

September 4, 2018

The Honorable Douglas A. Ducey
Governor of the State of Arizona
1700 West Washington
Phoenix, Arizona 85007

SUBJECT: Fiscal Year 2020 Budget Request

Dear Governor Ducey:

I am submitting the Fiscal Year (FY) 2020 Budget Request for the Arizona Health Care Cost Containment System (AHCCCS). The budget reflects our ongoing commitment to provide cost effective, quality health care for our 1.9 million members.

As shown in the table below, the request represents an increase of \$28.9 million in state General Fund (GF) monies and an increase of \$15.8 million in Other Appropriated Funds for a net appropriated funds increase of \$44.7 million above FY 2019. The Other Appropriated Funds include an increase of \$15 million in CHIP Funding related to rebasing the KidsCare program.

Of the \$516.2 million Total Fund increase, 5.6% is GF, 24.6% is other sources of State Match, and 69.8% is Federal Funds.

Fund	FY 2019 Approp/Est	FY 2020 Request	Change
Total General Fund	\$1,777,093,500	\$1,805,965,500	\$28,872,000
Other Appropriated Funds	\$328,044,500	\$343,871,500	\$15,827,000
Other Non-Appropriated	\$1,299,655,900	\$1,458,233,300	\$158,577,400
Federal Funds	\$10,399,534,300	\$10,712,500,100	\$312,965,800
Total Funds	\$13,804,328,200	\$14,320,570,400	\$516,242,200

Overall, the AHCCCS FY 2020 Total Fund Request, including only AHCCCS appropriations, is \$12.805 billion. This represents a \$285.3 million increase over the FY 2019 Total Fund appropriation of \$12.520 billion, primarily due to projected caseload and rate increases.

The Agency has identified nineteen (19) decision packages for your consideration. Six (6) of the decision packages are caseload, rate, or new mandate-driven Title XIX changes. Of the remaining decision packages, one (1) adjusts prescription drug rebate funding; five (5) adjust supplemental payments to hospitals and providers; three (3) are administrative adjustments; one (1) requests funding for a new service; one (1) base modification and two (2) involve changes to non-appropriated funds only.

AHCCCS enrollment for FY 2018 was less than originally forecasted. After several years of relatively sustained growth, AHCCCS enrollment declined in eight of twelve months in FY 2018. For the period June 2017 to June 2018, AHCCCS enrollment declined from 1,922,724 to 1,849,093, this represents a decrease of 73,631 members or 3.8%. The decline in Title XIX enrollment was even more significant as the Title XXI KidsCare program actually grew by 8,683 members or 41.2% over the same time period.

The following are some key items I would like to bring to your attention:

AHCCCS Complete Care (ACC)

- AHCCCS is moving forward with our largest integration effort in the history of the program. AHCCCS Complete Care begins on October 1, 2018. This new integrated product line will join physical and behavioral health services together to treat all aspects of members' health care needs under a chosen health plan. AHCCCS Complete Care facilitates enhanced coordination between providers within the same network, resulting in improved health outcomes for members.
- On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCOs) that, beginning on October 1, 2018, will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care across the continuum of services and supports and members are able to more easily navigate the system, resulting in improved health outcomes.
- Approximately 1.5 million adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in the Children's Rehabilitative Services (CRS) program. Regional Behavioral Health Authorities (RBHAs) will no longer be responsible for the provision of behavioral health services for the majority of AHCCCS-eligible adults and children. Instead, behavioral health services will be provided by ACC plans. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:
 - Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
 - Members enrolled with DES/DDD.
 - Individuals determined to have a Serious Mental Illness.
- Capitation rates for the majority of Medicaid eligible adults and children will now be a fully integrated rate and will reflect the cost of care associated with the provision of physical health, behavioral health, and CRS (if applicable) services. In response to ACC implementation, AHCCCS has updated the risk groups in the Acute care programs.

Proposition 204 Expansion State Adults (Adults 0-106% FPL, previously AHCCCS Care “Childless Adults”)

- The Expansion State Adult (ESA) population within the Proposition 204 program covers adults up to 106% FPL, equivalent to an annual income of \$12,868 for a single adult. As of July 2018, enrollment is 307,068 members.
- Based on the recent decline this program has experienced, AHCCCS projects June over June growth rates for this population of only 1.12% in FY 2019 and 0.5% in FY 2020.
- Arizona receives a higher Federal Medical Assistance Percentage (FMAP) for childless adults known as the Expansion State FMAP, which is calculated as a function of both the regular FMAP and the Newly Eligible Adults FMAP (see Table A below). The regular FMAP for FFY 2020 and forward is estimated.

