Transfers

Amount	Description
$ 240,138,556	Office of Technology Services
168,609,898	Medicaid to OCDD
121,289,228	Medicaid for Mental Health Psych Units
52,808,649	Human Service Districts from OBH
32,994,014	Transfers between agencies within LDH
27,287,794	Medicaid Eligibility
25,961,100	Office of Risk Management
24,002,838	Medicaid to Villa Feliciana
14,889,037	LSU Physicians
13,833,308	LSU - Lallie Kemp
12,920,645	Office of State Buildings
6,153,768	Division of Administrative Law
5,583,600	OBH for the Crisis Hub
5,500,000	Rural Health Transformation Program
4,588,771	Special Schools
4,023,618	Pre-Admission Screening and Resident Review
4,000,000	DCFS for Child Welfare
3,835,424	Civil Service
3,777,362	Southern University for SNAP Ed
3,544,587	LSU HCSD
2,926,344	Printing and Postage
2,608,964	Legislative Auditor
2,012,754	MVP for LINCCA
1,623,399	Opioid Abuse Prevention

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 424,138,397	$ 503,930,612	$ 542,073,551	$ 38,142,939	7.6%	$ 117,935,154	27.8%
Other Compensation	21,090,969	20,054,830	19,585,068	(469,762)	(2.3%)	(1,505,901)	(7.1%)
Related Benefits	216,849,403	257,034,245	270,160,871	13,126,626	5.1%	53,311,468	24.6%
Travel	3,437,076	4,230,458	4,320,278	89,820	2.1%	883,202	25.7%
Operating Services	56,695,301	69,906,306	74,148,273	4,241,967	6.1%	17,452,972	30.8%
Supplies	43,562,614	44,396,165	43,980,048	(416,117)	(0.9%)	417,434	1.0%
Professional Services	195,640,355	371,527,240	360,602,655	(10,924,585)	(2.9%)	164,962,300	84.3%
Other Charges	16,893,048,373	22,725,393,852	21,350,121,288	(1,375,272,564)	(6.1%)	4,457,072,915	26.4%
Interagency Transfers	571,958,583	714,494,526	810,281,244	95,786,718	13.4%	238,322,661	41.7%
Acquisitions/Repairs	4,344,150	6,374,358	4,598,283	(1,776,075)	(27.9%)	254,133	5.9%
Total	**$ 18,430,765,221**	**$ 24,717,342,592**	**$ 23,479,871,559**	**$ (1,237,471,033)**	**(5.0%)**	**$ 5,049,106,338**	**27.4%**

Human Service Districts & Authorities

Human Services Districts & Authorities

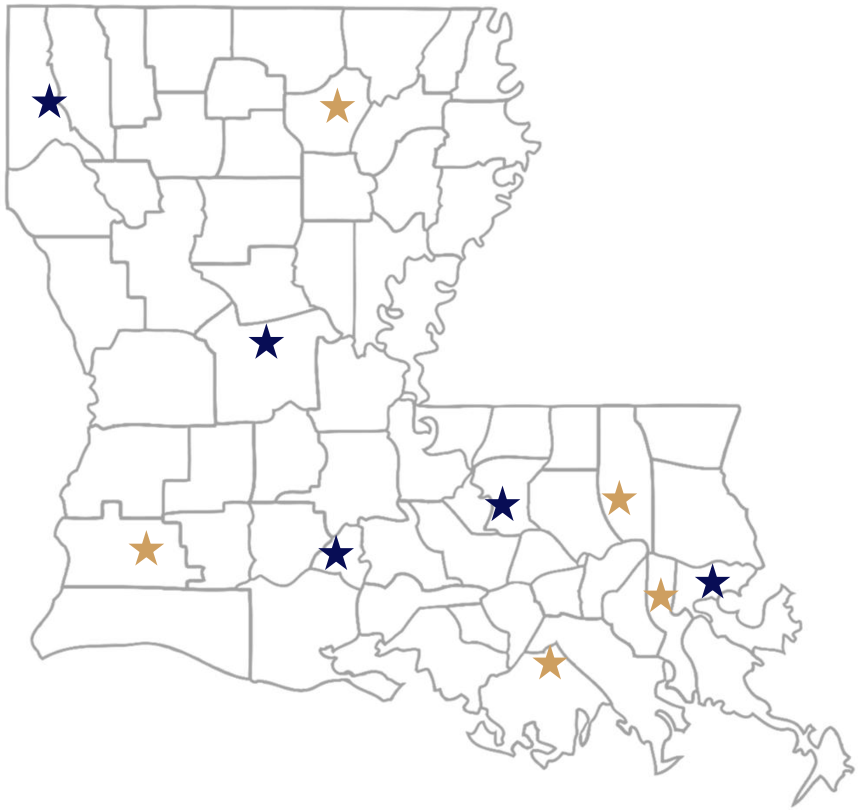
Overview

R.S. 28:915 gives the human service districts and authorities the duty of providing community-based care and treatment for the following:

- Care, prevention, and treatment for mental and emotional illnesses
- Care, prevention, and treatment of substance abuse disorders
- Care for persons with developmental disabilities
- Personal health

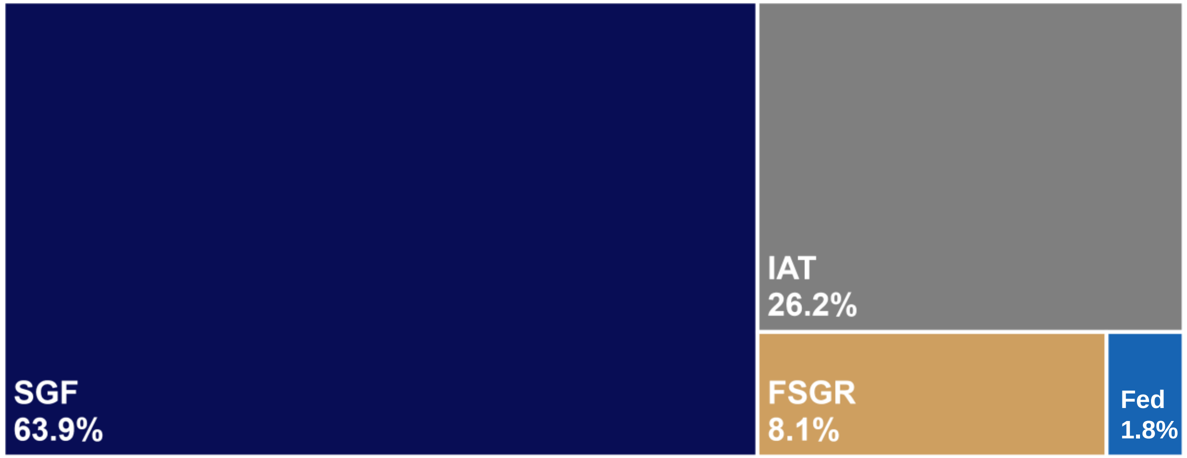
Mission of the Authorities/Districts:

- To assure comprehensive services and support which improve the quality of life and community participation for persons with behavioral health disorders and developmental disabilities, while providing effective limited intervention to individuals with less severe needs
- To ensure that services provided are responsive to client concerns, integrated in service delivery methods, representative of best practice, and consistent with the values of the Louisiana Department of Health and its Program Offices
- Improve service outcomes by partnering with stakeholders to expand integrated service programs in the community



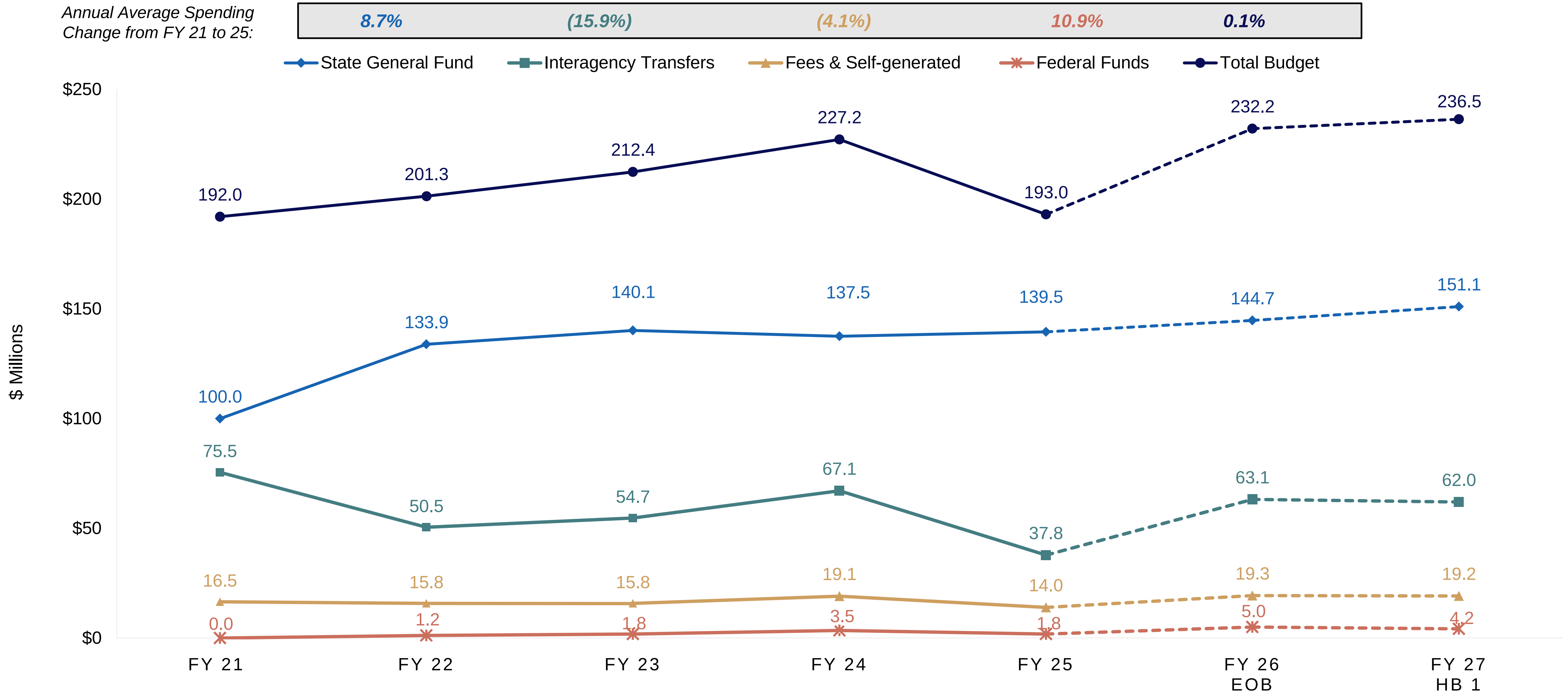
FY 27 Budget Recommendation

Means of Finance		
State General Fund	$	151,063,879
Interagency Transfers		61,977,855
Fees & Self-generated		19,184,679
Statutory Dedications		0
Federal Funds		4,230,052
Total	**$**	**236,456,465**



Expenditure Category		
Salaries	$	0
Other Compensation		0
Related Benefits		0
Travel		100,808
Operating Services		3,770,662
Supplies		1,089,459
Professional Services		0
Other Charges		226,642,690
Interagency Transfers		4,852,846
Acquisitions/Major Repairs		0
Total	**$**	**236,456,465**

Historical Spending



Human Services Districts & Authorities

Funding Comparison

Means of Finance	FY 25 Actual Expenditures		FY 26 Existing Operating Budget 12/1/25		FY 27 HB1 Budget		Change Existing Operating Budget to HB1			Change Actual Expenditures to HB1		
SGF	$	139,503,875	$	144,212,766	$	151,063,879	$	6,851,113	4.8%	$	11,560,004	8.3%
IAT		37,756,553		63,140,855		61,977,855		(1,163,000)	(1.8%)		24,221,302	64.2%
FSGR		13,979,180		19,328,279		19,184,679		(143,600)	(0.7%)		5,205,499	37.2%
Stat Ded		0		0		0		0	0.0%		0	0.0%
Federal		1,807,248		4,980,052		4,230,052		(750,000)	(15.1%)		2,422,804	134.1%
Total	**$**	**193,046,856**	**$**	**231,661,952**	**$**	**236,456,465**	**$**	**4,794,513**	**2.1%**	**$**	**43,409,609**	**22.5%**

Significant funding changes compared to the FY 26 Existing Operating Budget

State General Fund	Interagency Transfers	Federal Funds
$6.9 M increase primarily due to: • $5.5 M increase for various statewide adjustments • $306,600 MOF swap replacing FSGR with SGF at Northeast Delta Human Service Authority • $221,000 increase to replace a building damaged by Hurricane Laura at Imperial Calcasieu Human Service Authority	($1.2 M) decrease due to: • ($1 M) reduction in budget authority to align with historical expenditures • ($163,000) decrease for a MOF swap replacing IAT with FSGR at South Central Louisiana Human Service District	($750,000) decrease at the Metropolitan Human Service District due to the termination of the Certified Community Behavioral Heath Clinic Planning, Development and Implementation Grant

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 0	$ 0	$ 0	$ 0	0.0%	$ 0	0.0%
Other Compensation	0	0	0	0	0.0%	0	0.0%
Related Benefits	3,699	0	0	0	0.0%	(3,699)	(100.0%)
Travel	89,316	100,808	100,808	0	0.0%	11,492	12.9%
Operating Services	3,354,853	3,770,662	3,770,662	0	0.0%	415,809	12.4%
Supplies	619,924	1,089,459	1,089,459	0	0.0%	469,535	75.7%
Professional Services	0	0	0	0	0.0%	0	0.0%
Other Charges	184,843,999	222,122,520	226,642,690	4,520,170	2.0%	41,798,691	22.6%
Interagency Transfers	4,135,063	4,578,503	4,852,846	274,343	6.0%	717,783	17.4%
Acquisitions/Repairs	0	0	0	0	0.0%	0	0.0%
Total	**$ 193,046,854**	**$ 231,661,952**	**$ 236,456,465**	**$ 4,794,513**	**2.1%**	**$ 43,409,611**	**22.5%**

Significant expenditure changes compared to the FY 26 Existing Operating Budget
Other Charges / Interagency Transfers
$4.7 M increase primarily due to standard statewide adjustments such as employee pay raises and salary adjustments, increase in related benefits and group insurance rates, and retirement rate adjustments

LDH Agencies

Office of the Secretary

Overview

The mission of the Office of the Secretary is to provide leadership and technical support services while maximizing resources to fulfill the Department's mission.

Activities:

Executive Management & Program Support

Provides leadership, technical support, strategic and policy direction throughout the department. This includes communications, legislative and governmental relations, human resources, and the Governor's Council on Physical Fitness and Sports.

Financial Services

Performs accounting functions and administers the operation of the budgetary process.

Legal Services

Provides legal services such as advice and counsel, litigation, administrative hearings, policy and contract review, recoupment, legislation, personnel and Civil Service, and conducting legal risk analyses.

Health Standards

Enforces state licensing standards and federal certification regulations, reviews and investigates complaints in health care facilities, and imposes civil monetary penalties on non-compliant health care providers.

Internal Audit

Independently appraises activities to evaluate the adequacy and effectiveness of controls within the department.

Emergency Preparedness (ESF-6 & ESF-8)

Provides public health and medical services during/after a disaster. This includes: Medical Operations Coordination, Health & Medical Preparedness and Response, Emergency Communications, Mass Care, Emergency assistance, Temporary Housing, and Human Services.

Disability Determination Services

Evaluates whether individual meet the federal criteria for disability as established by the Social Security Administration.

Rural Health Transformation and Sustainability

Works to improve heath status of Louisiana residents in rural and underserved areas. The department will receive multi-year federal funding in accordance with H.R. 1, 119th Cong. § 71401 (2025) (One Big Beautiful Bill Act).

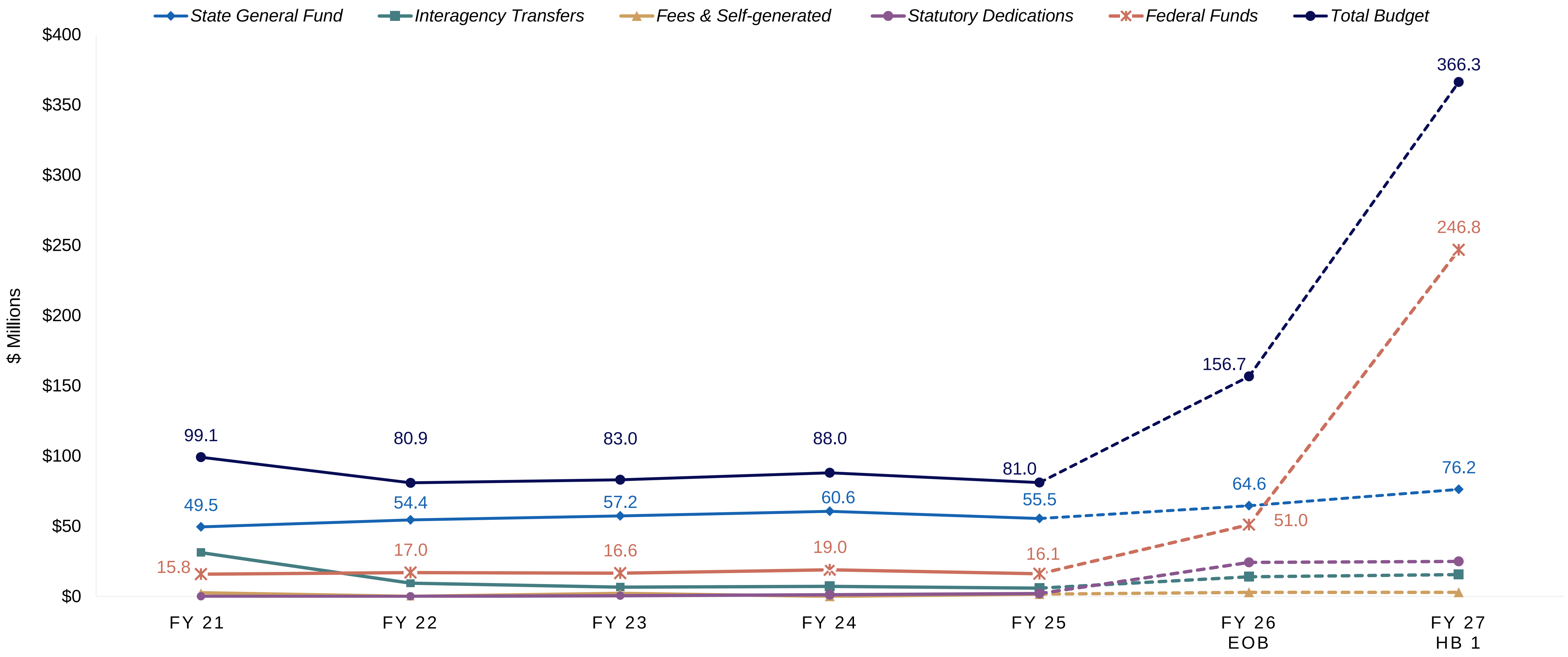
FY 27 Budget Recommendation

Means of Finance		
State General Fund	$	76,248,190
Interagency Transfers		15,583,105
Fees & Self-generated		2,869,401
Statutory Dedications		24,880,008
Federal Funds		246,752,508
Total	**$**	**366,333,212**

Expenditure Category		
Salaries	$	61,968,788
Other Compensation		654,044
Related Benefits		30,250,238
Travel		185,209
Operating Services		5,167,696
Supplies		406,738
Professional Services		10,099,881
Other Charges		229,782,596
Interagency Transfers		27,818,022
Acquisitions/Repairs		0
Total	**$**	**366,333,212**

Historical Spending

Average Annual Spending Change from FY 21 to 25:	14.8%	(26.4%)	(61.8%)	116.3%	4.4%	3.2%



Funding Comparison

Means of Finance	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
SGF	$ 55,515,196	$ 64,628,141	$ 76,248,190	$ 11,620,049	18.0%	$ 20,732,994	37.3%
IAT	5,923,472	13,980,184	15,583,105	1,602,921	11.5%	9,659,633	163.1%
FSGR	1,546,335	2,869,401	2,869,401	0	0.0%	1,323,066	85.6%
Stat Ded	1,979,097	24,154,814	24,880,008	725,194	3.0%	22,900,911	1,157.1%
Federal	16,066,071	51,025,625	246,752,508	195,726,883	383.6%	230,686,437	1,435.9%
Total	**$ 81,030,171**	**$ 156,658,165**	**$ 366,333,212**	**$ 209,675,047**	**133.8%**	**$ 285,303,041**	**352.1%**

