

# Texas ADAP

- 12,000 Currently enrolled clients
- 8,000 clients served monthly
- Enroll 180 new clients monthly
- FY03 Budget \$62 Million

# Financial Eligibility Criteria

- Adjusted gross income of  $\leq 200\%$  of FPL
- Spend down adjustment for annual cost of meds subtracted from gross income
- Income eligibility guidelines applied to remaining income

# Texas ADAP Formulary

- 34 drugs/94 formulations
- All FDA approved antiretrovirals except Fuzeon at this time
- 10 Anti-OI drugs

# Texas ADAP

- Texas ADAP is projecting the following budget shortfalls
- FY03 \$8.3 Million
- FY04 \$16.1 Million
- FY 05 \$20 Million

# What's driving the shortfalls?

- Increased program enrollment
- Increased cost per client
- More intense usage of the program by clients
- Continued increase in drug prices
- Funding not keeping up with increased demand and rising costs

# Texas Internal Cost Containments

- New drug distribution system ~ \$500,000
- Wholesaler contract price PHS – 2% ~1.2M
- \$678,476 Federal carry forward
- \$538,863 State carry forward
- Requested additional \$44M TX Leg
- Moratorium on adding new drugs to the formulary

# Texas Internal Cost Containments

- MAC reviewing drug formulary
- Recently advised removing Trizivir from the formulary
- Recommended using Combivir + Ziagen
- Using Combivir + Ziagen would save the program \$557,000

# Program Rule Changes

## Contingency Plan

- Drop spend down adjustment for cost of meds in eligibility process
- Use medical status as eligibility criteria
- Temporarily close the program to new enrollment
- Implement a sliding scale fee based on client income