



**DIVISION OF MEDICAL ASSISTANCE**  
**MEDICAID BUDGET UPDATE**

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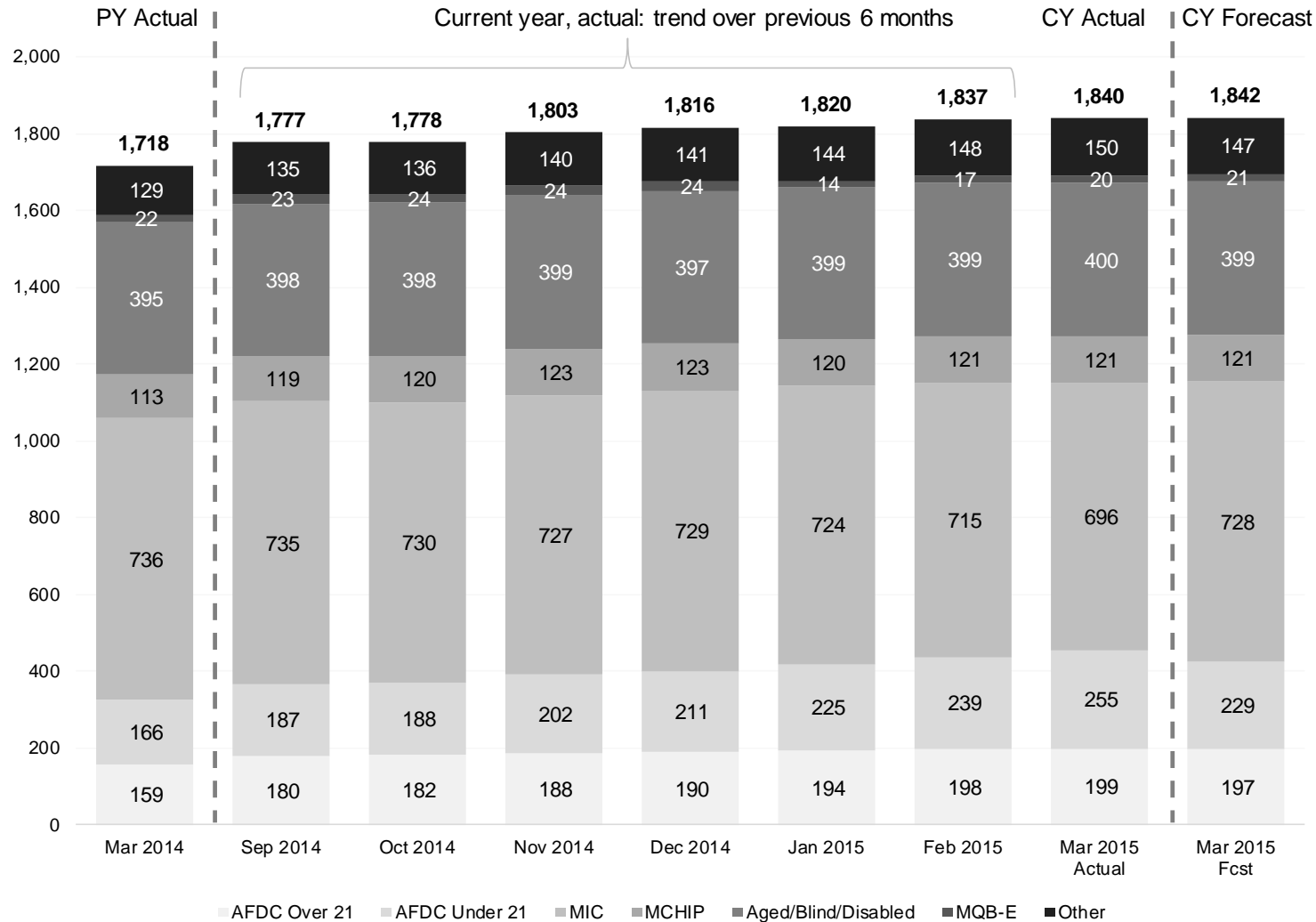
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**April 10, 2015**

# Medicaid – Enrollment by PAC Group (data in thousands)



**Current enrollment at Mar. 2015 of 1.840M is 7.1% higher than the one year prior 1.718M at Mar. 2014**



# Medicaid: State Fiscal Year-to-Date (July through February) Comparison of Actual Results vs. Prior Year



(\$ millions)