Funding Comparison

Significant funding changes compared to the FY 26 Existing Operating Budget			
State General Fund	**Interagency Transfers**	**Statutory Dedications**	**Federal**
$11.6 M net increase primarily due to the following: • $5.5 M for employee pay raises and salary adjustments • $4.7 M for the transfer of the ESF-6 function from DCFS • ($3.3 M) savings from vacant positions • ($2.2 M) removal of non-recurring funding • $1.9 M for group insurance rate adjustments and related benefits • $1.4 M MOF swaps replacing IAT, SD and Federal funds with SGF • $1.4 M for the transfer of the Office of Rural Health Section from OPH and the creation of the Rural Health Transformation and Sustainability section • $1.1 M to transfer the EFS-8 function from the Office of the Surgeon General • $1.2 M for administrative law judges • ($793,708) reduction in the retirement rate adjustment	$1.6 M increase due to the following: • $969,936 MOF swap replacing SGF with IAT from Medicaid for personnel cost associated with Medicaid administrative activities • $632,985 annualizes funding from DCFS for Disability Determination Services and SNAP administrative functions	$725,194 M net increase primarily due to the following: • $2.7 M increase to transfer the Rural Primary Care Physicians Development Fund from the Office of Public Health • ($1.8 M) reduction from the Early Childhood Supports and Services Program Fund based on the most recent REC forecast. • ($100,000) MOF swap reducing funding from the Medical Assistance Programs Fraud Detection Fund and replacing with SGF	$195.7 M net increase primarily due to the following: • $175 M increase for the Rural Health Transformation Program Grant as authorized by the One Big Beautiful Bill Act • $16.4 M to annualize funding from DCFS for Disability Determination Services and SNAP administrative functions • $3.9 M for the transfer of the Office of Rural Health Section from OPH and the creation of the Rural Health Transformation and Sustainability section • $2.4 M to transfer the EFS-8 function from the Office of the Surgeon General • ($2.3 M) MOF swaps replacing federal funds with SGF due to reduction in federal grants

Office of the Secretary

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 35,910,748	$ 53,664,586	$ 61,968,788	$ 8,304,202	15.5%	$ 26,058,040	72.6%
Other Compensation	1,253,806	568,779	654,044	85,265	15.0%	(599,762)	(47.8%)
Related Benefits	18,573,944	25,622,244	30,250,238	4,627,994	18.1%	11,676,294	62.9%
Travel	86,375	132,185	185,209	53,024	40.1%	98,834	114.4%
Operating Services	732,413	1,781,321	5,167,696	3,386,375	190.1%	4,435,283	605.6%
Supplies	140,928	285,096	406,738	121,642	42.7%	265,810	188.6%
Professional Services	1,031,033	6,999,705	10,099,881	3,100,176	44.3%	9,068,848	879.6%
Other Charges	7,367,875	47,465,696	229,782,596	182,316,900	384.1%	222,414,721	3,018.7%
Interagency Transfers	15,933,047	20,138,553	27,818,022	7,679,469	38.1%	11,884,975	74.6%
Acquisitions/Repairs	0	0	0	0	0.0%	0	0.0%
Total	**$ 81,030,169**	**$ 156,658,165**	**$ 366,333,212**	**$ 209,675,047**	**133.8%**	**$ 285,303,043**	**352.1%**

Office of the Secretary

Expenditure Comparison

Compared to the FY 26 Existing Operating Budget

Personnel Services	Operating Services	Professional Services	Other Charges	Interagency Transfers
$13 M net increase primarily due to: • $8 M for the transfer of Disability Determination Services, SNAP and the Emergency Support Function from DCFS • $5.4 M for employee pay raises and salary adjustments • ($3.3 M) savings from vacant positions • $1.3 M increase to transfer four positions from the OPH Office of Rural Health and for the Rural Health Transformation Program Grant authorized by the One Big Beautiful Bill Act • ($792,270) for the retirement rate adjustment • $629,058 increase associated with the transfer of the Emergency Support Function from the Office of the Surgeon General	$3.4 M increase primarily due to: • $3.1 M increase to transfer the Emergency Support Function from DCFS • $233,295 increase for the transfer of Disability Determination Services and SNAP from DCFS • $44,380 increase for the transfer of the Office of Rural Health from OPH and the Rural Health Transformation Program Grant authorized by the One Big Beautiful Bill Act	$3.1 M increase primarily due to: • $1.8 M increase for the transfer of the Office of Rural Health from OPH • $1 M increase for the transfer of Disability Determination Services, SNAP and the Emergency Support Function from DCFS • $305,059 increase for the transfer of the Emergency Support Function from the Office of Surgeon General	$182.3 M net increase primarily due to: • $168.7 M increase for the Rural Health Transformation Grant authorized by the One Big Beautiful Bill Act • $9.7 M increase for the transfer of Disability Determination Services, SNAP and the Emergency Support Function from DCFS • $5.5 M increase for the transfer of the Office of Rural Health from OPH • $2.5 M increase for the transfer of the Emergency Support Function from the Office of Surgeon General • ($1.7 M) non-recurring one-time funding for pharmacogenetic pilot program • ($500,000) non-recurring one-time funding for school-based telehealth pilot project with Hazel Health in St. Tammany Parish	$7.7 M net decrease primarily due to: • $5.5 M increase for the Rural Health Transformation Grant authorized by the One Big Beautiful Bill Act • $1.2 M for Administrative Law Judges • ($220,145) net decrease due to the transfer of Disability Determination Services, SNAP and the Emergency Support Function from DCFS • $485,892 for the Office of Technology Services • $398,598 for rent and maintenance in state owned buildings • $119,949 increase for additional statewide adjustments to Civil Service Fees, Legislative Auditor Fees, Capital Park Security, Office of State Procurement, Office of Risk Management, and UPS fees

Rural Health Transformation Program

- H.R. 1, 119th Cong. § 71401 (2025) (One Big Beautiful Bill Act) established the **Rural Health Transformation Program (RHTP)**
- The program provides $10 billion per year in federal funding to be distributed among approved states for fiscal years 2026 through 2030
- LDH was awarded **$208,374,448** to be expended by September 30, 2027
- LDH is not required to reapply annually; however, CMS will determine each year's allotment based on program requirements and performance
- The program **does not require a state match**

Rural Health Transformation Program FY 2027 Budget	
41,987,018	Modernize Technology Infrastructure and Capacity for Efficiency and Care Coordination
38,628,057	Strengthen Health and Emergency Systems through Workforce Expansion and Integration
30,230,650	Rural Health Facilities Capital Improvement Initiative
26,871,692	Strengthen care integration for high-needs populations through coordinated, multi-modal models
25,192,211	Reinforce Innovative, Outcomes-Based Care Delivery in Rural Areas
5,038,442	Food pharmacy programs, nutrition and fitness partnerships
4,500,000	Procurement of state-wide electronic health records
1,000,000	Transfer to Department of Revenue for the state tax credit for rural providers
781,789	Job Appointments
672,845	Salaries and Related Benefits
64,507	Operating Services
17,880	Supplies
14,909	Travel
175,000,000	**Total Budgeted in FY 2027**

Office of Public Health

Overview

The mission of the Office of Public Health (OPH) is to protect and promote the health and wellness of all individuals and communities in Louisiana. This isa accomplish through education, promotion of healthy lifestyle, preventing disease and injury, enforcing regulations that protect the environment, sharing vital information and assuring preventive services to uninsured and underserviced individuals and families.

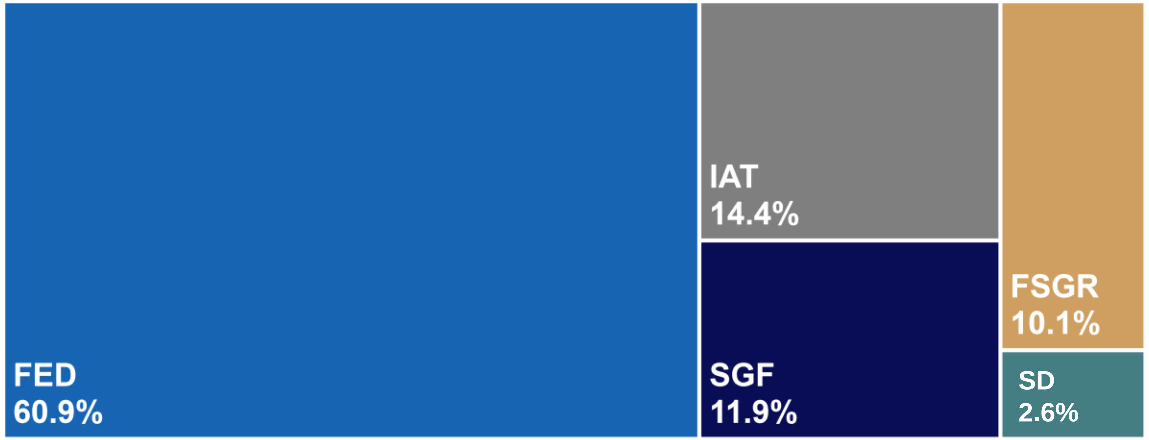
Activities

- Monitor the food Louisiana’s residents and visitors eat
- Keep water safe to drink
- Fight chronic communicable diseases
- Manage, analyze and disseminate public health data
- Ensure access to vital records like birth certificates
- Offer preventative health services

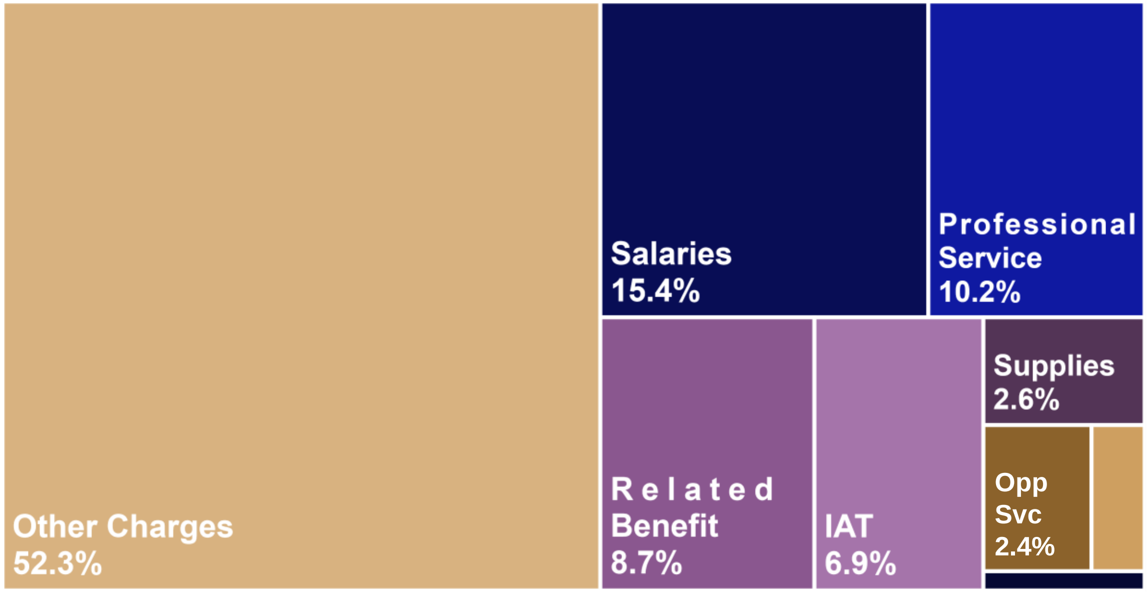
OFFICE OF PUBLIC HEALTH

FY 27 Budget Recommendation

Means of Finance		
State General Fund	$	71,102,912
Interagency Transfers		85,640,509
Fees & Self-generated		60,290,241
Statutory Dedications		15,326,686
Federal Funds		362,651,013
Total	**$**	**595,011,361**

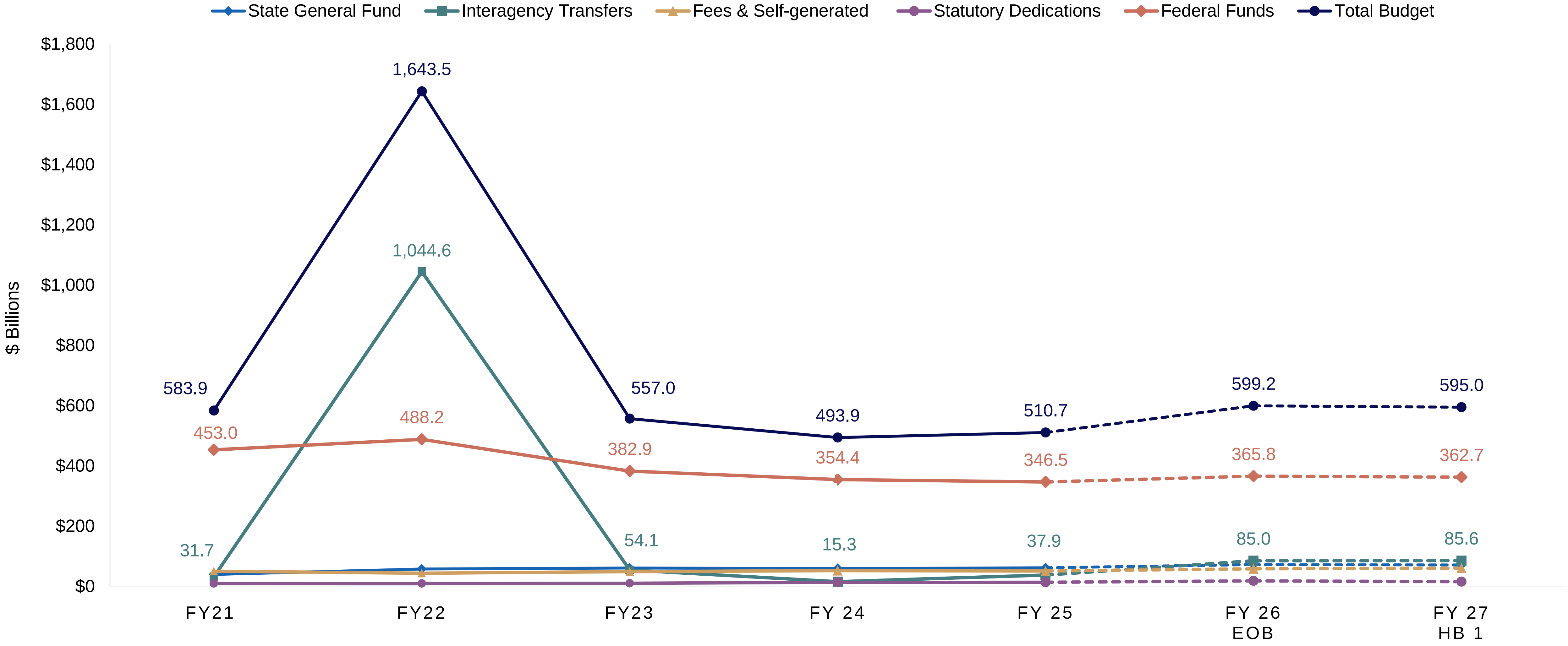


Expenditure Category		
Salaries	$	91,633,624
Other Compensation		6,885,251
Related Benefits		51,674,009
Travel		2,746,228
Operating Services		13,990,290
Supplies		15,345,526
Professional Services		60,538,614
Other Charges		311,430,622
Interagency Transfers		40,767,197
Acquisitions/Repairs		0
Total	**$**	**595,011,361**



Historical Spending

Average Annual Spending Change from FY 21 to 25:	11.9%	4.6%	0.3%	8.9%	(6.5%)	(3.3%)



Funding Comparison

Means of Finance	FY 25 Actual Expenditures		FY 26 Existing Operating Budget 12/1/25		FY 27 HB1 Budget		Change Existing Operating Budget to HB1			Change Actual Expenditures to HB1		
SGF	$	61,710,078	$	72,096,342	$	71,102,912	$	(993,430)	(1.4%)	$	9,392,834	15.2%
IAT		37,870,876		85,005,926		85,640,509		634,583	0.7%		47,769,633	126.1%
FSGR		50,678,458		58,257,065		60,290,241		2,033,176	3.5%		9,611,783	19.0%
Stat Ded		13,912,855		18,000,320		15,326,686		(2,673,634)	(14.9%)		1,413,831	10.2%
Federal		346,490,665		365,822,056		362,651,013		(3,171,043)	(0.9%)		16,160,348	4.7%
Total	**$**	**510,662,932**	**$**	**599,181,709**	**$**	**595,011,361**	**$**	**(4,170,348)**	**(0.7%)**	**$**	**84,348,429**	**16.5%**

Funding Comparison

Significant funding changes compared to the FY 26 Existing Operating Budget				
State General Fund	**Interagency Transfers**	**Fees & Self-Generated**	**Statutory Dedications**	**Federal Funds**
($993,430) net decrease primarily due to the following: • $8.2 M increase for OTS • ($8 M) removal of one-time funding for Phenomune pilot testing kits • $2.5 M increase for employee pay raises and salary adjustments • ($1.5 M) decrease to factor in projected savings from vacant positions • ($1.4 M) decrease due to the relocation of the Office of Rural Health • ($634,583) decrease for a MOF substitution replacing SGF with TANF funding from DCFS • $200,000 MOF swap to replace an expired federal grant for oversight of the Louisiana Commodity Supplemental Food Program	$634,583 increase for a MOF substitution replacing SGF with TANF funding from DCFS	$2 M increase primarily due to: • $1.3 M increase in the Vital Records Conversion Dedicated Fund Account to digitize permanent vital records • $784,877 for various statewide adjustments	($2.7 M) decrease due to the relocation of the Rural Primary Care Physicians Development Fund to the Office of the Secretary	($3.2 M) net decrease primarily due to the following: • ($3.9 M) decrease associated with the transfer of the Office of Rural Health • $924,092 increase in funding needed for various statewide adjustments • ($200,000) decrease due to an expired federal grant for oversight of the Louisiana Commodity Supplemental Food Program

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 84,915,848	$ 88,648,213	$ 91,633,624	$ 2,985,411	3.4%	$ 6,717,776	7.9%
Other Compensation	5,741,767	7,461,868	6,885,251	(576,617)	(7.7%)	1,143,484	19.9%
Related Benefits	50,425,811	50,989,012	51,674,009	684,997	1.3%	1,248,198	2.5%
Travel	2,299,017	2,756,728	2,746,228	(10,500)	(0.4%)	447,211	19.5%
Operating Services	13,592,763	14,016,790	13,990,290	(26,500)	(0.2%)	397,527	2.9%
Supplies	16,536,802	16,073,577	15,345,526	(728,051)	(4.5%)	(1,191,276)	(7.2%)
Professional Services	46,123,825	61,279,572	60,538,614	(740,958)	(1.2%)	14,414,789	31.3%
Other Charges	260,654,118	324,524,197	311,430,622	(13,093,575)	(4.0%)	50,776,504	19.5%
Interagency Transfers	30,286,974	33,033,281	40,767,197	7,733,916	23.4%	10,480,223	34.6%
Acquisitions/Repairs	86,007	398,471	0	(398,471)	(100.0%)	(86,007)	(100.0%)
Total	$ 510,662,932	$ 599,181,709	$ 595,011,361	$ (4,170,348)	(0.7%)	$ 84,348,429	16.5%

Expenditure Comparison

Compared to the FY 26 Existing Operating Budget

Personnel Services	Supplies	Professional Services	Other Charges	Interagency Transfers	Acquisitions/ Repairs
$3.1 M net increase primarily due to: • $4.2 M net increase for various standard statewide adjustments to items such as employee pay raises, retirement rate changes, and savings from vacant positions • ($1.1 M) decrease to transfer four positions to the Office of the Secretary for the Office of Rural Heath	($728,051) net reduction primarily due to the removal of FY 25 funds carried into FY 26	($740,958) net reduction primarily due to: • ($1.8 M) decrease to transfer the Office of Rural Health to the Office of the Secretary • $1 M to reclassify contracts previously handled by OTS	($13.1 M) decrease primarily due to: • ($8 M) removal of non-recurring expenses for Phenomune pilot testing kits • ($5 M) decrease to transfer the Office of Rural Health to the Office of the Secretary	$7.7 M net increase primarily due: • $8.2 M increase in transfers to the Office of Technology Services • ($1 M) decrease to reclassify contracts previously handled by the Office of Technology Services	($398,471) removal of non-recurring acquisitions & repairs that were funded in the current year

Office of Behavioral Health

Behavioral Health Administrative Community Oversight

- Ensure that Louisiana citizens receive appropriate public behavioral health services through fiscal and programmatic oversight and monitoring activities
- Maintain the accessibility of needed behavioral health services for Louisiana citizens
- Ensure accessibility by increasing access to behavioral health services for Louisiana residents to support the specialized behavioral health needs of people throughout the state at different stages of life

Activity Include:

- Behavioral Health Management
- Medical Director
- Emergency Preparedness
- Fiscal Operations
- Grant and Contract Management
- Business Intelligence
- Health Plan Management Operations
- Preadmission Screening and Resident Review
- HPM Quality Management
- Community Based Supports and Program Compliance
- Addictions Enhancements and Accountability
- Wellness and Preventative Monitoring

Hospital Based Treatment

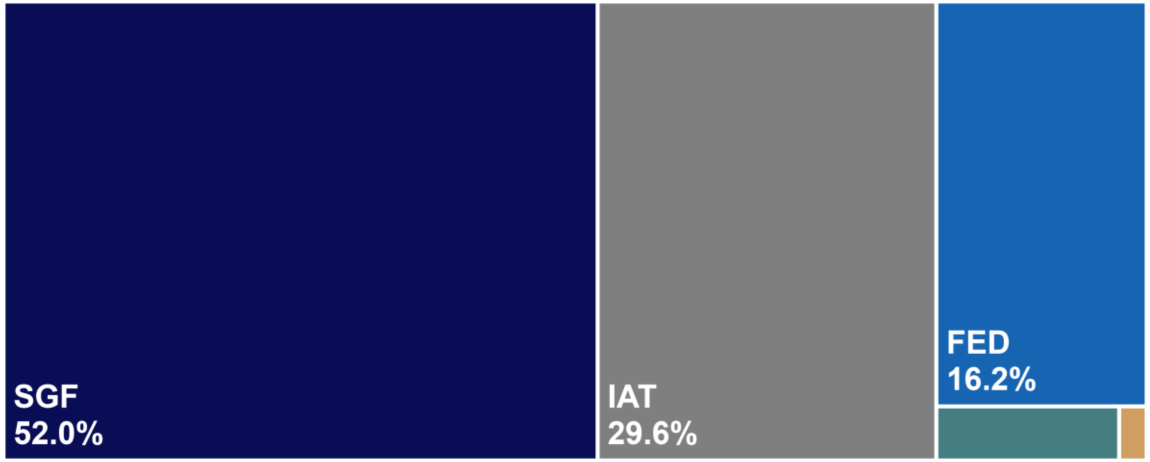
- Promotes recovery through the efficient use of evidence informed care and successful transition to community based services
- Provides services to individuals involved with the criminal justice system