Table A. Transition FMAP for ESA

Period	FMAP
Jan 17 - Sep 17	89.85%
Oct 17 - Dec 17	89.98%
Jan 18 - Sep 18	91.59%
Oct 18 - Dec 18	91.61%
Jan 19 - Dec 19	93.00%
Jan 20 - Permanent	90.00%

Newly Eligible Adults (106-138% FPL)

- Newly Eligible Adults (NEA) program covers adults not eligible for other AHCCCS programs and with household incomes less than 138% FPL, equivalent to an annual income of \$16,753 for a single adult. As of July 2018, NEA enrollment was 76,547 (not including FES).
- Due to the recent declines in this program, AHCCCS is projecting nearly flat program growth, reflecting June over June growth of only 0.82% in FY 2019 and 0.00% in FY 2020.
- Previously 100% federally funded, the match rate for this program decreases to 93% in CY 2019, and 90% in CY 2020 (see Table B on following page).

Table B. Newly Eligible FMAP for NEA

Period	FMAP
CY 2016	100.00%
CY 2017	95.00%
CY 2018	94.00%
CY 2019	93.00%
CY 2020	90.00%

Hospital Assessment Fund

- Beginning in FY 2014, the Hospital Assessment Fund has been utilized to fund the restoration of the Proposition 204 population, per Laws 2013, First Special Session, Chapter 10, Section 5. It is also the primary source of state match for the NEA program, beginning CY 2017. Hospital Assessment funding is used to supplement other funding provided by the Proposition 204 Protection Account and the Arizona Tobacco Litigation Settlement Fund. Hospital Assessment collections since inception are shown in Table C.

Table C. Hospital Assessment Collections

	FY15 Actual	FY16 Actual	FY17 Actual	FY18 Actual	FY19 Projection
HA Collections	270,538,700	250,192,600	265,198,600	287,517,000	286,176,900

- Based on modest increases in the ESA and NEA populations and changes in the FMAPs for both groups, AHCCCS projects Hospital Assessment funding of \$307.9 million will be required in FY 2019. A carry-forward fund balance from FY 2018 is estimated to be available to help offset current year collections, which have been set at \$286.2 million.
- The FY 2019 appropriation assumed annual revenues for the Arizona Tobacco Litigation Settlement fund would remain stable at \$87 million. Based on more current information from the Office of Attorney General, AHCCCS now estimates revenues of \$102 million will be available in FY 2019 and FY 2020. This increase to revenue generates a corresponding decrease to the Hospital Assessment of \$15 million.
- In FY 2020, AHCCCS projects Hospital Assessment funding of \$331.6 million will be required, an increase of \$21.5 million from the FY 2019 appropriation. Decreases of the ESA and NEA FMAP in this period contribute to the increase.
- In January 2020, the FMAPs for ESA and NEA will both decrease from 93.00% to 90.00% on a permanent basis. This planned reduction in federal funding will generate increased cost to the State in FY 2020 and FY 2021, which will be funded primarily through the Hospital Assessment.

Children's Health Insurance Program (CHIP)

- Arizona currently uses its Title XXI CHIP allotment to fund coverage for two programs: Affordable Care Act (ACA) Newly Eligible Children (M-CHIP) and KidsCare. Expenditures are funded at an enhanced 100% FMAP due to a 23 percentage point increase under the ACA, which expires September 30, 2019.
- Beginning January 1, 2014, the Child Expansion (M-CHIP) population is a mandatory Medicaid population, which is part of the Traditional Acute Care program. Depending upon the availability of allotment, this population may be claimed against the Title XXI allotment at the CHIP matching rate. It covers children age 6-19 with household incomes from 100% to 138% FPL. As of July 1, 2018, enrolled members totaled 69,021. It is estimated that 69,050 members will be enrolled as of June 2019 and increase to 69,563 through June 2020.
- KidsCare has allotment priority over M-CHIP for the Title XXI allotment. If funding is not sufficient for both programs, M-CHIP coverage reverts to the regular FMAP.
- Federal funding for CHIP expired on September 30, 2017 and without additional funding available, states used remaining funds from previous years. In January 2018, Congress passed a six-year extension for the CHIP program through 2023. In February 2018, Congress passed the Bipartisan Budget Act of 2018, which reauthorized CHIP for an additional four years. President Trump signed this bill into law on February 9, 2018 allowing for CHIP's extension through 2027.
- Laws 2017, Chapter 309, Section 7 amended A.R.S. § 36-2985 to require AHCCCS to stop processing all new applications for KidsCare if the effective FMAP is less than one hundred percent. As of October 1, 2019, the FMAP for CHIP will decrease to 90.14% which will trigger a freeze in the KidsCare program if this law is not amended.
- The budget submittal assumes this law will be amended, thus preventing a freeze to CHIP enrollment and facilitating a sufficient CHIP allotment for FFY 2019 and FFY 2020. AHCCCS estimates CHIP expenditures for KidsCare will be \$82.1 million in FY 2019 and \$105.5 million in FY 2020, which are both above the FY 2019 appropriation of \$81.8 million. The FY 2020 submittal includes a request for \$7.9 million General Fund to account for the change in the federal matching rate. .