Fund Description	SFY14A YTD	SFY15A YTD	Variance (vs. SFY14)	Variance %
<b>Medical Assistance Payments</b>				
Drugs	\$ 892.7	\$ 1,071.3	\$ (178.6)	-20.0%
Hospital - General	887.5	956.6	(69.1)	-7.8%
Skilled Nursing Facility	770.9	765.2	5.7	0.7%
Physicians - General	633.6	742.4	(108.8)	-17.2%
Other	3,717.5	3,980.7	(263.3)	-7.1%
<b>Total Medical Assistance Payments</b>	<b>\$ 6,902.1</b>	<b>\$ 7,516.2</b>	<b>\$ (614.1)</b>	<b>-8.9%</b>
Drug Rebates	(374.0)	(453.6)	79.6	21.3%
Consolidated Supplemental Hospital Payments	1,509.9	966.3	543.6	36.0%
Other Expenditures	312.3	444.7	(132.4)	-42.4%
<b>Total Expenditures</b>	<b>\$ 8,350.4</b>	<b>\$ 8,473.6</b>	<b>\$ (123.2)</b>	<b>-1.5%</b>

Medical Assistance Payments are running \$614.1M or 8.9% higher than last year due to increased enrollment.

This has been partially offset by increased drug rebates from manufacturers \$79.6M and a difference in the timing of consolidated supplemental hospital payments (GAP, DSH, UPL) which resulted in a \$543.6M non-recurring, one-time offset.

With the aforementioned offsets, total Medicaid Expenditures are running \$123.2M higher than last year.

# Medicaid: State Fiscal Year-to-Date (July through February) Comparison of Actual Results vs. Most Recent Forecast



(\$ millions)

Fund Description	SFY15A YTD	1/31/15 SFY15F	Variance (vs. Fcst)	Variance %
<b>Medical Assistance Payments</b>				
Drugs	\$ 1,071.3	\$ 1,046.3	\$ (24.9)	-2.4%
Hospital - General	956.6	930.5	(26.1)	-2.8%
Skilled Nursing Facility	765.2	773.4	8.2	1.1%
Physicians - General	742.4	797.3	54.9	6.9%
Other	3,980.7	3,972.9	(7.8)	-0.2%
<b>Total Medical Assistance Payments</b>	<b>\$ 7,516.2</b>	<b>\$ 7,520.5</b>	<b>\$ 4.3</b>	<b>0.1%</b>
Drug Rebates	(453.6)	(440.7)	12.9	2.9%
Consolidated Supplemental Hospital Payments	966.3	1,215.4	249.1	20.5%
Other Expenditures	444.69	435.03	(9.7)	-2.2%
<b>Total Expenditures</b>	<b>\$ 8,473.6</b>	<b>\$ 8,730.2</b>	<b>\$ 256.6</b>	<b>2.9%</b>

Medical Assistance Payments are running close to our most recent forecast.

The forecasted timing of consolidated supplemental hospital payments is creating a temporary positive expense variance that will be eliminated when additional payments are made in June 2015.

# Medicaid: State Fiscal Year-to-Date (July through February) Comparison of Actual Results vs. Full Year Authorized Budget



We have completed 35 of the 52 weekly check-writes used to pay providers or 67.3% of the total while we have only incurred 64.7% of budgeted State appropriation expenditures.

Therefore, we are trending favorable to Budget.

(\$ millions)	SFY2015B (Full Year)	SFY15A YTD	YTD % of Budget
<b><u>Medicaid</u></b>			
Expenditures	\$13,731.8	\$8,473.6	61.7%
Federal Revenues	\$8,697.4	\$5,399.3	62.1%
Other Revenues	\$1,346.0	\$686.3	51.0%
<b>State Appropriations</b>	<b>\$3,688.4</b>	<b>\$2,388.1</b>	<b>64.7%</b>

# Medicaid:

## Most Recent Full Year Forecast Scenarios vs. Full Year Authorized Budget



(\$ millions)	SFY2015B	1/31/15 SFY2015F			Variance (vs. Base Fcst)	Variance %
		Base -	Base	Base +		
<b>Medicaid</b>						
State Appropriations	\$ 3,688.4	\$ 3,551.8	\$ 3,561.3	\$ 3,571.1	127.1	3.4%
Less Non Recurring	(137.0)	(66.7)	(66.7)	(66.7)	(70.3)	-51.3%
<b>Continuing Appropriations</b>	<b>\$ 3,551.4</b>	<b>\$ 3,485.1</b>	<b>\$ 3,494.6</b>	<b>\$ 3,504.4</b>	56.8	1.6%

Under a range of scenarios, the most recent SFY2015 Forecasts are favorable to Budget.

After adjusting for \$195M in non-recurring adjustments, which add \$66.7M to appropriations, adjusted range is \$3.485B to \$3.504B.