Activities Include:

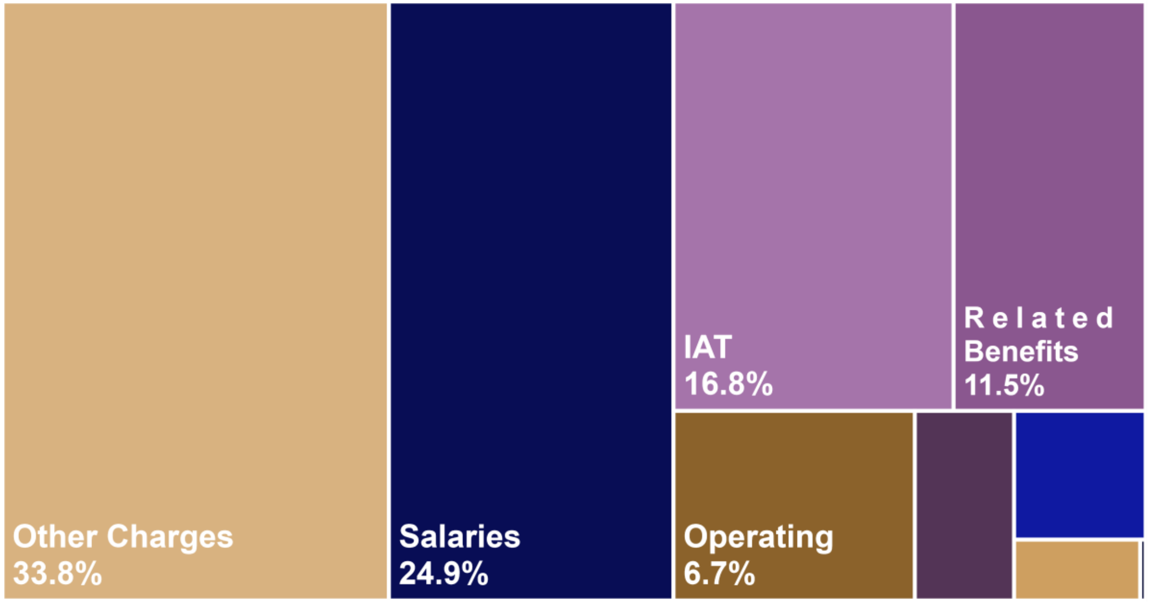
- Civil Intermediate
- Forensic Services
- Hospital Administration and Oversight
- Hospital-Affiliated Community Services

FY 27 Budget Recommendation

Means of Finance		
State General Fund	$	254,722,000
Interagency Transfers		145,233,422
Fees & Self-generated		1,387,150
Statutory Dedications		9,246,051
Federal Funds		79,526,151
Total	**$**	**490,114,774**

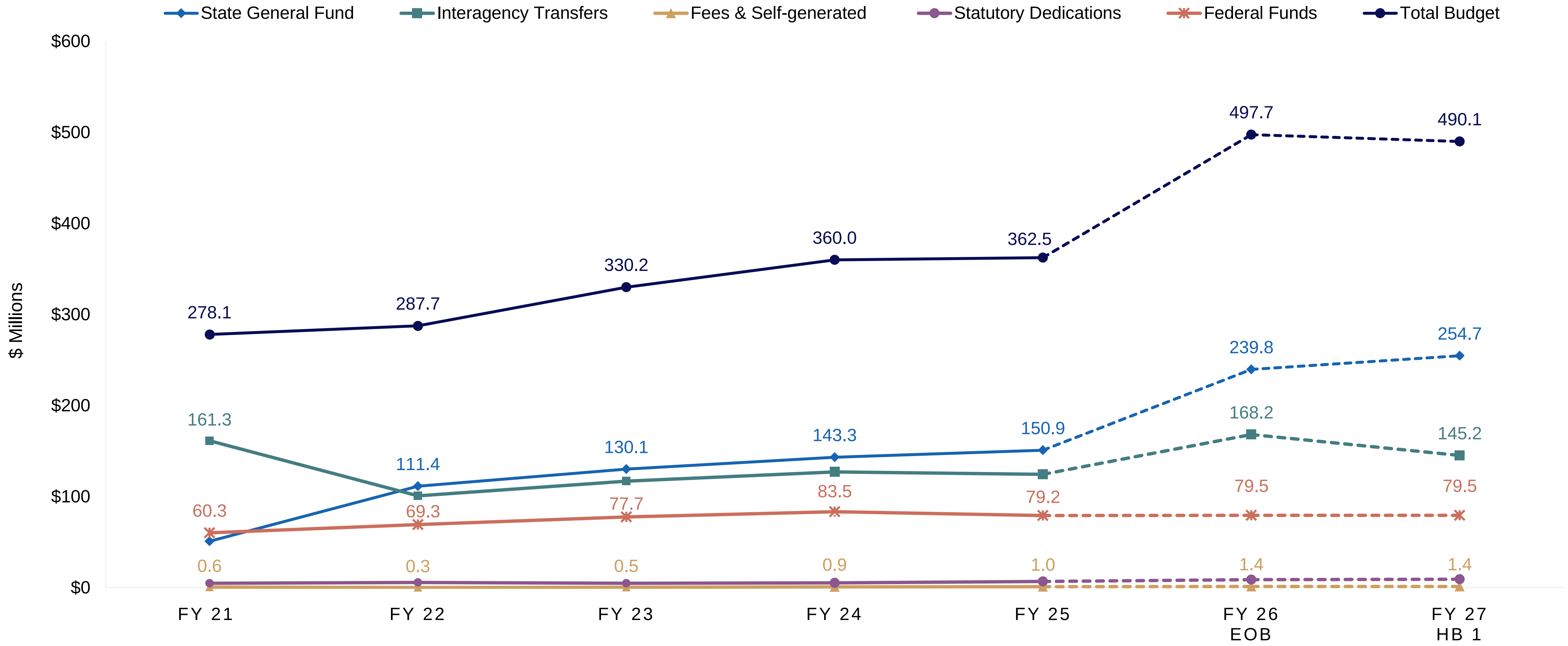


Expenditure Category		
Salaries	$	121,965,209
Other Compensation		5,488,661
Related Benefits		56,304,535
Travel		242,391
Operating Services		32,779,827
Supplies		13,462,378
Professional Services		12,101,588
Other Charges		165,665,815
Interagency Transfers		82,104,370
Acquisitions and Major Repairs		0
Total	**$**	**490,114,774**



Historical Spending

Annual Average Spending Change from FY 21 to 25:	31.1%	(6.3%)	13.5%	9.1%	7.1%	6.9%



Funding Comparison

Means of Finance	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
SGF	$ 150,886,661	$ 239,813,635	$ 254,722,000	$ 14,908,365	6.2%	$ 103,835,339	68.8%
IAT	124,590,124	168,163,779	145,233,422	(22,930,357)	(13.6%)	20,643,298	16.6%
FSGR	981,116	1,387,150	1,387,150	0	0.0%	406,034	41.4%
Stat Ded	6,835,018	8,845,801	9,246,051	400,250	4.5%	2,411,033	35.3%
Federal	79,226,953	79,526,151	79,526,151	0	0.0%	299,198	0.4%
Total	**$ 362,519,872**	**$ 497,736,516**	**$ 490,114,774**	**$ (7,621,742)**	**(1.5%)**	**$ 127,594,902**	**35.2%**

Significant funding changes compared to the FY 26 Existing Operating Budget

State General Fund	Interagency Transfers	Statutory Dedications
$14.9 M net increase primarily due to: • $7.4 M increase for MOF swap with IAT to replace decreased transfers from Medical Vendor Payments and the Office of the Secretary • $3.8 M increase for the statewide crisis hub • $1.9 M for various statewide adjustments • $1.4 M for Early Childhood Supports and Services • ($800,668) decrease for a MOF swap with IAT due to an increase in transfers from DCFS	($22.9 M) net decrease primarily due to: • ($20.3 M) reduction to align budget authority with historical spending • ($6.6 M) decrease in transfers from MVP and the Office of the Secretary • $4.6 M increase in transfers from MVA for the statewide crisis hub and for pre-admission screenings	$400,250 increase due to: • $245,000 increase in the Compulsive and Problem Gaming Fund based on the most recent REC forecast • $155,250 increase in the Tabaco Tax Health Care Fund based on the most recent REC forecast

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 114,147,221	$ 119,332,188	$ 121,965,209	$ 2,633,021	2.2%	$ 7,817,988	6.8%
Other Compensation	5,371,334	5,567,277	5,488,661	(78,616)	(1.4%)	117,327	2.2%
Related Benefits	51,281,081	56,257,984	56,304,535	46,551	0.1%	5,023,454	9.8%
Travel	167,438	207,391	242,391	35,000	16.9%	74,953	44.8%
Operating Services	24,836,371	32,784,987	32,779,827	(5,160)	(0.0%)	7,943,456	32.0%
Supplies	14,580,382	13,477,716	13,462,378	(15,338)	(0.1%)	(1,118,004)	(7.7%)
Professional Services	11,147,661	12,101,588	12,101,588	0	0.0%	953,927	8.6%
Other Charges	70,242,714	175,008,901	165,665,815	(9,343,086)	(5.3%)	95,423,101	135.8%
Interagency Transfers	68,835,706	80,937,582	82,104,370	1,166,788	1.4%	13,268,664	19.3%
Acquisitions/Repairs	1,909,964	2,060,902	0	(2,060,902)	(100.0%)	(1,909,964)	(100.0%)
Total	**$ 362,519,872**	**$ 497,736,516**	**$ 490,114,774**	**$ (7,621,742)**	**(1.5%)**	**$ 127,594,902**	**35.2%**

Expenditure Comparison

Compared to the FY 26 Existing Operating Budget

Personnel Services	Other Charges	Interagency Transfers	Acquisitions/Repairs
$2.6 M net increase primarily due to: • $12.6 M for various standard statewide adjustments to salaries, related benefits, and retirement rates • ($9.5 M) decrease to factor in projected savings from vacant positions • ($270,160) decrease for the annualization of personal reductions from ACT 1 of the 2025 RLS	($9.3 M) net decrease primarily due to: • ($20.3 M) reduction to align with historical expenditures • $6.5 M increase for the statewide crisis hub which supports the Louisiana Crisis Response System • $2.6 M increase for a contract to implement a Pre-Admission Screening Resident Review (PASRR) Level II evaluation software system • $1.4 M increase for Early Childhood Supports and Services site start-up expenditures	$1.2 M net increase primarily due to: • $527,641 increase in transfers to Office of Technology Services • $245,000 increase in transfers to the Human Service Districts/Authorities from the Compulsive and Problem Gaming Fund • $155,250 increase in transfers to the Human Service Districts/Authorities from the Tobacco Tax Health Care Fund • $126,493 increase for rent for state owned buildings • $52,078 increase for Civil Service Fees	($2.1 M) decrease due to non-recurring purchases and carryforwards completed in the current year

Overview

The Office for Citizens with Developmental Disabilities (OCDD) serves as the Single Point of Entry (SPOE) into the developmental disabilities services system and oversees public and private residential services and other services for people with developmental disabilities

Services Programs

EarlySteps - Provides services to families with infants and toddlers, through three years of age, who have a medical condition likely to result in a developmental delay, or who have developmental delays.

Flexible Family Funds - OCDD provides monthly stipends to families of eligible children with severe or profound developmental disabilities from birth to age 18 to help their families meet extraordinary costs.

Home and Community-Based Services - Medicaid home and community-based waiver programs allow people greater flexibility to choose where they want to live and to use services and supports that best suit their needs. Services are provided must represent a least-restrictive treatment alternative.

Individual and Family Support – Provide assistance not available from any other resource that will allow people with developmental disabilities to live in their own homes or with their families in their own community. These services include respite care, personal assistance services, specialized clothing, dental and medical services, equipment and supplies, communication services, crisis intervention, specialized utility costs, specialized nutrition, and family education.

My Place Louisiana - Program for the federal Centers for Medicare and Medicaid Services Money Follows the Person (MFP) Rebalancing Demonstration, designed to help states try new ways of delivering Medicaid services.

OCDD Resource Center – Provides technical assistance and consultation to build provider capacity to support individuals with DD to live and work in community settings as well as direct, specialized treatment for persons in the community with developmental disabilities in the most critical situations.

Intermediate Care Facilities for Individuals with Intellectual Disabilities - Provide active treatment services and supports in a 24-hour residential setting, including ongoing evaluation, planning, and coordination/integration of health and habilitative services and supports.

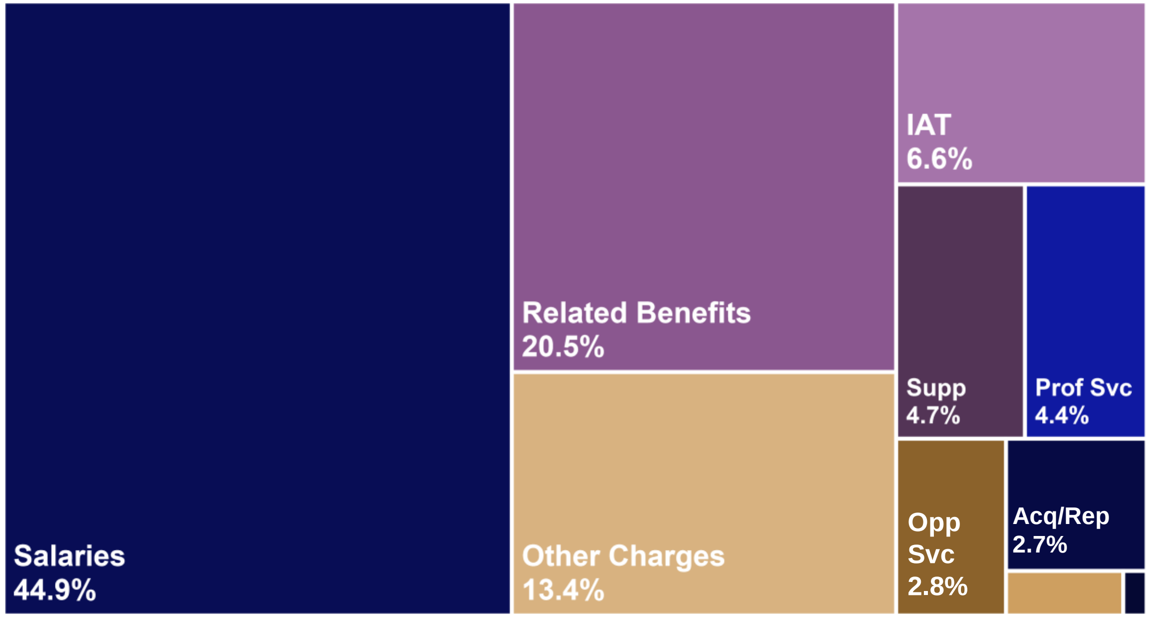
Support Coordination - services provided to Medicaid Eligible recipients to assist them in gaining access to the full range of needed services including medical, social, educational and other support services within OCDD.

Tiered Waiver System - OCDD's four developmental disability home and community-based waivers, New Opportunities Waiver (NOW), Residential Options Waiver (ROW), Supports Waiver, and Children's Choice Waiver have now been operationalized to a tiered waiver system of service delivery, which will allow for individuals to be supported in the most appropriate waiver.

FY 27 Budget Recommendation

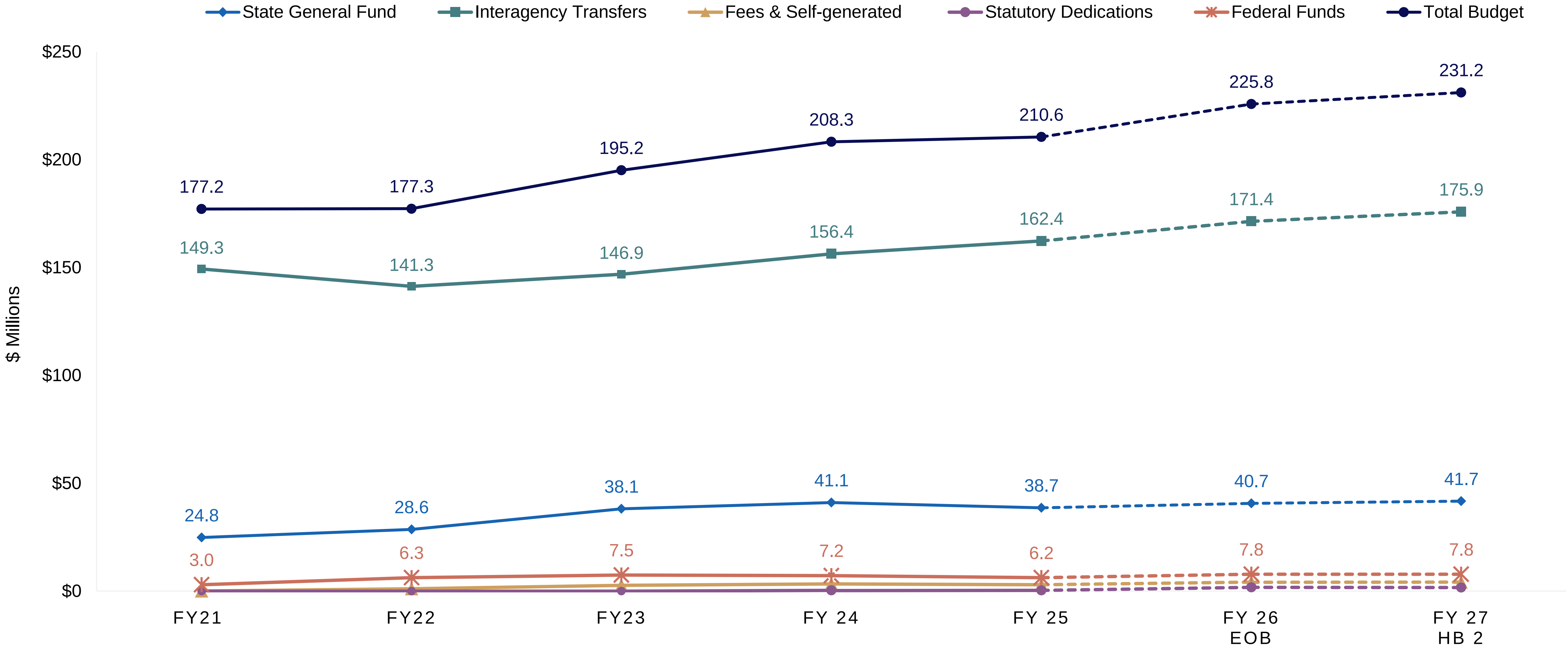
Means of Finance		
State General Fund	$	41,697,831
Interagency Transfers		175,878,801
Fees & Self-generated		4,155,944
Statutory Dedications		1,646,820
Federal Funds		7,816,547
Total	**$**	**231,195,943**

Expenditure Category		
Salaries	$	103,725,751
Other Compensation		1,728,642
Related Benefits		47,376,909
Travel		348,841
Operating Services		6,437,678
Supplies		10,876,312
Professional Services		10,285,042
Other Charges		31,090,480
Interagency Transfers		15,228,488
Acquisitions/Repairs		4,097,800
Total	**$**	**231,195,943**



Historical Spending

Average Annual Spending Change from FY 21 to 25:	11.7%	2.1%	278.2%	27.08%	20.1%	4.4%



Funding Comparison

Means of Finance	FY 25 Actual Expenditures		FY 26 Existing Operating Budget 12/1/25		FY 27 HB1 Budget		Change Existing Operating Budget to HB1			Change Actual Expenditures to HB1		
SGF	$	38,663,304	$	40,721,095	$	41,697,831	$	976,736	2.4%	$	3,034,527	7.8%
IAT		162,369,523		171,421,533		175,878,801		4,457,268	2.6%		13,509,278	8.3%
FSGR		2,952,336		4,140,613		4,155,944		15,331	0.4%		1,203,608	40.8%
Stat Ded		348,590		1,743,513		1,646,820		(96,693)	(5.5%)		1,298,230	372.4%
Federal		6,220,272		7,816,547		7,816,547		0	0.0%		1,596,275	25.7%
Total	**$**	**210,554,025**	**$**	**225,843,301**	**$**	**231,195,943**	**$**	**5,352,642**	**2.4%**	**$**	**20,641,918**	**9.8%**

Significant funding changes compared to the FY 26 Existing Operating Budget

State General Fund

$976,736 net increase primarily due to the following:

- $879,029 net increase for standard statewide adjustments to personnel services
- $223,528 increase for Office of Technology Services
- ($176,027) decrease for retirement rate changes

Interagency Transfers

$4.5 M net increase primarily due to the following:

- $4.1 M increase for acquisitions and major repairs at Pinecrest Supports and Services Center and at Central Louisiana Supports and Services
- $3.9 M net increase for standard statewide adjustments to personnel services
- ($3.7 M) decrease for non-recurring acquisitions

Statutory Dedications

($96,693) net decrease due to the following:

- ($108,693) removal of funds carried into FY 26 from the Disability Services Fund
- $12,000 funding from the Disability Services Fund for travel, training, educational and promotional activities

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 98,930,486	$ 98,933,142	$ 103,725,751	$ 4,792,609	4.8%	$ 4,795,265	4.8%
Other Compensation	2,146,093	1,868,793	1,728,642	(140,151)	(7.5%)	(417,451)	(19.5%)
Related Benefits	44,744,789	47,236,076	47,376,909	140,833	0.3%	2,632,120	5.9%
Travel	136,728	348,841	348,841	0	0.0%	212,113	155.1%
Operating Services	7,164,199	6,437,678	6,437,678	0	0.0%	(726,521)	(10.1%)
Supplies	10,377,151	10,876,312	10,876,312	0	0.0%	499,161	4.8%
Professional Services	8,860,813	10,035,042	10,285,042	250,000	2.5%	1,424,229	16.1%
Other Charges	20,770,936	31,187,173	31,090,480	(96,693)	(0.3%)	10,319,544	49.7%
Interagency Transfers	15,114,650	15,007,577	15,228,488	220,911	1.5%	113,838	0.8%
Acquisitions/Repairs	2,348,179	3,912,667	4,097,800	185,133	4.7%	1,749,621	74.5%
Total	**$ 210,594,024**	**$ 225,843,301**	**$ 231,195,943**	**$ 5,352,642**	**2.4%**	**$ 20,601,919**	**9.8%**

Significant expenditure changes compared to the FY 26 Existing Operating Budget

Personnel Services	Professional Services	Interagency Transfers	Acquisitions/Repairs
$4.8 M increase due to various standard statewide adjustments such as employee pay raises, retirement rate changes, and savings from vacant positions	$250,000 increase for architectural planning to assess current facility conditions, evaluate existing client needs, and project future requirements at Pinecrest Supports and Services Center	$220,911 increase for various statewide adjustments to Civil Service fees, Office of State Procurement, OTS, Office of Risk Management, rent in state owned buildings, and UPS fees	$185,133 net increase primarily due to: • $4.1 M increase for equipment and repairs at Pinecrest and Central Louisiana Supports and Services Centers • ($3.9 M) to remove funding that has been expended from the prior and current year for acquisitions

Medicaid

Overview

Medical Vendor Administration

- Determines Medicaid eligibility determination and enrolls individuals
- Oversees Medicaid's enterprise systems that handle most Medicaid provider relations functions, including processing provider claims and issuing payments, enrolling providers, and detecting and combating fraud
- Financial Management ensures the state can fund its share of Medicaid expenditures, safeguards funds by making proper payments to providers, recovering misspent funds and accurately reporting costs for federal reimbursement.
- Program Integrity – Focuses resources on specific Medicaid activities such as provider enrollment compliance, managed care compliance, Unified Program Integrity Contractor (UPIC), payment error rate measurement (PERM), Surveillance and Utilization Review System (SURS and Beneficiary fraud investigations.
- Economic Independence (SNAP) Unit – provides monthly food benefits to low income households, along with cash assistance from the Family Independence Temporary Assistance Program (FITAP) and Kinship Care Subsidy Program (KCSP through the Temporary Assistance for Needy Families (TANF) grant.