Other Populations Member Month Growth

- The TANF/1931 and SOBRA populations (Traditional and Proposition 204 combined) decreased by 2.2% from June 2017 to June 2018. The combined TANF/SOBRA populations are anticipated to increase by 0.3% from June 2018 to June 2019 and by 0.6% in FY 2020.

- The Supplemental Security Income (SSI) populations (Traditional and Proposition 204 combined) increased by 2.1% from June 2017 to June 2018. The combined SSI population is expected to increase by 0.2% from June 2018 to June 2019 and by 0.1% in FY 2020.
- The Arizona Long Term Care System (ALTCS) Elderly and Physically Disabled (EPD) population grew 2.0% in FY 2018 (June over June member month growth). AHCCCS is forecasting ALTCS to grow at a rate of 2.5% in FY 2019 and 0.8% in FY 2020.

Capitation Rates

For Contract Year Ending 2019, AHCCCS is currently projecting overall weighted capitation rate increases of 2.5% for baseline adjustments across all lines of business.

- Overall baseline ACC capitation rates for CYE 2019, reflecting the integration of physical health, behavioral health and CRS services, are increasing by 1.9% over the rates for CYE 2018 (incorporating all programmatic costs included in the integrated CYE 2019 rates) that took effect January 1, 2018. Primary drivers of the rate change include:
 - Medical Trend - Analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
 - Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points).
 - Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points).
 - Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points).
 - Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points).
 - Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points).
 - Non-baseline adjustments represent an increase of 0.9% and include the 2.5% Hospital DAP, Behavioral Health in Schools, and APSI. These bring the total rate increase to 2.8%.
- For CYE 2019, the ALTCS EPD baseline capitation rates are estimated to increase by 2.9%. Primary drivers of the rate change include:
 - Rebase, Trend and Misc. Adjustments resulted in an increase of 2.0% (200 basis points).
 - Excluding Non-Inpatient Services from Reinsurance resulted in an increase of 0.8% (80 basis points).
 - Home and Community Based Services Mix resulted in a decrease of 0.5% (50 basis points).

- Case Management and Administration resulted in an increase of 0.5% (50 basis points).
- Differential Adjusted Payments (above CYE 18; excludes 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points).
- Non-baseline adjustments represent an increase of 2.1% and include the 3.0% provider rate increase for NFs, Prop 206 wage increases, and the 2.5% Hospital DAP. These bring the total rate increase to 5.0%.
- Other notable capitation rate adjustments utilized in this budget submittal include:
 - 4.9% baseline increase (6.3% overall) for the ALTCS Developmental Disabilities (DD) program from the July 1, 2018 rates.
 - 3.2% baseline increase (3.8% overall) for the Regional Behavioral Health Authority (RBHAs).
 - 6.2% baseline increase (6.9% overall) for the Comprehensive Medical and Dental Program (CMDP) program from the July 1, 2018 rates.
- For CYE 2020, AHCCCS is estimating a 2.5% increase for all programs in order to comply with federal actuarial soundness requirements. AHCCCS actuaries develop rates based on expected costs and utilization trends. In addition, AHCCCS is required to conduct an access to care analysis of its rates to ensure that sufficient providers are willing to serve AHCCCS members.
 - Federal law requires that AHCCCS provide “that payments are consistent with efficiency, economy, and quality of care and are sufficient to enlist enough providers so that care and services are available under the plans at least to the extent that such care and services are available to the general population.” On an annual basis, AHCCCS evaluates member access to care to ensure it meets this requirement. In looking forward to the coming years, AHCCCS remains concerned about its provider network. If provider rates are reduced below their current levels, the remaining provider network may not be sufficient to meet this federal requirement. In addition, AHCCCS expects it may need to make incremental, upward adjustments in critical areas to ensure continued access to care. Negative impacts to provider networks would jeopardize the system of managed care that AHCCCS has leveraged to deliver high quality, cost effective services to its members.