Medical Vendor Payments

- Makes payments to private and public providers for Medicaid-eligible payments through Managed Care per-member-per-month payments or for claims on fee-for-service
- Provides waiver services for home and community-based services (HCBS)
- Pays monthly Medicare Part A or B premiums for eligible recipients
- Pays providers for a portion of services rendered in which payment was not received
- Pays providers a portion of the difference between what traditional Medicaid covers and the cost to provide care
- Pays the cost of training physicians in Louisiana hospitals

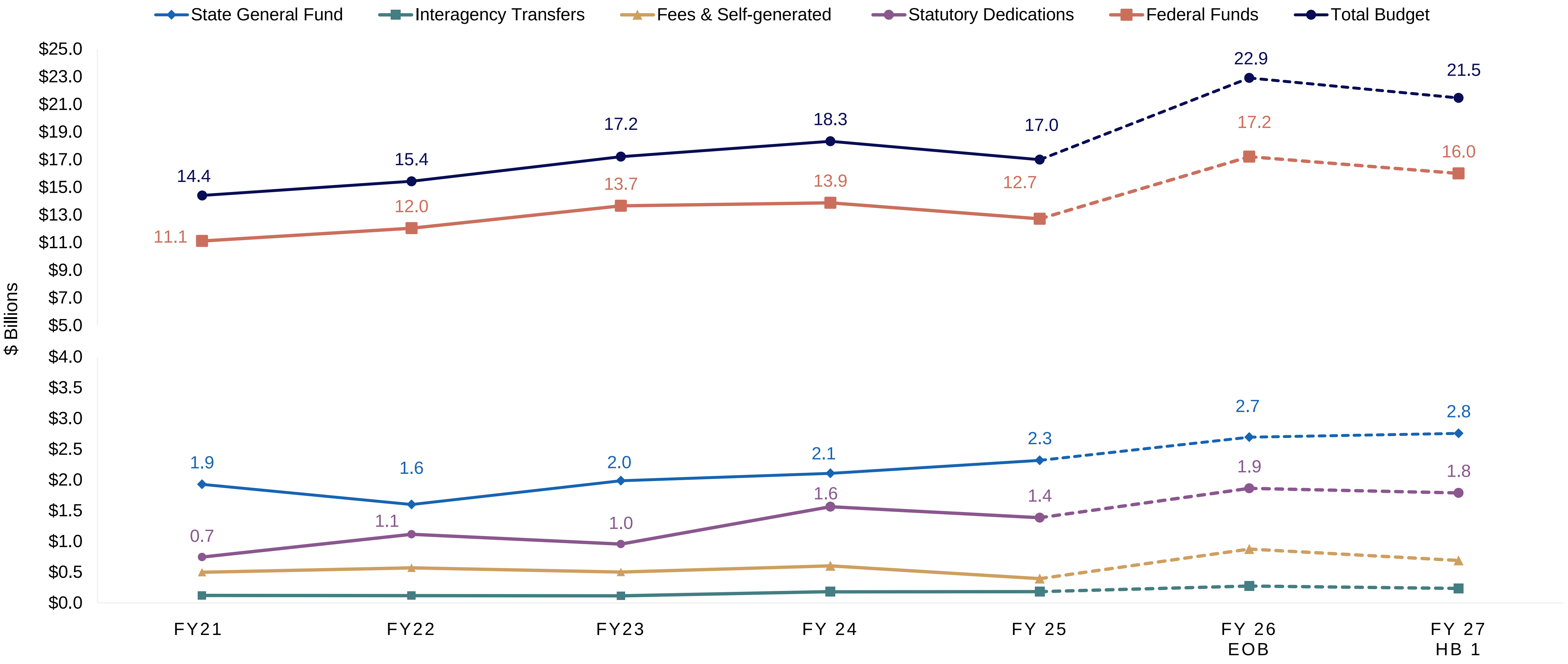
FY 27 Budget Recommendation

Means of Finance		
State General Fund	$	2,756,793,358
Interagency Transfers		234,430,554
Fees & Self-generated		689,765,153
Statutory Dedications		1,787,836,998
Federal Funds		15,995,736,759
Total	**$**	**21,464,562,822**

Expenditure Category		
Salaries	$	129,877,038
Other Compensation		2,060,707
Related Benefits		66,382,726
Travel		338,668
Operating Services		8,064,799
Supplies		411,862
Professional Services		265,600,339
Other Charges		20,357,479,216
Interagency Transfers		634,347,467
Acquisitions/Repairs		0
Total	**$**	**21,464,562,822**

Historical Spending

Average Annual Spending Change from FY 21 to 25:	***4.7%***	***10.8%***	***(5.6%)***	***16.8%***	***6.7%***	***4.2%***

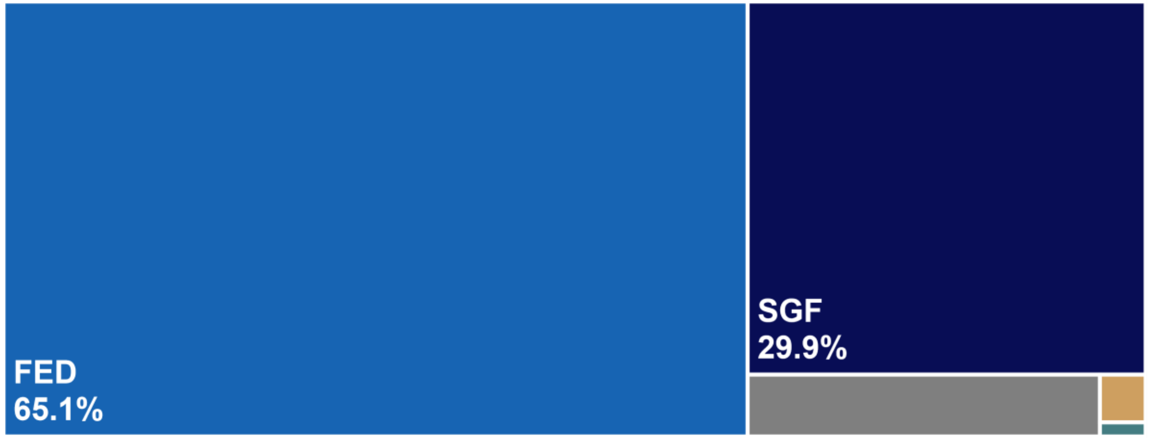


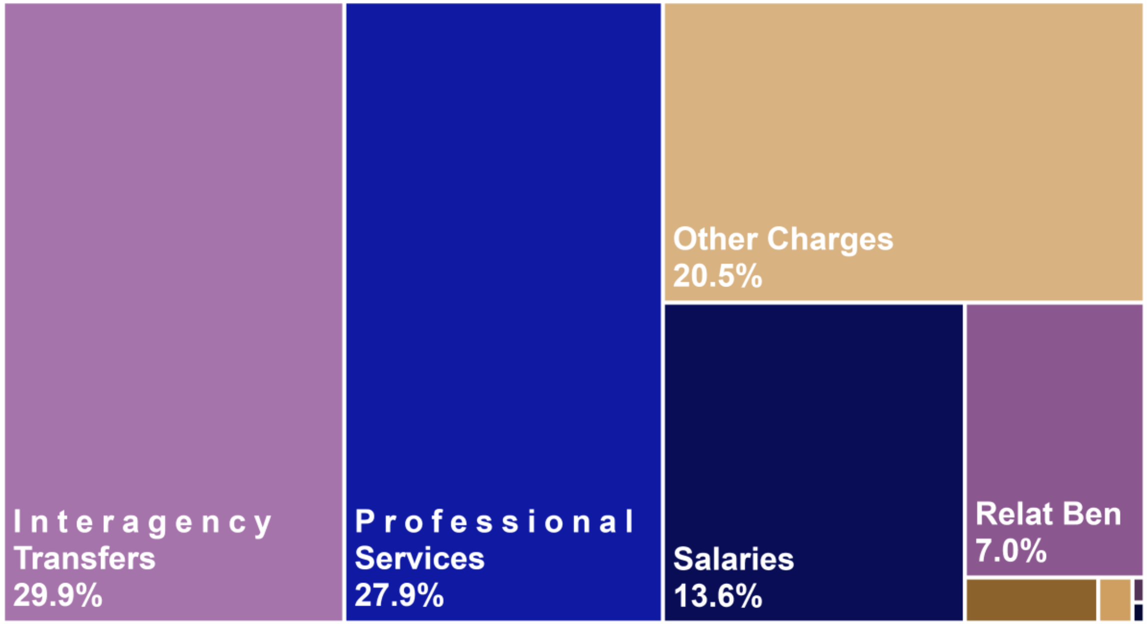
Medical Vendor Administration

FY 27 Budget Recommendation

Means of Finance		
State General Fund	$	285,025,491
Interagency Transfers		41,665,571
Fees & Self-generated		4,200,000
Statutory Dedications		1,228,748
Federal Funds		620,282,391
Total	**$**	**952,402,201**

Expenditure Category		
Salaries	$	129,877,038
Other Compensation		2,060,707
Related Benefits		66,382,726
Travel		338,668
Operating Services		8,064,799
Supplies		411,862
Professional Services		265,600,339
Other Charges		194,865,447
Interagency Transfers		284,800,615
Acquisitions/Repairs		0
Total	**$**	**952,402,201**





Funding Comparison

Means of Finance	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
SGF	$ 140,303,683	$ 198,469,654	$ 285,025,491	$ 86,555,837	43.6%	$ 144,721,808	103.1%
IAT	0	41,665,571	41,665,571	0	0.0%	41,665,571	0.0%
FSGR	0	4,200,000	4,200,000	0	0.0%	4,200,000	0.0%
Stat Ded	929,940	7,131,794	1,228,748	(5,903,046)	(82.8%)	298,808	32.1%
Federal	291,543,340	605,158,824	620,282,391	15,123,567	2.5%	328,739,051	112.8%
Total	**$ 432,776,963**	**$ 856,625,843**	**$ 952,402,201**	**$ 95,776,358**	**11.2%**	**$ 519,625,238**	**120.1%**

Funding Comparison

Significant funding changes compared to the FY 26 Existing Operating Budget		
State General Fund	**Statutory Dedications**	**Federal Funds**
$86.6 M increase primarily due to: • $42.3 M increase in state match for SNAP administration services in accordance with the One Big Beautiful Bill Act (OBBA) (match is going from 50% to 75%) • $26.5 M increase in funding needed for OTS fees • $13.9 M annualizes funding for the transfer of SNAP from DCFS • $1.4 M increase to replace funds from the Medical Assistance Programs Fraud Detection Fund due to ACT 401 of 2025 RS • $1.3 M increase for standard statewide adjustments such as employee pay raises and salary adjustments, group insurance, retirement rate adjustment, civil service fees, Office of Risk Management, etc. • $484,968 for increased personnel costs for Medicaid administration in the Office of the Secretary • $455,242 increase to renew a contract to develop and maintain a cost accounting and reporting system to support Medicaid case mix	($5.9 M) decrease primarily due to: • ($4.5 M) decrease in the Modernization and Security Fund • ($1.4 M) decrease in the Medical Assistance Programs Fraud Detection Fund due to ACT 401 of 2025 RS	$15.1 M net increase primarily due to: • ($42.3 M) reduction in federal funding for SNAP administration services in accordance with OBBA • $26.5 M increase in funding needed for OTS fees • $23.7 M to annualize funding for the transfer of SNAP from DCFS • ($5.4 M) to remove of funds from FY 25 carried into FY 26 • $4.5 M for a modernization of Medicaid cost reporting system • $2.7 M funding for the statewide crisis hub contract supporting the Louisiana Crisis Response System, administered by OBH • $1.9 M funding for Pre-admission Screening Resident Review (PASRR) Level II evaluations and IT systems for OBH • $1.8 M funding for standard statewide adjustments such as employee pay raises and salary adjustments, group insurance, retirement rate adjustment, civil service fees, Office of Risk Management, etc. • $484,968 funding for increased personnel costs for Medicaid administration in the Office of the Secretary • $455,242 increase to renew a contract to develop and maintain a cost accounting and reporting system to support Medicaid case mix

Medical Vendor Administration

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 59,643,881	$ 109,451,183	$ 129,877,038	$ 20,425,855	18.7%	$ 70,233,157	117.8%
Other Compensation	3,914,051	2,011,159	2,060,707	49,548	2.5%	(1,853,344)	(47.4%)
Related Benefits	35,713,372	58,794,654	66,382,726	7,588,072	12.9%	30,669,354	85.9%
Travel	207,048	322,872	338,668	15,796	4.9%	131,620	63.6%
Operating Services	3,510,027	7,175,047	8,064,799	889,752	12.4%	4,554,772	129.8%
Supplies	123,844	404,348	411,862	7,514	1.9%	288,018	232.6%
Professional Services	127,187,675	278,899,583	265,600,339	(13,299,244)	(4.8%)	138,412,664	108.8%
Other Charges	43,490,876	194,663,474	194,865,447	201,973	0.1%	151,374,571	348.1%
Interagency Transfers	158,986,190	204,903,523	284,800,615	79,897,092	39.0%	125,814,425	79.1%
Acquisitions/Repairs	0	0	0	0	0.0%	0	0.0%
Total	**$ 432,776,964**	**$ 856,625,843**	**$ 952,402,201**	**$ 95,776,358**	**11.2%**	**$ 519,625,237**	**120.1%**

Expenditure Comparison

Compared to the FY 26 Existing Operating Budget

Personnel Services	Professional Services	Interagency Transfers
$28.1 M net increase primarily due to the following: • $25.3 M increase to annualize SNAP expenditures • $8.7 M increase for employee pay raises and salary adjustments • ($5.1 M) reduction due to projected savings for vacant positions • ($1.6 M) decrease from the retirement rate adjustment • $1.2 M for Group Insurance adjustment • ($1.1 M) decrease from personnel reductions according to ACT 1 of 2025 RS • $286,000 increase for Civil Service Training Series	($13.3 M) net decrease primarily due to the following: • ($18.8 M) decrease from the transfer of funds to OAAS for Pre-Admission Screening and Resident Review (PASRR) for individuals seeking admission to a Medicaid-certified nursing facility • $4.5 M increase for the modernization of Medicaid cost reporting system • $910,484 increase for a for a contract renewal to develop and maintain a cost accounting, processing and reporting system for Medicaid's case mix reimbursement methodology for nursing facilities • ($395,387) removal of expenditures that occurred in FY 25 and were carried into FY 26	$79.9 M net increase primarily due to: • $53 M to the Office of Technology Services • $19.3 M to the OAAS for contract for Pre-Admission Screening and Resident Review (PASRR) • ($5.3 M) to remove expenditures from FY 25 that were carried into FY 26 • $4.8 M increase to annualize SNAP expenditures • $4.7 M increase to OBH for the statewide crisis hub contract supporting the Louisiana Crisis Response System and for Pre-admission Screening Resident Review (PASRR) • $1.3 M for rent and maintenance in state-owned buildings • $969,936 increase to the Office of the Secretary for increased personnel costs associated with Medicaid administrative activities • $926,510 increase for various statewide expenditures

Medical Vendor Payments

FY 27 Budget Recommendation

Means of Finance		
State General Fund	$	2,471,767,867
Interagency Transfers		192,764,983
Fees & Self-generated		685,565,153
Statutory Dedications		1,786,608,250
Federal Funds		15,375,454,368
Total	**$**	**20,512,160,621**

Expenditure Category		
Salaries	$	0
Other Compensation		0
Related Benefits		0
Travel		0
Operating Services		0
Supplies		0
Professional Services		0
Other Charges		20,162,613,769
Interagency Transfers		349,546,852
Acquisitions/Repairs		0
Total	**$**	**20,512,160,621**

Funding Comparison

Means of Finance	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
SGF	$ 2,178,584,751	$ 2,494,809,223	$ 2,471,767,867	$ (23,041,356)	(0.9%)	$ 293,183,116	13.5%
IAT	183,308,182	230,513,518	192,764,983	(37,748,535)	(16.4%)	9,456,801	5.2%
FSGR	394,555,454	870,061,609	685,565,153	(184,496,456)	(21.2%)	291,009,699	73.8%
Stat Ded	1,384,789,286	1,854,654,780	1,786,608,250	(68,046,530)	(3.7%)	401,818,964	29.0%
Federal	12,425,269,024	16,607,196,594	15,375,454,368	(1,231,742,226)	(7.4%)	2,950,185,344	23.7%
Total	**$ 16,566,506,697**	**$ 22,057,235,724**	**$ 20,512,160,621**	**$ (1,545,075,103)**	**(7.0%)**	**$ 3,945,653,924**	**23.8%**

Medical Vendor Payments

Significant funding changes compared to the FY 26 Existing Operating Budget				
State General Fund	**Interagency Transfers**	**Fees and Self-generated**	**Statutory Dedications**	**Federal Funds**
($23 M) net decrease primarily due to: • ($42.4 M) to remove FY 25 funds carried into FY 26 • $28.8 M increase for the MCO adjustment that factors in utilization, enrollment, pharmacy rebates, and premium tax changes • ($26.9 M) decrease to replace SGF with Federal funds due to increases in the FMAP rate • $8.3 M for the nursing home inflationary adjustment • $2.7 M for the Intermediate Care Facilities for the Developmentally Disabled (ICF/DDs) inflationary adjustment • $2 M increase for enrollment changes in Long Term-Personal Care Services • ($2 M) decrease to transfer the statewide crisis hub to OBH • $1.7 M increase for the managed care Dental Benefit Program • $1.3 M increase to the Upper Payment Limit (UPL) payments for nursing facilities • $841,082 for the Program of All-Inclusive Care for the Elderly (PACE)	($37.7 M) decrease primarily due to: • ($35.7 M) to remove FY 25 funds carried into FY 26 • ($1.1 M) decrease in transfers from OGB for CHIP Phase V and being Family Opportunity Act premiums that are now collected by LDH • (972,662) decrease for a MOF swap replacing IAT with Federal funds due to increases in the FMAP rate	($184.5 M) net decrease primarily due to: • (183.9 M) to remove FY 25 funds carried into FY 26 • ($1.7 M) MOF swap replacing FSGR with Federal funds due to increases in the FMAP rate • $1.1 M increase to replace reduced transfers from Office of Group Benefits for CHIP Phase V and Family Opportunity Act premiums that are now collected by LDH	($68 M) net decrease primarily due to: • ($49.4 M) to remove FY 25 funds carried into FY 26 • $6.7 M increase to annualize funding from the Community Option Waiver Fund for 750 Community Choice waiver slots phased in during FY 26 • ($1.7 M) MOF swap replacing funding from the Medicaid Trust Fund for the Elderly with SGF based on REC forecast • ($1.3 M) MOF swap replacing funds from the Health Excellence Fund with SGF based on REC forecast	($1.2 B) net decrease primarily due to: • ($1.1 B) to remove FY 25 funds carried into FY 26 • ($213.9 M) decrease for the MCO adjustment that factors in utilization, enrollment, pharmacy rebates, and premium tax changes • $29.6 M increase to replace SGF due to increases in the FMAP rate • $17.7 M for the nursing home inflationary adjustment • $14.3 M increase to annualize funding from the Community Option Waiver Fund for 750 Community Choice waiver slots phased in during FY 26 • $5.8 M for Intermediate Care Facilities for the Developmentally Disabled (ICF/DDs) inflationary adjustment • $4.8 M for the managed care dental benefits • $4.3 M increase for enrollment changes in Long-Term Personal Care Services • $3 M increase to UPL payments for nursing facilities • $1.8 M increase to PACE initiatives

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 0	$ 0	$ 0	$ 0	0.0%	$ 0	0.0%
Other Compensation	0	0	0	0	0.0%	0	0.0%
Related Benefits	0	0	0	0	0.0%	0	0.0%
Travel	0	0	0	0	0.0%	0	0.0%
Operating Services	0	0	0	0	0.0%	0	0.0%
Supplies	0	0	0	0	0.0%	0	0.0%
Professional Services	0	0	0	0	0.0%	0	0.0%
Other Charges	16,292,575,428	21,706,341,805	20,162,613,769	(1,543,728,036)	(7.1%)	3,870,038,341	23.8%
Interagency Transfers	273,931,269	350,893,919	349,546,852	(1,347,067)	(0.4%)	75,615,583	27.6%
Acquisitions/Repairs	0	0	0	0	0.0%	0	0.0%
Total	$ 16,566,506,697	$ 22,057,235,724	$ 20,512,160,621	$ (1,545,075,103)	(7.0%)	$ 3,945,653,924	23.8%

MEDICAID – SIGNIFICANT ADJUSTMENTS (IN MILLIONS)

Adjustment	State General Fund	Interagency Transfers	Fees & Self-Gen Revenue	Statutory Dedications	Federal Funds	TOTAL
Non-recurring Carryforwards	(42.4)	(35.7)	(183.9)	(49.4)	(1,098.6)	(1,410.0)
Means of Financing Swaps	(24.2)	(2.1)	(0.6)	(2.7)	29.6	0.0
MCO Adjustment	28.8	0.0	0.0	(23.6)	(213.9)	(208.7)
Nursing Home Inflation	8.3	0.0	0.0	0.0	17.7	26.0
Intermediate Care Facilities for the Developmentally Disabled (ICF/DD) Inflation	2.7	0.0	0.0	0.0	5.8	8.6
Enrollment changes in Long Term-Personal Care Services (LT-PCS)	2.0	0.0	0.0	0.0	4.3	6.4
Transfer to OBH for Louisiana Crisis Response System	(2.0)	0.0	0.0	0.0	0.0	(2.0)
Dental Benefit Program	1.7	0.0	0.0	0.9	4.8	7.4
UPL payments for nursing facilities	1.4	0.0	0.0	0.0	3.0	4.3
Program of All-Inclusive Care for the Elderly (PACE)	0.8	0.0	0.0	0.0	1.8	2.6
Non-recurring UCC payments	(0.6)	0.0	0.0	0.0	(1.4)	(2.0)
Rural Health Clinics	0.5	0.0	0.0	0.0	1.1	1.6
Annualization of 750 Community Choice waiver slots	0.0	0.0	0.0	6.7	14.3	21.0
Other Adjustments	(0.1)	0.0	0.0	0.0	(0.2)	(0.2)
Total	**($23.0)**	**($37.7)**	**($184.5)**	**($68.0)**	**($1,231.7)**	**($1,545.1)**

Significant Adjustments (In Millions)

Managed Care Organization Adjustments

Adjustment	SGF	FSGR	IAT	Stat Ded	Federal	Total	Description
Enrollment Adjustment	92.73	0.00	0.00	(75.79)	(688.22)	(671.28)	Reflects projected enrollment changes which included policy changes with HR 1 (One Big Beautiful Bill Act), including work and community engagement requirements. Projected enrolment is expected to decrease by 21,091.
Utilization Adjustment	(75.32)	0.00	0.00	61.56	559.30	545.54	Reflects changes due to service utilization and trends for services covered under Healthy Louisiana. The utilization rate increased by 2.8% for the Non-Expansion group and 6.3% increase for the Expansion group.
NEMT & HCBS Directed Payment	(0.89)	0.00	0.00	0.73	6.63	6.46	Recruitment and retention bonuses for NEMT (Non-Emergency Medical Transpiration) services, and skilled nursing services provided under the extended home health program.
Rebate Adjustment	12.31	0.00	0.00	(10.06)	(91.35)	(89.10)	Rebates collected offset expenditures. Enrollment indirectly affects drug rebate invoices. As enrollment decreases the number of drug claims decrease meaning there are less claims eligible for rebates. Pharmacy projections are reducing because of pharmacy brand/generic changes, enrollment changes, and potential changes in the pharmacy benefits.
Adjustment Total	**$28.83**	**$0.00**	**$0.00**	**($23.56)**	**($213.65)**	**($208.38)**	

** Means of financing is estimated based on the proportionate change in each means of finance over the total adjustment applied to each specific line*

Significant Adjustments (In Millions)

Means of Finance Swaps

Adjustment	State General Fund	Interagency Transfers	Fees & Self-Gen. Revenue	Statutory Dedications	Federal Funds	TOTAL
FMAP rate changes*	(26.9)	(1.0)	(1.7)	0.0	29.6	0.0
Replaces Medicaid Trust Fund for the Elderly with SGF based on REC projectons	1.7	0.0	0.0	(1.7)	0.0	0.0
Replacing Health Excellence Fund with SGF based on REC projections	1.4	0.0	0.0	(1.4)	0.0	0.0
Replaces Louisiana Fund with SGF based on REC projectons	(0.4)	0.0	0.0	0.4	0.0	0.0
Total	**($24.2)**	**($1.0)**	**($1.7)**	**($2.7)**	**$29.6**	**$0.0**

* Base FMAP is increasing, the blended FMAP is increasing by 0.17%, UCC is increasing by 0.31%, and LaCHIP is increasing by 0.13%

One Big Beautiful Bill Act

H.R. 1 "One Big Beautiful Bill Act" (OBBA) of the 119th Congress has several provisions that will impact the SNAP and Medicaid programs.

January 1, 2027

- Medicaid redetermination frequency doubles. Individuals enrolled through Medicaid expansion will have eligibility redeterminations every 6 months, not annually.
- Medicaid work/community engagement requirements begin. Able-bodied adults aged 19–64, will be required to perform 80 hours per month of work, community service, education, or income equivalent ($580/month).

October 1, 2027

- Medicaid - The law lowers the maximum allowable provider tax rates, which will ultimately reduce the amount of managed care premium taxes and hospital assessments collected. Louisiana's managed care premium tax is currently below the allowable maximum; therefore, the state will not experience a reduction in managed care premium tax collections until October 2028. Beginning at that time, the maximum allowable rate will decrease by 0.5 % annually until reaching 3.5% in 2032.
- SNAP - Increase in the state matching requirement for SNAP benefits from 0% to 5% if the error rate is over 6%. This equates to $95 M in additional SGF if the error rate is over the 6% threshold.

January 1, 2028

- Medicaid - Reduction in the payment limit for state directed payments. Currently the upper payment limit is the average commercial rate. The law grandfathers in approved state directed payments until January 1, 2028. Then the payment rate will be 100% of the Medicare payment rate, which is lower.

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Office of Public Health	Tonya Joiner	225.342.8810
Office of Behavioral Health	Holly Howat	225.342.1435
Office for Citizens w/Developmental Disabilities	Bernard Brown	225.342.0095
Developmental Disabilities Council	Ebony Haven	225.342.6804
Office of the Surgeon General	Evelyn Griffin	225.342.0236
LA Emergency Response Network	Paige Hargrove	225.756.3440
Human Services Authorities/Districts	***Agency Head***	***Phone***
Jefferson Parish Human Services Authority	Rosanna Derbes	504.235.1122
Florida Parishes Human Services Authority	Richard Kramer	985.748.2220
Capital Area Human Services District	Jan Laughinghouse	225.922.2700
Metropolitan Human Services District	Rochelle Head-Dunham	504.568.3130
South Central LA Human Services Authority	Kristin Bonner	985.858.2932
Acadiana Area Human Services District	Brad Farmer	337.262.4190
Northeast Delta Human Services Authority	Monteic Sizer	318.362.3020
Imperial Calcasieu Human Services Authority	Tanya McGee	337.475.4869
Central Louisiana Human Services Authority	Rebecca Craig	318.487.5191
Northwest La. Human Services Authority	Doug Efferson	318.862.3086

LDH Agencies (Continued)

Developmental Disabilities Council

Overview

The Louisiana Developmental Disabilities Council is made up of twenty-eight people from across the state who are appointed by the Governor to develop and implement a five year plan to address needed changes in the service delivery system for persons with developmental disabilities. Membership includes persons with developmental disabilities, parents, advocates and representatives from public and private agencies. Several members rotate off the Council each year and applications for new members are always welcomed

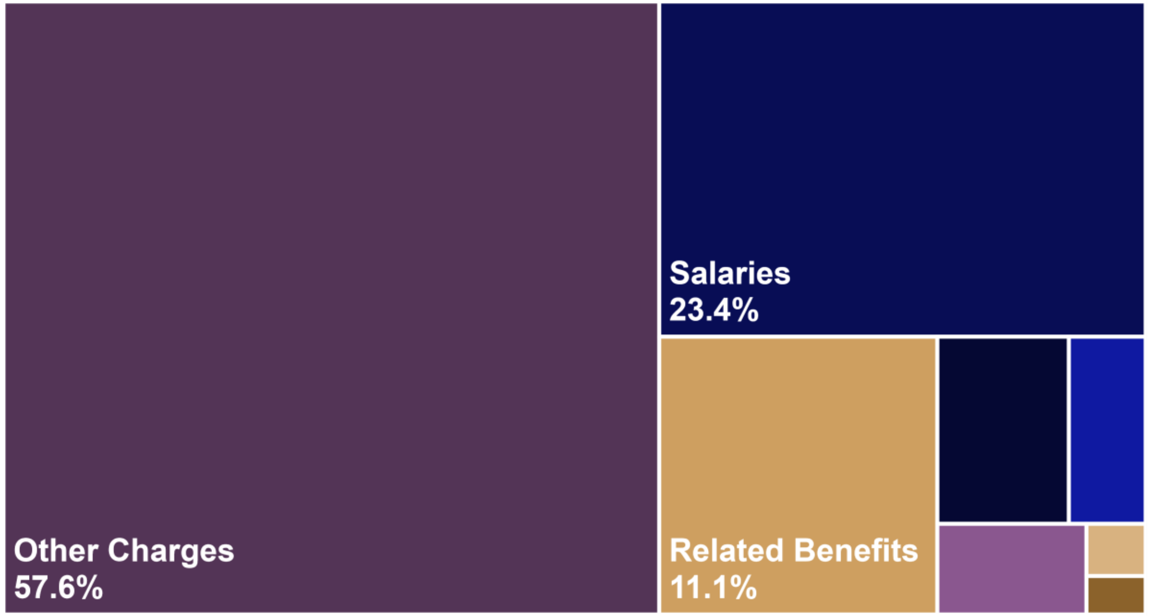
The Council engages in advocacy, systems change, and capacity building activities that contribute to a coordinated, individual and family-centered, individual and family-directed comprehensive system of community services, individualized supports, and other forms of assistance that enable individuals with developmental disabilities to exercise self-determination, be independent, be productive, and be integrated and included in all facets of community life

Louisiana Developmental Disabilities Council

FY 27 Budget Recommendation

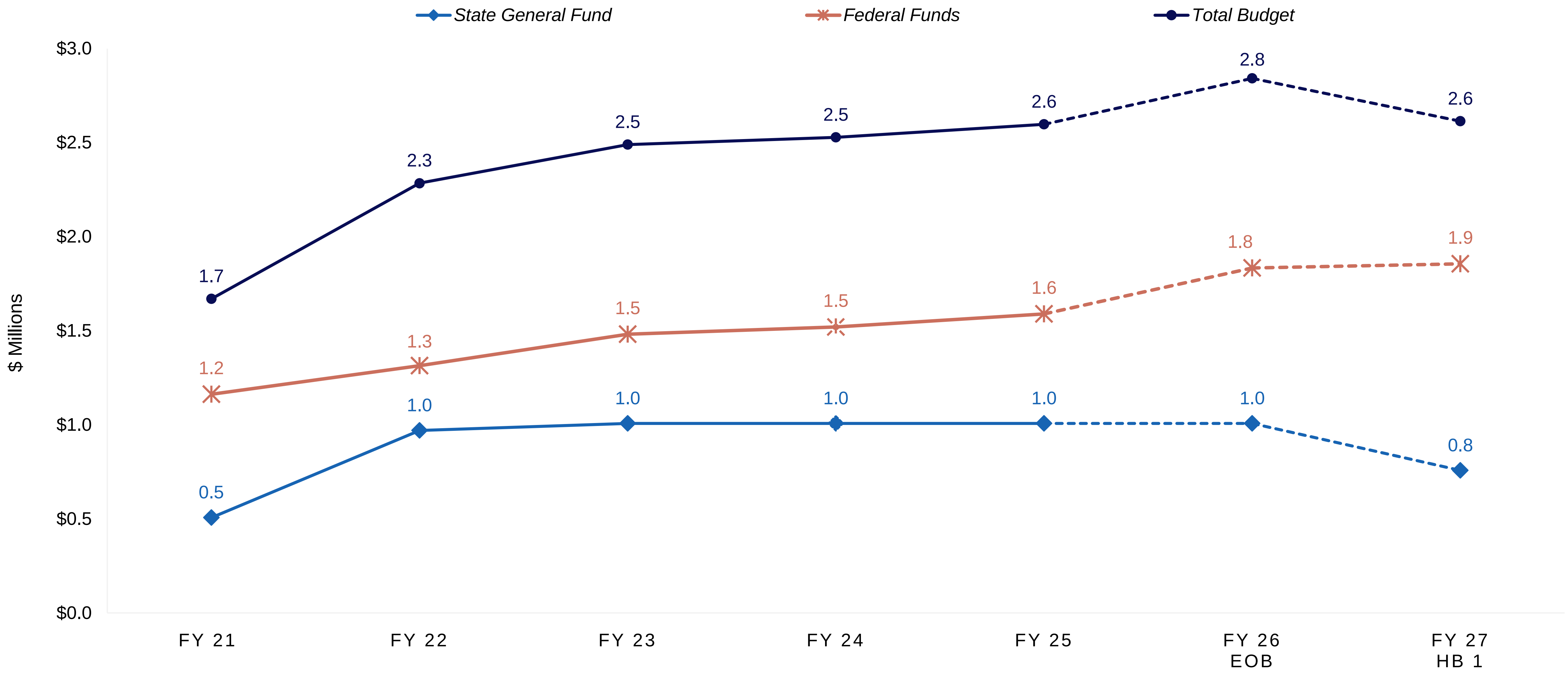
Means of Finance		
State General Fund	$	757,517
Interagency Transfers		0
Fees & Self-generated		0
Statutory Dedications		0
Federal Funds		1,856,062
Total	**$**	**2,613,579**

Expenditure Category		
Salaries	$	610,989
Other Compensation		0
Related Benefits		289,243
Travel		50,500
Operating Services		91,985
Supplies		8,500
Professional Services		0
Other Charges		1,504,517
Interagency Transfers		53,845
Acquisitions/Repairs		4,000
Total	**$**	**2,613,579**



Historical Spending

Average Annual Spending Change from FY 21 to 25:	18.7%	8.1%	18.7%



Funding Comparison

Means of Finance	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
SGF	$ 1,007,517	$ 1,007,517	$ 757,517	$ (250,000)	(24.8%)	$ (250,000)	(24.8%)
IAT	0	0	0	0	0.0%	0	0.0%
FSGR	0	0	0	0	0.0%	0	0.0%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	1,589,788	1,834,480	1,856,062	21,582	1.2%	266,274	16.7%
Total	**$ 2,597,305**	**$ 2,841,997**	**$ 2,613,579**	**$ (228,418)**	**(8.0%)**	**$ 16,274**	**0.6%**

Significant funding changes compared to the FY 26 Existing Operating Budget	
State General Fund	**Federal Funds**
($250,000) decrease due to the removal of one-time funding for Families Helping Families	$21,582 increase due to various standard statewide adjustments

DEVELOPMENTAL DISABILITIES COUNCIL

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures		FY 26 Existing Operating Budget 12/1/25		FY 27 HB1 Budget		Change Existing Operating Budget to HB1			Change Actual Expenditures to HB1		
Salaries	$	524,718	$	604,431	$	610,989	$	6,558	1.1%	$	86,271	16.4%
Other Compensation		0		0		0		0	0.0%		0	0.0%
Related Benefits		245,301		279,104		289,243		10,139	3.6%		43,942	17.9%
Travel		23,939		50,500		50,500		0	0.0%		26,561	111.0%
Operating Services		81,119		91,985		91,985		0	0.0%		10,866	13.4%
Supplies		2,538		8,500		8,500		0	0.0%		5,962	234.9%
Professional Services		0		0		0		0	0.0%		0	0.0%
Other Charges		1,692,183		1,754,517		1,504,517		(250,000)	(14.2%)		(187,666)	(11.1%)
Interagency Transfers		27,506		50,642		53,845		3,203	6.3%		26,339	95.8%
Acquisitions/Repairs		0		2,318		4,000		1,682	72.6%		4,000	0.0%
Total	**$**	**2,597,304**	**$**	**2,841,997**	**$**	**2,613,579**	**$**	**(228,418)**	**(8.0%)**	**$**	**16,275**	**0.6%**

Significant expenditure changes compared to the FY 26 Existing Operating Budget	
Personnel Services	**Other Charges**
$16,697 increase due to various statewide adjustments to salaries and related benefits such as pay raises, retirement rate changes and savings from vacant positions	($250,000) decrease due to the removal of one-time funding for Families Helping Families

Overview

The Office of Aging and Adult Services aims to develop, provide and enhance services that offer meaningful choices for people in need of long-term care. The office is committed to developing a long-term care system that provides choice, ensure quality, meets the needs of consumers and caregivers, and does so in a fiscally responsible manner.

LOUISIANA DEPARTMENT OF HEALTH
Aging and Adult Services

Services:

Facility-Based Programs

Nursing facility provides 24-hour care for rehabilitative, restorative and ongoing skilled-nursing care to patients or residents in need of assistance with activities of daily living such as bathing, dressing, transferring, toileting and eating.

Home & Community-Based Services

Various waiver and state plan programs for individuals who are elderly or have disabilities, assisting them to remain in their homes and in the community.

Long-Term Care System Change

Provides access to non-institutional, home and community-based alternatives with a goal of assisting people to remain a part of their communities. Also provides institutionally-based services, services in alternative residential and community settings and personal supports and services provided to people in their homes..

Permanent Supportive Housing

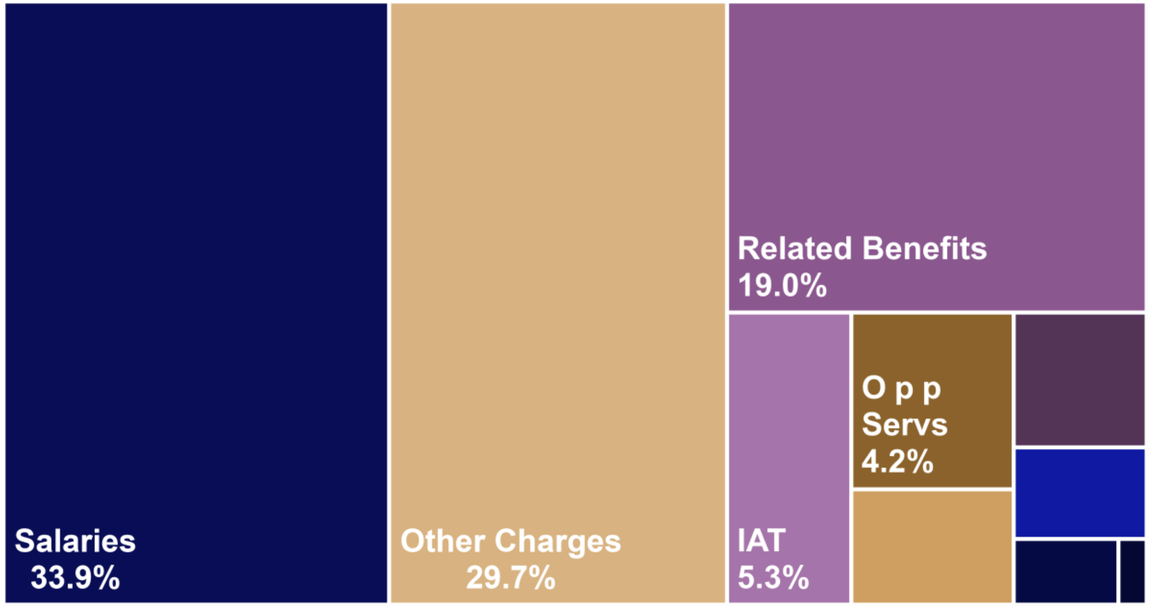
Links affordable rental housing with voluntary, flexible, and individualized services to people with severe and complex disabilities, enabling them to live successfully in the community.