Prescription Drug Rebates

Through June 2018, AHCCCS has collected nearly \$3.3 billion in Total Fund Prescription Drug Rebates since the program’s inception. Of this amount, \$2.5 billion has been returned to the federal government and \$0.8 billion has been used by the state to cover AHCCCS state match costs.

Regular and supplemental rebate amounts continue to be somewhat volatile because they are dependent on a combination of factors, including decisions made by the AHCCCS Pharmacy and Therapeutics (P&T) Committee and pricing decisions made by pharmaceutical manufacturers.

The P&T Committee is advisory to the AHCCCS Administration and is responsible for evaluating scientific evidence of the relative safety, efficacy, effectiveness, and clinical appropriateness of prescription drugs. The Committee evaluates pharmaceutical policies on an ongoing basis and may make changes that impact utilization and unit costs for prescription drugs. Pharmaceutical manufacturers are engaged in a variety of strategies to negotiate competitive pricing, including between brand name drugs that are discounted by rebates and generic drugs that are less expensive up-front. The Committee determines how the State can minimize the net cost of pharmaceuticals when considering the value of negotiated drug rebates. Each individual decision may have a positive or negative impact on future drug rebate collections, so it is difficult to estimate the potential aggregate, net impacts. AHCCCS has utilized a conservative projection methodology based on average invoice amounts for the past eight quarters, excluding one quarter as an outlier, and is projecting total fund collections of \$753.1 million and \$781.0 million in FY 2019 and FY 2020, respectively.

In FY 2018, the Legislature swept \$52.6 million in Prescription Drug Rebate Fund (PDRF) State monies to the General Fund and slightly increased the appropriated amount from \$145.7 million in FY 2018 to \$148.5 million in FY 2019. This budget submittal continues the FY 2019 appropriated amount into FY 2020. The projected collections will support this appropriation level and will increase the projected state share of the PDRF fund balance to \$61.7 million in FY 2019 and \$80.1 million in FY 2020.

Hospital Reimbursement Programs

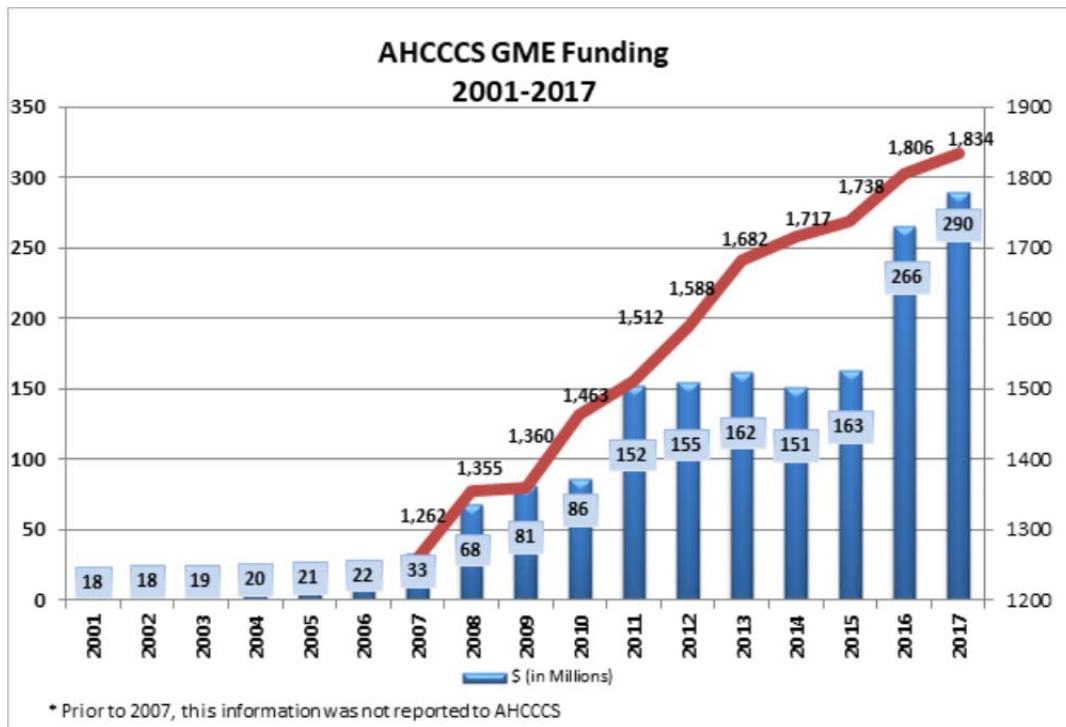
Disproportionate Share Hospital (DSH) - The ACA mandated reductions to the DSH allotments beginning in FFY 2014. However, the Protecting Access to Medicare Act delayed the DSH reductions until FFY 2017 and the Medicare Access and CHIP Reauthorization Act again delayed the reductions until FFY 2018. The Balanced Budget Act of 2018 (P.L. 115-123) delayed reductions until FY 2020 and further modified reductions as shown in the following table.