OFFICE OF AGING AND ADULT SERVICES

FY 27 Budget Recommendation

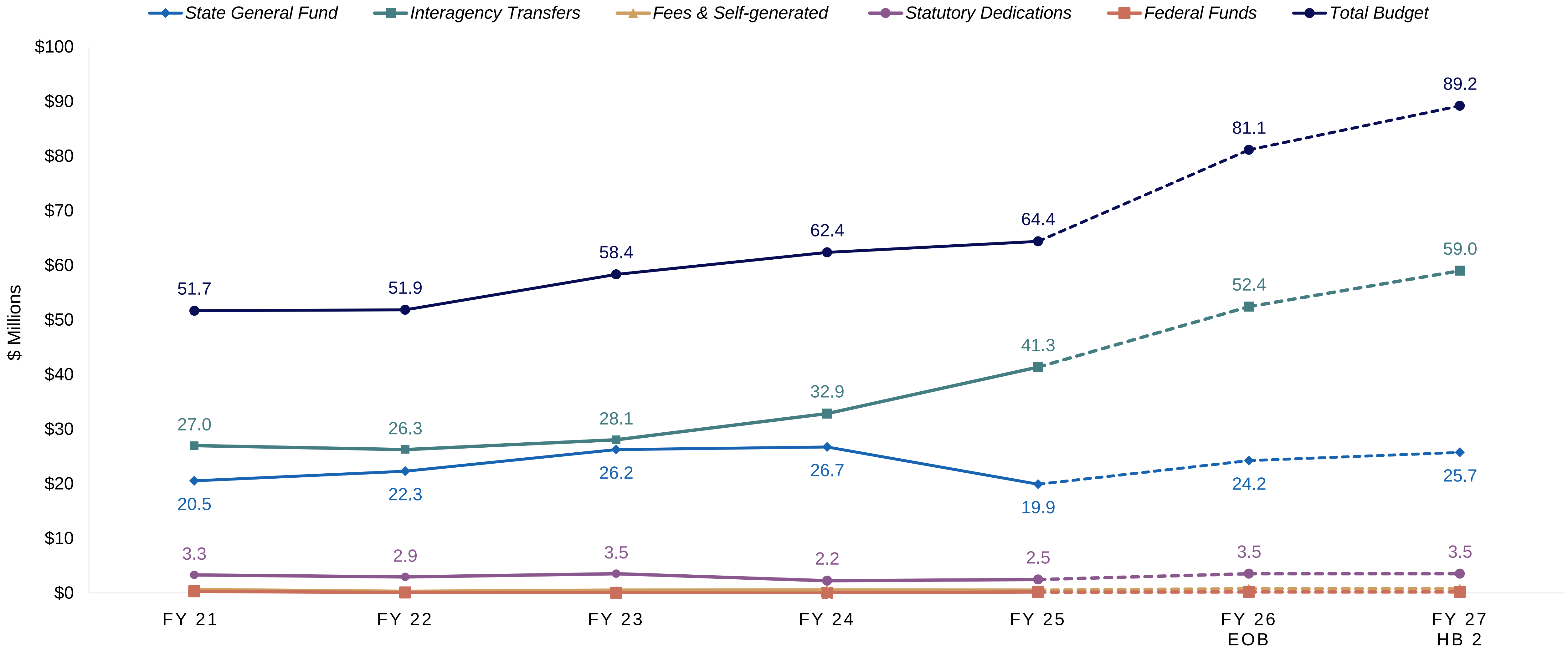
Means of Finance		
State General Fund	$	25,732,346
Interagency Transfers		58,999,307
Fees & Self-generated		782,680
Statutory Dedications		3,508,434
Federal Funds		181,733
Total	**$**	**89,204,500**

Expenditure Category		
Salaries	$	30,219,131
Other Compensation		2,433,613
Related Benefits		16,961,401
Travel		241,033
Operating Services		3,724,939
Supplies		2,329,896
Professional Services		1,584,351
Other Charges		26,491,852
Interagency Transfers		4,721,801
Acquisitions/Repairs		496,483
Total	**$**	**89,204,500**



Historical Spending

Average Annual Spending Change from FY 21 to 25:	(0.7%)	11.3%	(4.3%)	(7.2%)	(12.4%)	5.6%



Funding Comparison

Means of Finance	FY 25 Actual Expenditures		FY 26 Existing Operating Budget 12/1/25		FY 27 HB1 Budget		Change Existing Operating Budget to HB1			Change Actual Expenditures to HB1		
SGF	$	19,913,978	$	24,239,188	$	25,732,346	$	1,493,158	6.2%	$	5,818,368	29.2%
IAT		41,347,340		52,433,221		58,999,307		6,566,086	12.5%		17,651,967	42.7%
FSGR		523,322		782,680		782,680		0	0.0%		259,358	49.6%
Stat Ded		2,450,290		3,508,434		3,508,434		0	0.0%		1,058,144	43.2%
Federal		171,283		181,733		181,733		0	0.0%		10,450	6.1%
Total	**$**	**64,406,213**	**$**	**81,145,256**	**$**	**89,204,500**	**$**	**8,059,244**	**9.9%**	**$**	**24,798,287**	**38.5%**

Significant funding changes compared to the FY 26 Existing Operating Budget	
State General Fund	**Interagency Transfers**
$1.5 M increase primarily due to the following: • $1.1 M increase for various standard statewide adjustments • $215,044 increase for a MOF swap with IAT from Medicaid for 7 positions that qualify for a lower federal match based on job duties • $150,000 increase for contracted services of Pre-Admission screening and Resident Review (PASRR) for individuals seeking admission to Medicaid-certified facilities	$6.6 M net increase primarily due to the following: • $6 M increase in IAT from OCD for the Permanent Supportive Housing (PSH) initiative to provide support services to disabled individuals who are at risk of homelessness or institutionalization • $1.1 M increase for various standard statewide adjustments • ($762,238) reduces IAT from OBH based on historical expenses

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 27,933,775	$ 30,875,408	$ 30,219,131	$ (656,277)	(2.1%)	$ 2,285,356	8.2%
Other Compensation	2,645,140	2,242,804	2,433,613	190,809	8.5%	(211,527)	(8.0%)
Related Benefits	15,039,285	16,852,275	16,961,401	109,126	0.6%	1,922,116	12.8%
Travel	369,625	241,033	241,033	0	0.0%	(128,592)	(34.8%)
Operating Services	3,299,510	3,724,939	3,724,939	0	0.0%	425,429	12.9%
Supplies	1,170,818	2,129,380	2,329,896	200,516	9.4%	1,159,078	99.0%
Professional Services	742,011	1,516,351	1,584,351	68,000	4.5%	842,340	113.5%
Other Charges	9,593,143	19,891,852	26,491,852	6,600,000	33.2%	16,898,709	176.2%
Interagency Transfers	3,612,907	3,671,214	4,721,801	1,050,587	28.6%	1,108,894	30.7%
Acquisitions/Repairs	0	0	496,483	496,483	0.0%	496,483	0.0%
Total	**$ 64,406,214**	**$ 81,145,256**	**$ 89,204,500**	**$ 8,059,244**	**9.9%**	**$ 24,798,286**	**38.5%**

Expenditure Comparison

Compared to the FY 26 Existing Operating Budget

Personnel Services	Other Charges	Interagency Transfers	Acquisitions/Repairs
($356,342) net decrease primarily due to: • ($2.6 M) decrease from savings for vacant positions • $2.1 M increase for employee pay raises and salary adjustments • $1.1 M increase for related benefits adjustment • ($962,754) reduction based on historical expenditures • ($418,771) decrease to the retirement rate adjustment • $367,277 increase to the group insurance rate adjustment	$6.6 M increase due to: • $6 M increase in transfers from OCD for the Permanent Supportive Housing initiative to provide housing support services to disabled individuals who are at risk for homelessness or institutionalizations • $600,000 increase is transfers from MVA for contract services due to increased utilization of Pre-Admission Screening and Resident Review (PASRR) for individuals seeking admission to a Medicaid-certified nursing facility	$1.1 M net increase primarily due to: • $827,940 increase in Office of Technology Services fees • $11,383 increase for Civil Service Fees	$496,483 increase for medical, motorized, and general equipment to provide for medical and physical care needs for residents of Villa Feliciana Medical Complex

Overview

The Louisiana Emergency Response Network (LERN) is charged with the responsibility of developing and maintaining a statewide system of care coordination for patients suddenly stricken by serious traumatic injury or time-sensitive illness.

LOUISIANA EMERGENCY RESPONSE NETWORK

Trauma:

LERN is utilizing two nationally recognized trauma care resources to guide the ongoing development of Louisiana's statewide trauma system. Those resources include the model trauma care systems plan developed by the federal Health Resources and Services Administration (HRSA) and the trauma consultation/verification program created and administered by the American College of Surgeons (ACS) Committee on Trauma (COT).

Stroke:

LERN's ongoing development of Louisiana's statewide stroke care system is guided by the evidence-based "hub and spoke" model that facilitates widespread patient access to lifesaving care and treatment with clot busting medication for treatment of an occlusive stroke within the first few hours. Additionally, LERN facilitates patient access to endovascular capable hospitals for patients with large vessel occlusive strokes.

STEMI:

ST-segment myocardial infarction (STEMI) is the deadliest form of a heart attack that results from the complete closure of a major coronary artery. LERN's ongoing development of Louisiana's statewide STEMI care system is based upon best practice guidelines as established by the American Heart Association's Mission Lifeline and successful systems across the country.

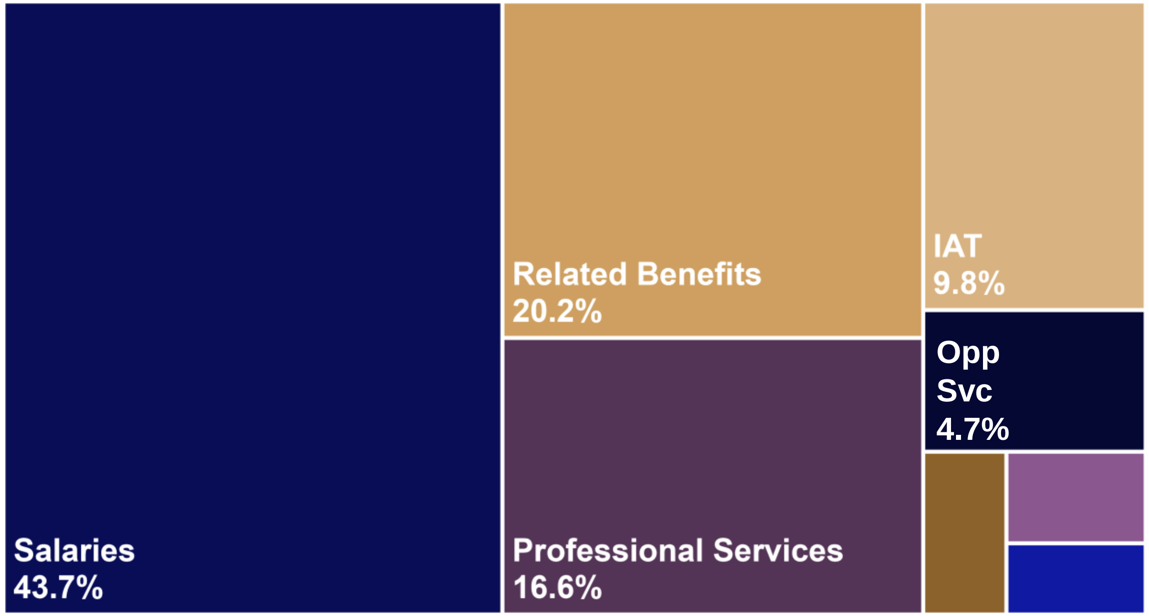
All Disaster Response:

LDH, Center for Community Preparedness coordinates the State's response to public health threats of all types, including natural disasters (like hurricanes, floods, and pandemics) and man-made emergencies (industrial spills and explosions, other large-scale accidents, and terrorist attacks).

FY 27 Budget Recommendation

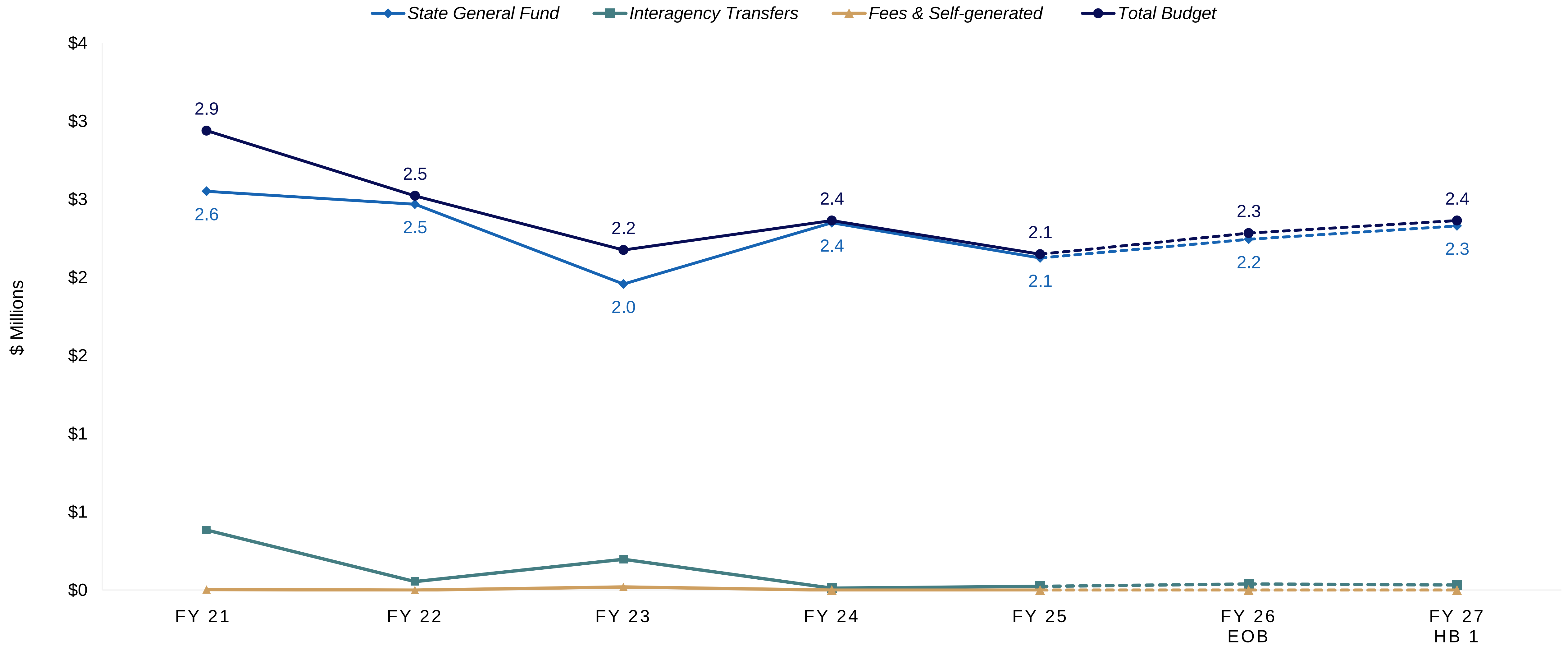
Means of Finance		
State General Fund	$	2,330,843
Interagency Transfers		33,500
Fees & Self-generated		0
Statutory Dedications		0
Federal Funds		0
Total	**$**	**2,364,343**

Expenditure Category		
Salaries	$	1,032,651
Other Compensation		0
Related Benefits		478,174
Travel		43,000
Operating Services		106,526
Supplies		45,657
Professional Services		392,840
Other Charges		33,500
Interagency Transfers		231,995
Acquisitions/Repairs		0
Total	**$**	**2,364,343**



Historical Spending

Average Annual Spending Change from FY 21 to 25:	(4.5%)	(50.1%)	(100%)	(7.5%)



Funding Comparison

Means of Finance	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
SGF	$ 2,125,659	$ 2,244,730	$ 2,330,843	$ 86,113	3.8%	$ 205,184	9.7%
IAT	23,760	40,000	33,500	(6,500)	(16.3%)	9,740	41.0%
FSGR	0	0	0	0	0.0%	0	0.0%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	0	0	0	0	0.0%	0	0.0%
Total	**$ 2,149,419**	**$ 2,284,730**	**$ 2,364,343**	**$ 79,613**	**3.5%**	**$ 214,924**	**10.0%**

Significant funding changes compared to the FY 26 Existing Operating Budget	
State General Fund	**Interagency Transfers**
$86,113 increase due to funding for various statewide adjustments such as employee pay raises, salary adjustments, group insurance, related benefits and transfers to OTS	($6,500) decrease in transfers from the Louisiana Highway Safety Commission grant to align with historical expenditures

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 955,846	$ 995,785	$ 1,032,651	$ 36,866	3.7%	$ 76,805	8.0%
Other Compensation	0	0	0	0	0.0%	0	0.0%
Related Benefits	443,713	451,800	478,174	26,374	5.8%	34,461	7.8%
Travel	35,002	43,000	43,000	0	0.0%	7,998	22.9%
Operating Services	98,591	106,526	106,526	0	0.0%	7,935	8.0%
Supplies	38,588	45,657	45,657	0	0.0%	7,069	18.3%
Professional Services	388,336	392,840	392,840	0	0.0%	4,504	1.2%
Other Charges	46,713	40,000	33,500	(6,500)	(16.3%)	(13,213)	(28.3%)
Interagency Transfers	142,629	209,122	231,995	22,873	10.9%	89,366	62.7%
Acquisitions/Repairs	0	0	0	0	0.0%	0	0.0%
Total	$ 2,149,418	$ 2,284,730	$ 2,364,343	$ 79,613	3.5%	$ 214,925	10.0%

Significant expenditure changes compared to the FY 26 Existing Operating Budget

Personnel Services	Other Charges	Interagency Transfers
$63,240 net increase due to various statewide adjustments including employee pay raises, related benefits	($6,500) decrease due to reduction from Louisiana Highway Safety Commission grant for recruiting and education ambulance providers in Louisiana to submit electronic crash data in compliance with National EMS Information System (NEMSIS) to align with historical expenditures	$22,872 increase for statewide services such as Civil Service, Capitol Police, Office of State Procurement, OTS, ORM, and rent

Overview

The Surgeon General is charged with crafting health policy, including healthcare workforce development; advocating for wellness and disease prevention; and coordinating with other state agencies and institutions to improve health outcomes in Louisiana.

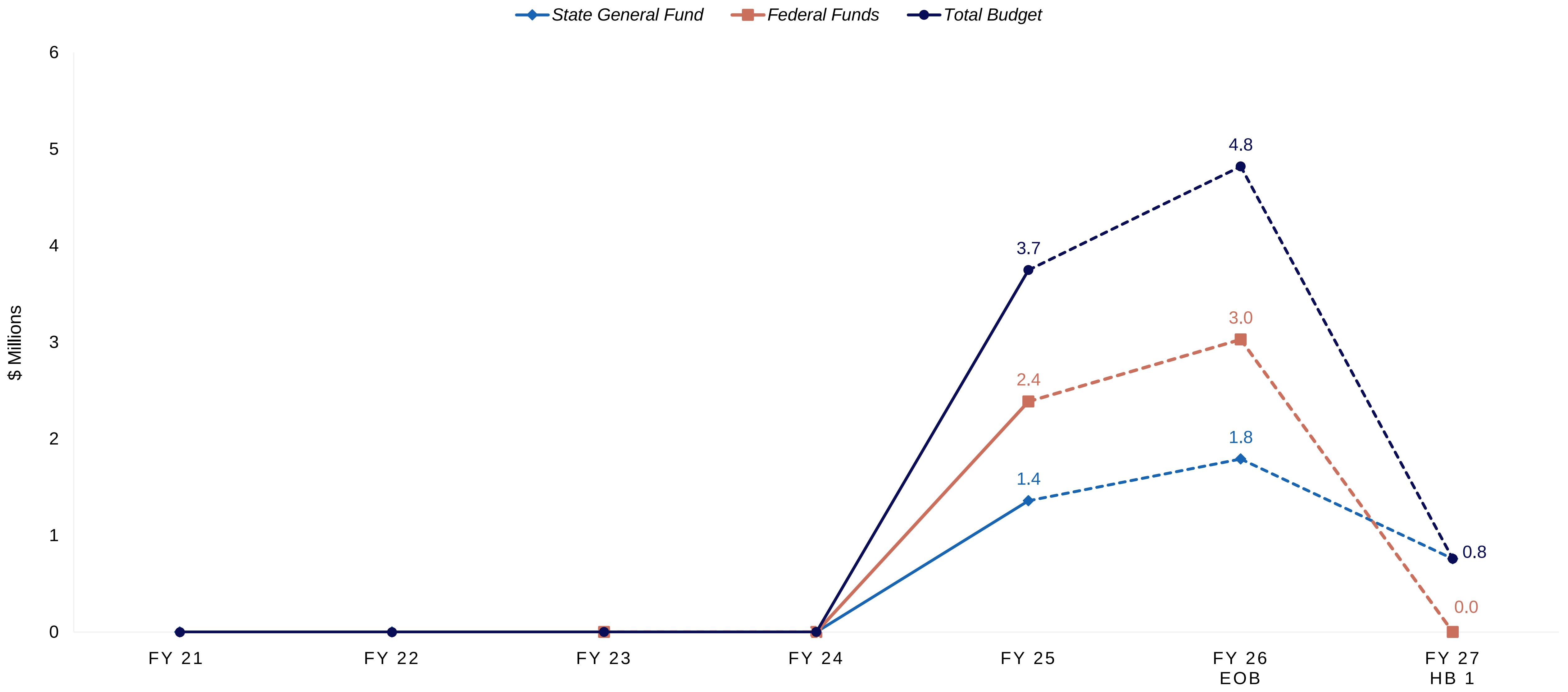
The Surgeon General is appointed by the Governor and must be a licensed and practicing physician in Louisiana. The Surgeon General absorbs the duties of the previous State Health Officer role.

FY 27 Budget Recommendation

Means of Finance		
State General Fund	$	758,272
Interagency Transfers		0
Fees & Self-generated		0
Statutory Dedications		0
Federal Funds		0
Total	**$**	**758,272**

Expenditure Category		
Salaries	$	382,517
Other Compensation		172,546
Related Benefits		81,037
Travel		20,000
Operating Services		1,177
Supplies		800
Professional Services		0
Other Charges		0
Interagency Transfers		100,195
Acquisitions/Repairs		0
Total	**$**	**758,272**

Historical Spending



Funding Comparison

Means of Finance	FY 25 Actual Expenditures		FY 26 Existing Operating Budget 12/1/25		FY 27 HB1 Budget		Change Existing Operating Budget to HB1			Change Actual Expenditures to HB1		
SGF	$	1,360,249	$	1,791,445	$	758,272	$	(1,033,173)	(57.7%)	$	(601,977)	(44.3%)
IAT		0		0		0		0	0.0%		0	0.0%
FSGR		0		0		0		0	0.0%		0	0.0%
Stat Ded		0		0		0		0	0.0%		0	0.0%
Federal		2,387,625		3,028,717		0		(3,028,717)	(100.0%)		(2,387,625)	(100.0%)
Total	**$**	**3,747,874**	**$**	**4,820,162**	**$**	**758,272**	**$**	**(4,061,890)**	**(84.3%)**	**$**	**(2,989,602)**	**(79.8%)**

Significant funding changes compared to the FY 26 Existing Operating Budget	
State General Fund	**Federal Funds**
($1 M) decrease primarily due to the transfer of the Emergency Support Function to the Office of the Secretary	($3 M) net decrease due to the following: • ($2.4 M) decrease in budget authority due to the transfer of the Emergency Support Function to the Office of the Secretary • ($635,000) decrease in transfers to OTS

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 702,453	$ 808,049	$ 382,517	$ (425,532)	(52.7%)	$ (319,936)	(45.5%)
Other Compensation	11,592	172,546	172,546	0	0.0%	160,954	1,388.5%
Related Benefits	167,657	182,041	81,037	(101,004)	(55.5%)	(86,620)	(51.7%)
Travel	13,580	23,500	20,000	(3,500)	(14.9%)	6,420	47.3%
Operating Services	3,290	3,677	1,177	(2,500)	(68.0%)	(2,113)	(64.2%)
Supplies	3,956	3,200	800	(2,400)	(75.0%)	(3,156)	(79.8%)
Professional Services	159,000	302,559	0	(302,559)	(100.0%)	(159,000)	(100.0%)
Other Charges	1,770,389	2,393,717	0	(2,393,717)	(100.0%)	(1,770,389)	(100.0%)
Interagency Transfers	915,956	930,873	100,195	(830,678)	(89.2%)	(815,761)	(89.1%)
Acquisitions/Repairs	0	0	0	0	0.0%	0	0.0%
Total	**$ 3,747,873**	**$ 4,820,162**	**$ 758,272**	**$ (4,061,890)**	**(84.3%)**	**$ (2,989,601)**	**(79.8%)**

Significant expenditure changes compared to the FY 26 Existing Operating Budget

Personnel Services	Professional Services	Other Charges	Interagency Transfers
($263,268) decrease primarily due to the transfer of the Emergency Support Function to the Office of the Secretary	($302,559) decrease primarily due to the transfer of the Emergency Support Function to the Office of the Secretary	($2.4 M) decrease primarily due to the transfer of the Emergency Support Function to the Office of the Secretary	($830,678) decrease primarily due to: • ($789,385) decrease to OTS • ($96,704) transfer of the Emergency Support Function to the Office of the Secretary

Office on Women's Health and Community Health

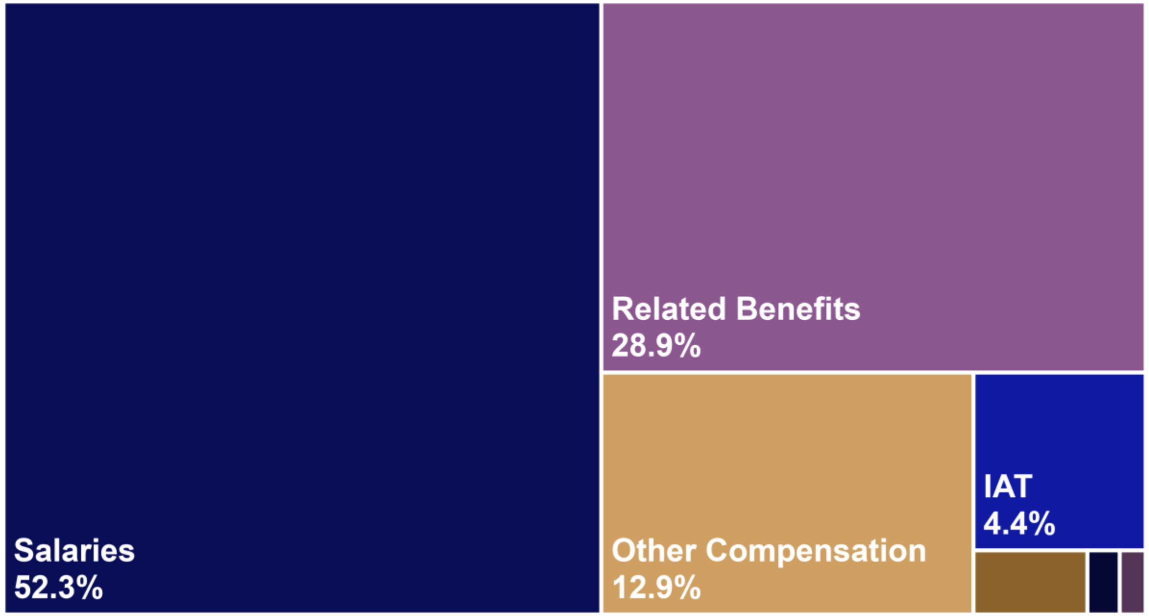
The Office of Women's Health and Community Health provides an agency-wide focus on women's health outcomes through policy, education, evidence-based practices, programs and services.

Office of Women's Health and Community Health is dedicated to focusing on improving women's health outcomes and serve as a clearing house, coordinating agency and resource center for women's health data and strategies. Issues of focus include needs throughout a woman's life; chronic or acute conditions; access to healthcare; how poverty impacts women's health; leading causes of morbidity and mortality and health disparities.

FY 27 Budget Recommendation

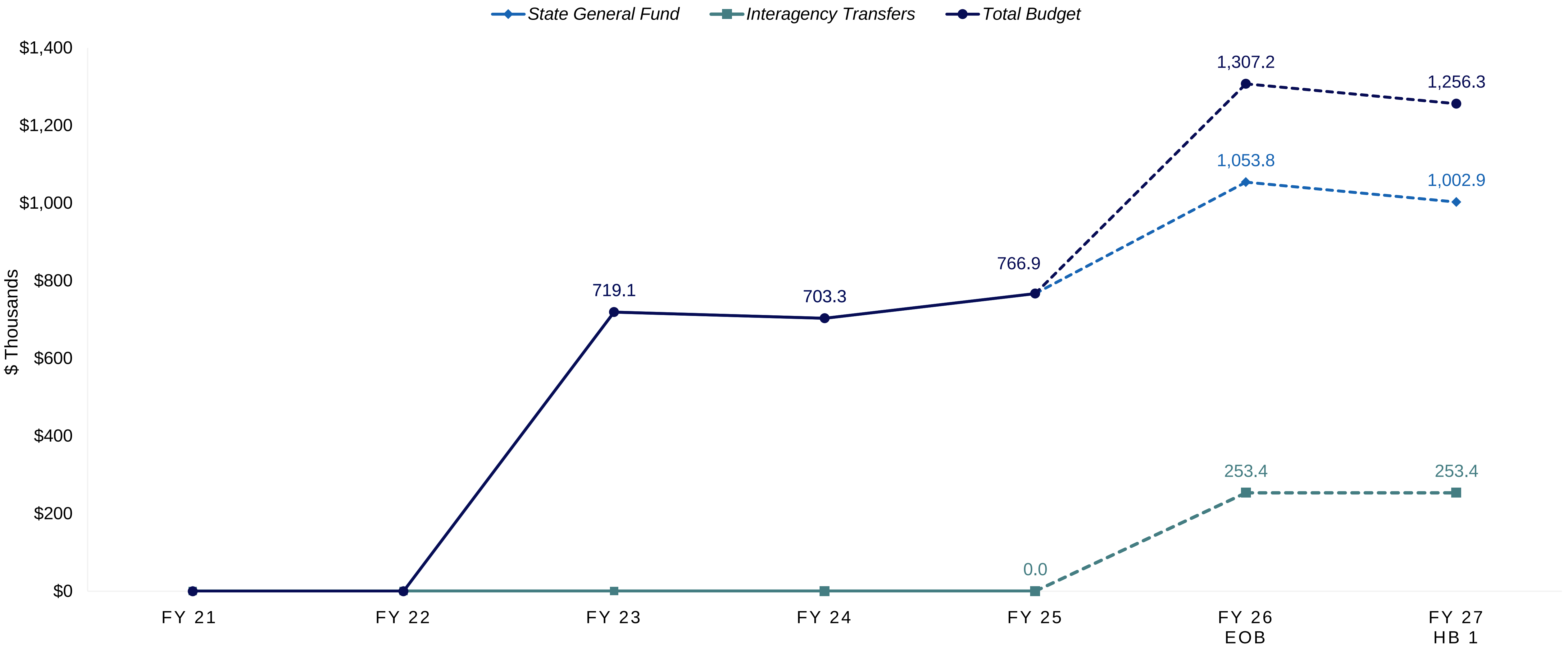
Means of Finance		
State General Fund	$	1,002,880
Interagency Transfers		253,408
Fees & Self-generated		0
Statutory Dedications		0
Federal Funds		0
Total	**$**	**1,256,288**

Expenditure Category		
Salaries	$	657,853
Other Compensation		161,604
Related Benefits		362,599
Travel		3,600
Operating Services		12,694
Supplies		2,920
Professional Services		0
Other Charges		0
Interagency Transfers		55,018
Acquisitions/Repairs		0
Total	**$**	**1,256,288**



Historical Spending

Average Annual Spending Change from FY 23 to 25	State General Fund	Interagency Transfers	Total Budget
	3.3%	N/A	3.3%



Funding Comparison

Means of Finance	FY 25 Actual Expenditures		FY 26 Existing Operating Budget 12/1/25		FY 27 HB1 Budget		Change Existing Operating Budget to HB1			Change Actual Expenditures to HB1		
SGF	$	766,898	$	1,053,829	$	1,002,880	$	(50,949)	(4.8%)	$	235,982	30.8%
IAT		0		253,408		253,408		0	100.0%		253,408	0.0%
FSGR		0		0		0		0	0.0%		0	0.0%
Stat Ded		0		0		0		0	0.0%		0	0.0%
Federal		0		0		0		0	0.0%		0	0.0%
Total	**$**	**766,898**	**$**	**1,307,237**	**$**	**1,256,288**	**$**	**(50,949)**	**(3.9%)**	**$**	**489,390**	**63.8%**

Significant funding changes compared to the FY 26 Existing Operating Budget
State General Fund
($50,949) decrease due to funding needed for standard statewide adjustments

Expenditure Comparison

Expenditure Category	FY 25 Actual Expenditures	FY 26 Existing Operating Budget 12/1/25	FY 27 HB1 Budget	Change Existing Operating Budget to HB1		Change Actual Expenditures to HB1	
Salaries	$ 473,419	$ 617,627	$ 657,853	$ 40,226	6.5%	$ 184,434	39.0%
Other Compensation	7,185	161,604	161,604	0	0.0%	154,419	2,149.2%
Related Benefits	210,750	369,055	362,599	(6,456)	(1.7%)	151,849	72.1%
Travel	9,008	3,600	3,600	0	0.0%	(5,408)	(60.0%)
Operating Services	22,166	12,694	12,694	0	0.0%	(9,472)	(42.7%)
Supplies	7,684	2,920	2,920	0	0.0%	(4,764)	(62.0%)
Professional Services	0	0	0	0	0.0%	0	0.0%
Other Charges	0	0	0	0	0.0%	0	0.0%
Interagency Transfers	36,686	139,737	55,018	(84,719)	(60.6%)	18,332	50.0%
Acquisitions/Repairs	0	0	0	0	0.0%	0	0.0%
Total	**$ 766,898**	**$ 1,307,237**	**$ 1,256,288**	**$ (50,949)**	**(3.9%)**	**$ 489,390**	**63.8%**

Significant expenditure changes compared to the FY 26 Existing Operating Budget	
Personnel Services	**Interagency Transfers**
$33,770 increase primarily due to increases in standard statewide adjustments	($84,719) decrease primarily due to decreased transfers for statewide services such as Civil Service, Office of State Procurement, OTS, ORM and rent

General Department Information

Department Organization

Louisiana Department of Health

Office of the Secretary

- Medical Vendor Administration
- Medical Vendor Payments
- Developmental Disabilities Council
- Office of Aging & Adult Services
- Office of Woman's Heath and Community Health
- Louisiana Emergency Response Network
- Office of Public Health
- Office for Citizens with Developmental Disabilities
- Office of Behavioral Health

Office of Surgeon General

Human Service Districts and Authorities (Local Government Entities)

Department Overview

Louisiana Department of Health

Organization Structure

- The mission of LDH is to protect and promote health and to ensure access to medical, preventive and rehabilitative services for all citizens on the State of Louisiana

Departmental Philosophy

- LDH is dedicated to fulfilling its mission through direct provision of quality services, the development and stimulation of services of others, and the utilization of available resources in the most effective manner

Organizational Goals

- Provide quality services
- Protect and promote health
- Develop and stimulate services by others
- Utilize available resources in the most effective manner

Department Preamble

The Louisiana Department of Health is one of the few department within the General Appropriation Bill to have a preamble section providing additional guidelines for the department's budget.

What does it say?

In addition to the authority granted in HB 1's general preamble, the department also:

- Is able to pool cash between budget units within the department to avoid a cash deficit
- Is able to move up to 25 authorized positions at a time with associated funding between agencies within the department without JLCB approval, with a max of 100 positions
- Is able to carry over any over collected funds from the prior year from any budget unit as long as it is used in Medicaid
- Is exempted from R.S. 46:2116 et seq. regarding personal care services and allows them to use various revenue sources
- Must acquire medical services for citizens in the most cost effective manner

How would this apply to LDH?

- This provides LDH with flexibility in the event of a cash flow strain to move funding between budget units to continue services
- It allows LDH to utilize positions and associated funding to be used in another area of the budget in which there may be an acute need within a given fiscal year

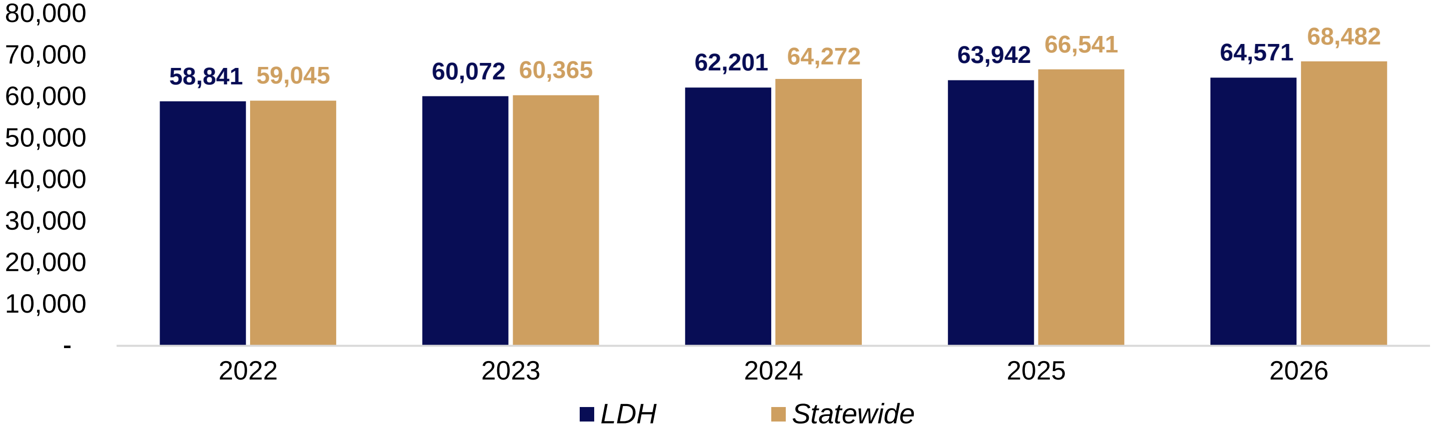
  Example: *Natural disasters*

- Exempts the department from being required to administer the State Personal Assistance Services Program providing subsidies for personal assistance services to individuals

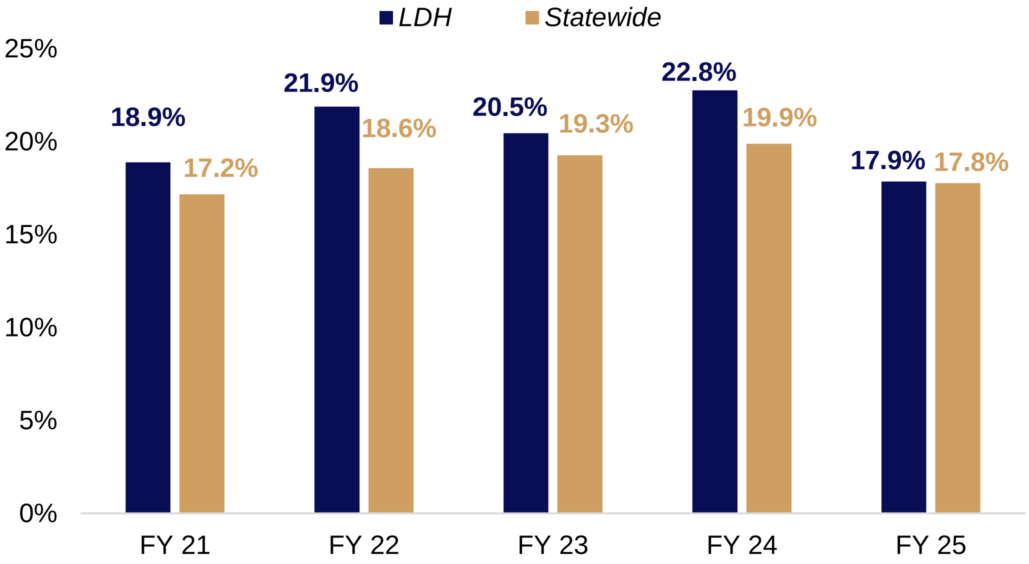
FY 2027 Recommended Positions

7,913	Total Authorized T.O. Positions *(7,818 Classified, 95 Unclassified)*
1,290	Authorized Other Charges Positions
455	Non-T.O. FTE Positions
818	Vacant Positions *(December 3, 2025)*

Historical Average Salary



Turnover History



Top Positions Vacated FY 2025

Position	Number of Employees	Separations	Turnover Rate
Residential Services Specialist I	246	279	113.4%
Residential Services Specialist II	402	124	30.8%
Corrections Guard - Therapeutic	391	60	15.3%
Psychiatric Aide II	109	40	36.7%
Corrections Guard Trainee - Therapeutic	37	32	86.5%

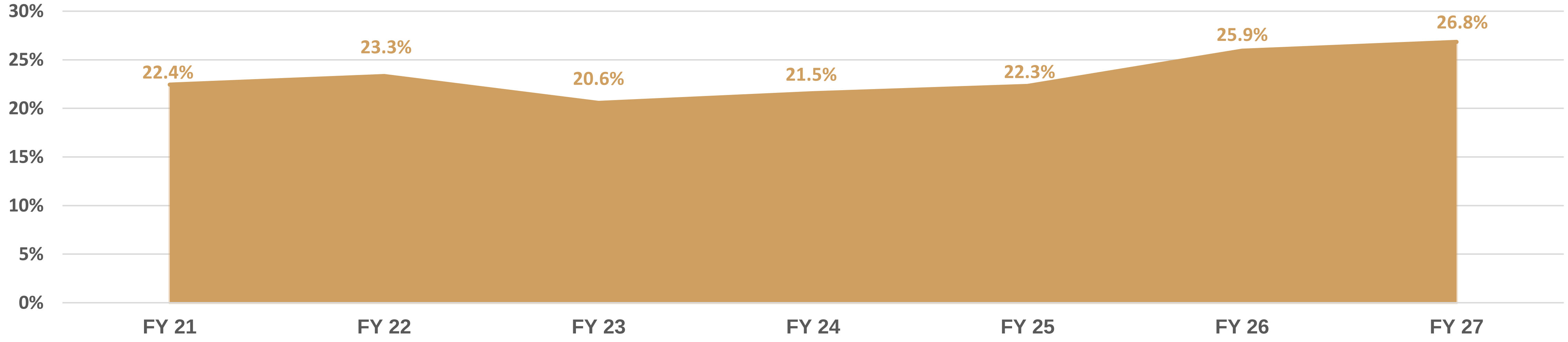
Source: Department of Civil Service

General Budgetary Information

LDH Compared to State Budget

Means of Finance	FY 27 Medicaid	FY 27 LDH	FY 27 Total State Budget	Medicaid % of Total Budget	LDH % of Total Budget
State General Fund	$ 2,756,793,358	$ 3,382,210,028	$ 12,604,753,973	21.9%	26.8%
Interagency Transfers	234,430,554	778,030,461	2,610,037,752	9.0%	29.8%
Fees & Self-gen Revenues	689,765,153	778,435,248	6,156,484,103	11.2%	12.6%
Statutory Dedications	1,787,836,998	1,842,444,997	6,814,009,837	26.2%	27.0%
Federal Funds	15,995,736,759	16,698,750,825	23,774,933,452	67.3%	70.2%
Total	**$ 21,464,562,822**	**$ 23,479,871,559**	**$ 51,960,219,117**	**41.3%**	**45.2%**
Authorized Positions	2,149	7,913	35,276	6.1%	22.4%

Percentage of LDH's State General Fund Compared to Total State General Fund:



FY 26 Existing Operating Budget

The FY 2025-26 Existing Operating Budget (EOB) was frozen on December 1, 2025. This point-in-time reference is used in both the Executive Budget and the General Appropriations Bill.