FFY2020	(4,000,000,000)
FFY2021	(8,000,000,000)
FFY2022	(8,000,000,000)
FFY2023	(8,000,000,000)
FFY2024	(8,000,000,000)
FFY2025	(8,000,000,000)

- Under current law, the FFY 2020 aggregate national reduction will be \$4.0 billion on a base of \$12.6 billion, or a 31.7% decrease.
- AHCCCS is estimating that the FFY 2020 allotment for Arizona will be reduced by 16.2% from the projected FFY 2019 allotment based on the proportional reduction to the national allotment of \$4.0 billion in FFY 2020. As a result, the projected FFY19 DSH allotment of \$116.4 million in FFY 2019 will be reduced by \$18.8 million to \$97.6 million in FFY 2020.

- Based on the anticipated reduction to the DSH allotment, AHCCCS does not believe that federal funding will be available to fund the Pool 5 Locally Funded hospital payments in FY 2020. AHCCCS requests continuation of the footnote which allows for the appropriation to be increased if funding available is in excess of the originally appropriated levels.
- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Arizona State Hospital of \$28,474,900 Total Fund (\$8,596,600 SM provided via CPE). This amount was based on the federal institution for mental diseases (IMD) limit. AHCCCS estimates this total fund amount will continue in FY 2020. Due to the change in FMAP for FFY 2020, the state match portion of the ASH appropriation (provided via CPE) is increased by \$93,900 to \$8,690,500. The state retains the federal match drawn down for ASH, which is deposited in the General Fund. Due to the change in FMAP, this amount decreases by \$93,900, from \$19,878,300 to \$19,784,400.
- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Maricopa Integrated Health Systems of \$113,818,500 Total Fund (\$34,361,200 SM provided via CPE). Due to the reduction in the federal DSH allotment in FFY 2020, AHCCCS estimates that the maximum amount available for MIHS in FY 2020 will be \$111,076,400 (SM of \$33,900,500). This change will reduce the federal match available for deposit in the General Fund from \$75,254,400 in FY 2019 to \$72,973,600 in FY 2020. This assumes that Maricopa will retain the \$4,202,300 historically appropriated.
- The changes to ASH and MIHS result in a net decrease to federal monies deposited to the General Fund of \$2,374,700.

Graduate Medical Education - Laws 2006, Chapter 331, Section 8 and Laws 2007, Chapter 263, Section 9 required AHCCCS to expand the Graduate Medical Education (GME) program, which uses voluntary contributions from local political subdivisions as State Match to make payments to hospitals. Since the availability of these local funds, Arizona has seen significant increases in GME funding (an increase from \$33 million in 2007 to an estimated \$293 million in 2018). The table on the following page displays historical GME spending as well as total Arizona Resident slots.



- In FY 2020, AHCCCS proposes to decrease the GME appropriation by \$82.2 million Total Fund (\$25.6 million State Match decrease) over the FY 2019 appropriation. AHCCCS and CMS are continuing to negotiate on the methodology for indirect GME. AHCCCS requests that the feed bill footnote language be continued for GME in FY 2020 to provide flexibility in the event more funding becomes available and CMS approves additional expenditures.