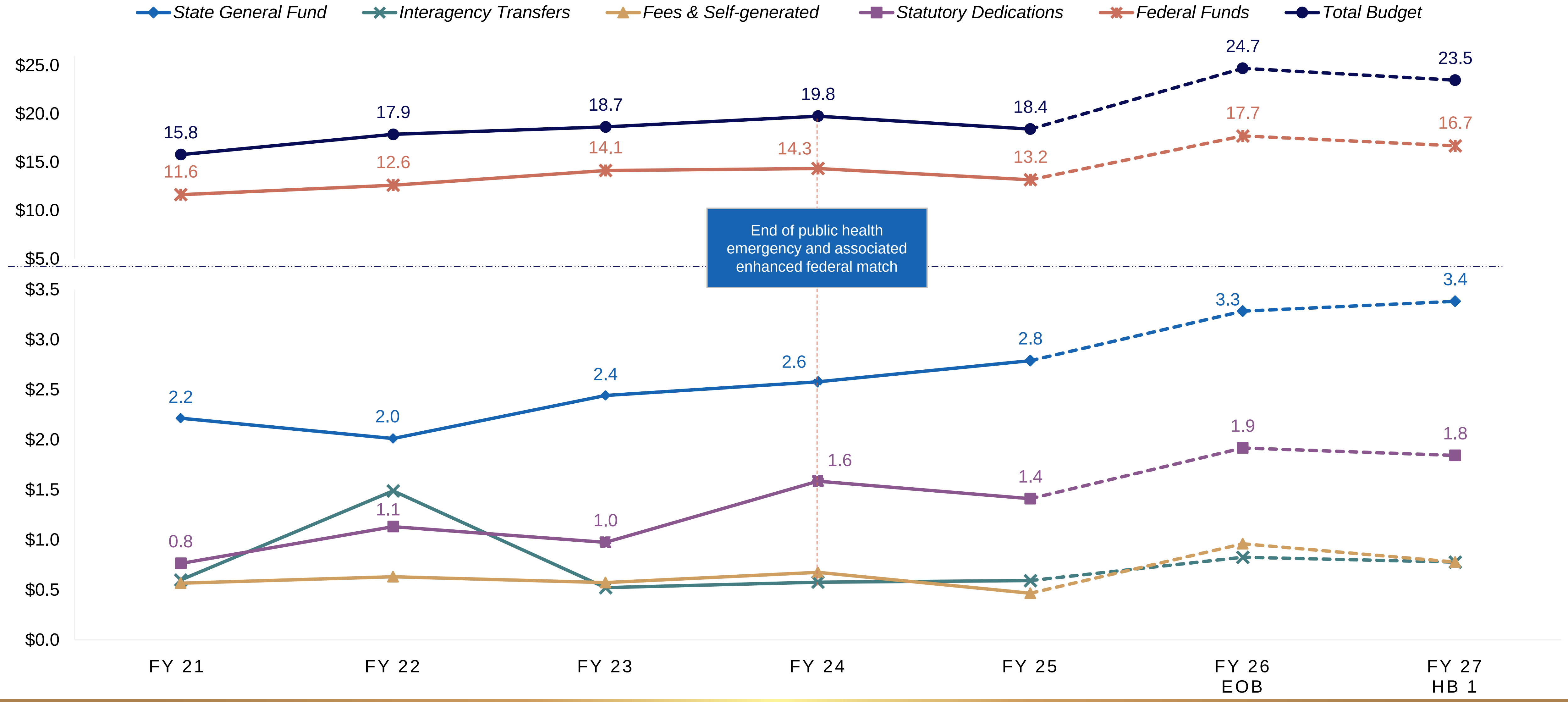
Means of Finance	Appropriation	Mid-Year Adjustments	Existing Operating Budget
General Fund	$ 3,175,179,516	$ 109,908,049	$ 3,285,087,565
Interagency Transfers	746,615,011	80,002,984	$ 826,617,995
Self-generated Revenue	777,003,564	184,023,233	$ 961,026,797
Statutory Dedications	1,867,844,401	50,195,055	$ 1,918,039,456
Federal	16,444,348,780	1,282,221,999	$ 17,726,570,779
Total	**$ 23,010,991,272**	**$ 1,706,351,320**	**$ 24,717,342,592**

Mid-year Adjustments Summary

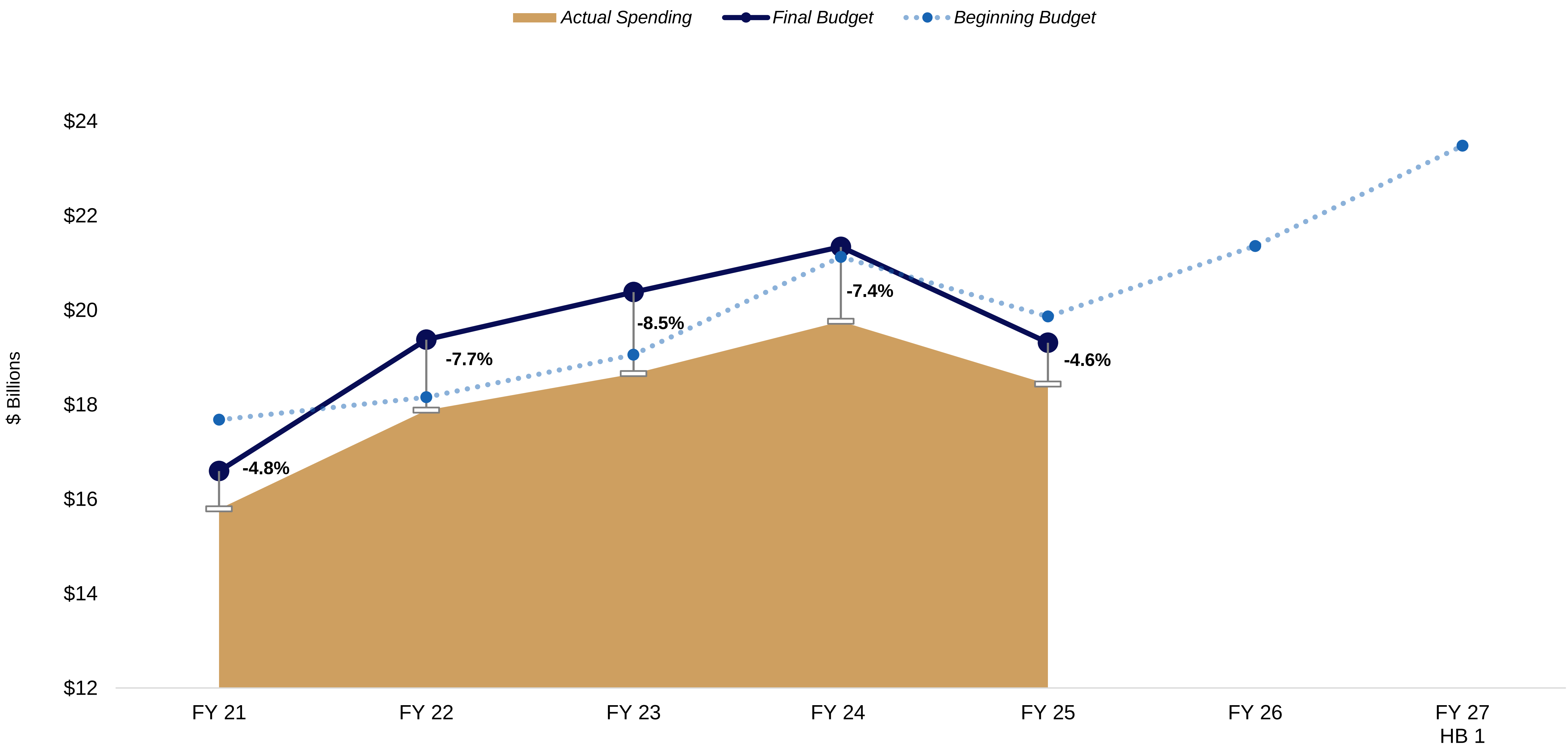
July	August	September	October	November
No change	$1.4 B Medicaid funds carried from FY 25 to FY 26	$285.5 M Transfer of SNAP, DDS and the associated positions from DCFS to LDH	No change	No change

Historical Spending

Annual Average Spending Change from FY 21 to 25:	5.9%	(0.2%)	(4.8%)	16.6%	3.1%	3.9%



Historical Budget



Discretionary Expenses

Total Budget
$23.5 B

State General Fund
$3.4 B

Interagency Transfers
$778.0 M

Self-generated Revenue
$778.4 M

Statutory Dedications
$1.8 B

Federal Funds
$16.7 B

Non-discretionary
$2.1 B

- Federal Mandates **$1.4 B**
- Avoidance of Court Orders **$585.6 M**
- Unfunded Accrued Liability **$52.7 M**
- Group Benefits for Retirees **$26.5 M**
- Statutory Obligations **$12.2 M**
- Court Orders **$9.9 M**
- Debt Services **$6.3 M**
- Legislative Auditor Fees **$2.8 M**
- Rent in state owned buildings **$1.6 M**

Discretionary
$1.3 B

- Medicaid **$901 M**
- Human Service Districts/Authorities **$128.3 M**
- Office of Behavioral Health **$67.6 M**
- Office of Public Health **$60.8 M**
- Office of the Secretary **$60.3 M**
- Office of Citizens w/ Dev Dis **$34.8 M**
- Office of Aging & Adult Services **$5 M**
- LEARN **$2.1 M**
- Office of Women's Health & Comm. **$826,302**
- Developmental Disability Council **$757,517**
- Office of Surgeon General **$683,535**

Figures may not add precisely due to rounding

Statutory Dedications

Fund Name	Source	Usage	FY 26 - EOB	FY 27 - HB1
Louisiana Medical Assistance Trust Fund	Provider fees and premium taxes	Providing payments to those provider groups	$1,100,261,324	$1,016,381,639
Hospital Stabilization Fund	Assessment of hospitals	Funds reimbursement enhancements for hospitals	648,232,241	660,046,246
New Opportunities Waiver (NOW) Fund	12% of increase over official REC forecast, donations	Funds the New Opportunities Waiver, Children's Choice Waiver, or any other Home and Community Based Services waiver for OCDD	43,348,066	43,348,066
Louisiana Fund	Remaining portion of the Millennium Trust Fund	Use for LaCHIP, pre-K, school based health clinics, rural health clinics, failing schools	30,502,478	30,937,813
Health Excellence Fund	1/3 of settlement earnings from Millennium Trust Fund, 1/3 of Millennium Trust Fund settlement; tobacco tax	LaCHIP and chronic disease management	25,915,099	24,540,463
Health Care Employment Reinvestment Opportunity	Legislative appropriations, grants and donations	Nursing and allied health employment demands	14,904,814	14,904,814
Community Options Waiver Fund	12% of increase over official REC forecast, donations	Waiver services for individuals with adult-onset disabilities	12,081,168	18,781,270
Early Childhood Supports and Services	Louisiana Rescue Plan	Program provides screening, evaluation and referral services and treatment for children and their families.	9,000,000	7,151,560
Compulsive and Problem Gaming Fund	Various gaming revenues	Gambling disorder prevention and treatment	5,600,000	5,845,000
Telecommunications for the Deaf Fund	$.05 per month tax on phone services	Sign language and interpretation services	5,510,939	5,510,939

(Continues on next slide)

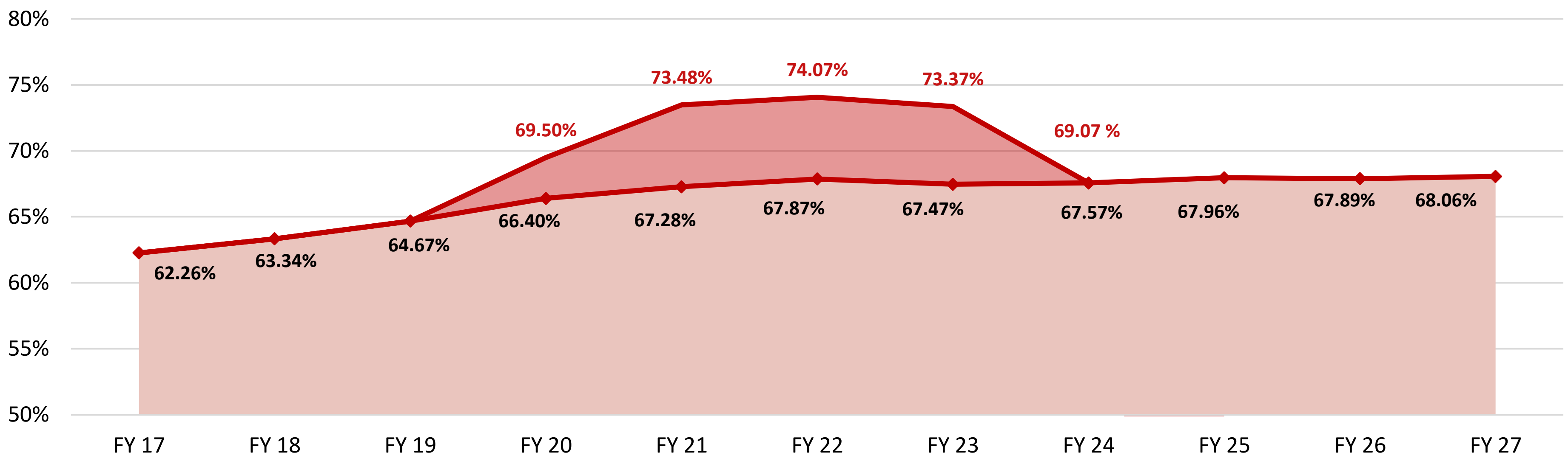
Statutory Dedications

Fund Name	Source	Usage	FY 26 - EOB	FY 27 - HB1
Disability Services Fund	Fees from the sale of movable and immovable property previously operated by the OCDD, fees from the cultivation, extract, process, produce and transport of therapeutic marijuana	Improve the capacity of the state to meet the needs of individuals with developmental disabilities, provide funding for Early Steps, displace, replace or supplant appropriations from the SGF for the Medicaid community based development	4,132,013	4,035,320
Rural Primary Care Physicians Development	Louisiana Rescue Plan	Funds the Health Professional Development Program	2,673,634	2,673,634
Nursing Home Residents' Trust Fund	Fines on nursing homes from deficiencies found in annual survey	Improving the quality of life and health of nursing home residents	2,450,000	2,450,000
Tobacco Tax Health Care Fund	Tobacco product tax	Cancer research centers, and smoking prevention and cessation initiatives	1,565,801	1,721,051
Behavioral Health and Wellness Fund	Public or private grants, gifts or donations	Intensive and comprehensive treatment facilities for individuals with compulsive and problem gambling addictions	1,400,000	1,400,000
Traumatic Head & Spinal Cord Injury Trust Fund	Fees on motor vehicle violations for DUI, reckless operation, and speeding citations	Services for citizens disabled by traumatic head and spinal cord injuries	1,208,434	1,208,434
Fraud Detection Fund	Fines and penalties on retailers related to EBT transactions	Enhancement of fraud detection and recovery activities	724,294	724,294
Modernization and Security Fund	Appropriations, grants, donation, gifts	Investments into information technology initiative	5,000,000	504,454
Health Care Facility Fund	Fines and penalties on health care facilities	Initiatives to enforce health care facility compliance	280,000	280,000
		Total	**$1,914,790,305**	**$1,842,444,997**

Federal Medical Assistance Percentage (FMAP)

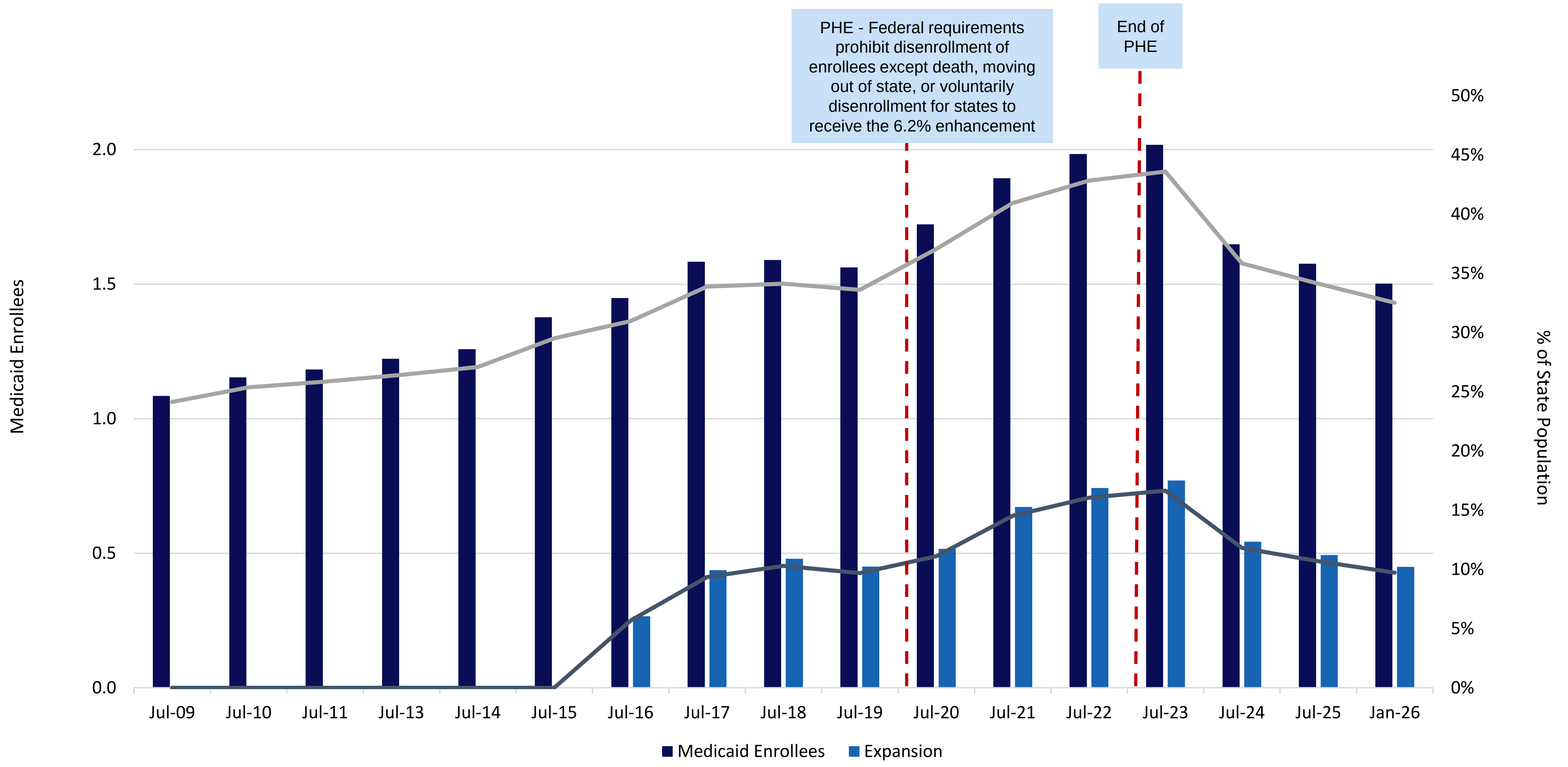
$$FMAP = 1.00 - 0.45\left(\frac{State\ Per\ Capita\ Income}{US\ Per\ Capita\ Income}\right)^2$$

- In FY 26, the base blended FMAP is budgeted to be 68.06%, meaning for every $1 the state pays, the federal government will match $2.13 for general Medicaid services
- Federal match on Medicaid Expansion population has leveled out at 90% beginning in 2020
- Federal match on administrative functions is generally 50%



The enhanced FMAP was phased out in FY24

Medicaid Enrollment



Source: LDH Medicaid Enrollment Trends Report and US Census Bureau

Note: Enrollees consist of both expansion and non-expansion populations