ACA Health Insurer Fee

- The ACA includes a \$8.0 billion health insurer fee (HIF) on the health insurance industry beginning in 2014, indexed to the rate of premium growth each year. In order to maintain actuarially soundness, Medicaid managed care capitation rates are increased to offset the tax liability from the fee. The Consolidated Appropriations Act of 2016 instituted a moratorium on the HIF for the CY 2017 fee year (representing the year the health plans would have paid, AHCCCS would reimburse the following SFY).
- Health insurers were required to pay these fees for calendar year 2018, resulting in an increase in capitation rates to offset the tax liability from the fee in 2019. In FY 2019, AHCCCS projects a cost of \$123.7 million Total Fund (\$27.8 million GF) associated with HIF.
- Continuing resolution H.R. 195 §4001 amending Sec. 4191(c), which was signed by President Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year, relieving AHCCCS of the need to issue a corresponding payment to the health plans in SFY 2020.

Targeted Investments Program

- On January 18, 2017, the Centers for Medicare and Medicaid Services (CMS) approved Arizona's request to implement the Targeted Investments (TI) program, formerly known as the Delivery System Reform Incentive Payments (DSRIP) program, to support the state's ongoing efforts to integrate the physical and behavioral health care delivery system for AHCCCS members. The project provides funding for focused, time-limited projects aimed at building necessary infrastructure to improve care coordination and care management for AHCCCS members and multi-agency, multi-provider care delivery for the following populations:
 - Children with behavioral health needs, including children with or at risk for Autism Spectrum Disorder (ASD), and children engaged in the child welfare system.
 - Adults with behavioral health needs.
 - Individuals transitioning from incarceration who are AHCCCS-eligible.
- The program represents an investment of \$300 million Total Fund over five years, from FY 2018 through FY 2022. There is no General Fund impact from this initiative.
- The FY 2020 amount anticipated for this program is \$90 million, representing a \$20 million increase over the appropriated amount allocated in FY 2019. The FY 2021 amount will decrease to \$70 million and \$50 million in FY 2022.

Opioid Epidemic Efforts

- The opioid epidemic continues to take a significant toll on Arizonans. According to the Arizona Department of Health Services, an estimated 6,700 possible opioid overdoses were reported between June 15, 2017 and March 22, 2018, with as many as 16 percent of them fatal. From prescription opioid overuse to the abuse of illegally produced opioids like heroin and fentanyl, the epidemic is impacting families across our state.
- Under your leadership, in January 2018, the Legislature unanimously passed the Arizona Opioid Epidemic Act. In addition to critical prescription limitations, this bill provided AHCCCS with \$10 million to ensure uninsured or underinsured Arizonans have increased access to treatment. This funding is reflected in this budget as the Substance Use Disorder Services Fund, and the funding is projected to be utilized over the next two fiscal years.
- Additional funding from the Substance Abuse and Mental Health Services Association (SAMHSA) has been allocated to each state to implement activities to reduce the number of individuals with Opioid Use Disorder (OUD) and the number of opioid-related deaths. Federal grant funding associated with opioids in this budget submittal include: the Substance Abuse Prevention and Treatment Block Grant (SABG); Opioid State Targeted

Response (STR); Medication Assisted Treatment-Prescription Drug Opioid Addiction (MAT-PDOA); State Youth Treatment Grant (SYT); and the State Opioid Response grant.

Other Issues

- AHCCCS assumes the regular FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on the projection published by the Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- AHCCCS has six critical issues for your consideration:
 - AHCCCS has identified positions within the agency where compensation adjustments are warranted. Therefore, the agency is currently working with the Governor's Office to address this issue for key positions in FY 2020. A well-designed pay increase plan will reduce high turnover and vacancy rates, resulting in a more efficient government that saves resources on constantly hiring and training new staff. The agency and the Governor's Office are considering a variety of pay package options that could potentially include: across-the-board pay raises; merit based increases; and/or leveling to market rates. AHCCCS recognizes that the Governor is particularly focused on compensation adjustments for vital public safety agencies. State public safety agencies often compete with local and federal operators that currently pay higher salaries than state positions, hindering the State's ability to recruit and retain highly qualified individuals. Working to create a safe and secure environment for Arizona citizens and visitors is one of our State's greatest responsibilities and challenges. Further, the Governor is uniquely positioned to collaborate across public safety and non-public safety departments, identifying critical compensation challenges and crafting the best solution that is appropriate for each. AHCCCS looks forward to working with the Governor's Office on these solutions during the development of the FY 2020 Executive Budget.
 - AHCCCS is requesting \$449,700 TF (\$125,100 GF) for the ongoing operational costs of a federally mandated Asset Verification System (AVS). The Supplemental Appropriations Act of 2008 (P.L. 110-252), which added section 1940 of the Social Security Act (the Act) and a new subsection 1903(iX24) of the Act, requires all states to implement a system for verifying the assets of individuals aged 65 and older and individuals living with blindness or disability who are applying for, or receiving, Medicaid. In Arizona, this population is covered under the ALTCS program which currently covers approximately 60,000 people within the state. To satisfy this federal mandate, AHCCCS has contracted with NESCO, a federally approved, multi-state consortium that provides asset verification services. AHCCCS has an approved project investment justification (PIJ) for this project and the development cost will be incurred in FY19. The AHCCCS Office of the Inspector General is confident that access to the AVS will improve program integrity efforts and result in additional state recoveries.

- AHCCCS is requesting \$4,960,100 TF (\$779,900 GF) for ongoing operational costs of the Provider Management system upgrade. AHCCCS business relies on a Medicaid Management Information System (MMIS) which is currently built on a mainframe using 1980's technology. Current provider management processes are manual and paper based, resulting in backlogs for providers interested in enrolling with the Medicaid program. Additionally, the current paper based system fosters opportunities for waste, fraud and abuse during federally required re-registration efforts. In order to continue to receive federal funding, AHCCCS will have to replace the existing MMIS system using modular, reusable components. The provider management component is the first project aimed at modernizing the agency's MMIS system. This solution will transform the current system into an efficient model, automating 95% of the provider registration process. AHCCCS has an approved PIJ for this project and the development cost will be incurred in FY19. The Information Technology Authorization Committee approved this project at the August 22, 2018 meeting.
- Pursuant to Section 1903 of the Social Security Act (42 U.S.C. 1396b), AHCCCS is mandated to implement an Electronic Visit Verification (EVV) system for non-skilled in-home services (attendant care, personal care, homemaker, habilitation, respite) by January 1, 2020 and for in-home skilled nursing services (home health) by January 1, 2023 or otherwise be subject to FMAP reductions. AHCCCS has established the following timeline for the implementation of the EVV system: release Request for Proposal (RFP), September 2018; select a state-wide vendor, January 2019; award contract, April 2019; fully implement EVV, October 2019. . The PIJ for this project is currently being prepared for review. Providers of in-home services operate under very narrow margins. Most recently, provider profitability has been impacted by Proposition 206 Minimum Wage increases and the Department of Labor Companionship Exemption under the Fair Labor Standards Act. As such, providers are not in a position to assume cost for the State's compliance with this federal requirement, detailed in the 21st Century Cures Act. Therefore, in an effort to maintain access to care standards, AHCCCS must pay for the cost of implementing and maintaining a statewide EVV system. In order to maintain the integrity of the procurement process, AHCCCS is not including a specific dollar request in this submission; however, funding will be required in FY20 for the ongoing operational costs of the EVV system. Once responses to the RFP have been received, AHCCCS will provide an estimated cost for this project.
- AHCCCS is requesting \$847,600 Total Fund (\$258,000 State Match) to fund two separate and distinct services for individuals with a combined vision and hearing loss including the Support Service Provider (SSP) service as an acute care/physical health covered benefit and the Community Intervener (CI) service as a long term care services and supports covered benefit. The physical health, mental health and safety and welfare of individuals with a combined vision and hearing loss are compromised by their impairments. SSP and CI are aimed at providing visual, auditory and environmental information to support individuals in leading self-directed,

independent lives... AHCCCS is requesting funding within the Traditional and ALTCS programs to provide these critical services to members with vision and hearing impairments. The funding request is based on an estimated annual cost of \$5,200 per member, drawing on a utilization rate and cost per hour realized under a comparable program in Texas. There is also a funding impact to the ADES program serving individuals with intellectual and developmental disabilities in the amount of \$462,800 Total Fund (\$140,900 General Fund).

- AHCCCS is including a Base Modification decision package to reflect the integration of Children's Rehabilitative Services (CRS) and Behavioral Health Services within the ADES program serving individuals with intellectual and developmental disabilities. This shifts \$102,164,100 Total Funds (\$31,125,000 General Fund) from the FY 2020 AHCCCS appropriation to the ADES appropriation for the annualization of CRS integration which occurred on October 1, 2018, and three quarters of the behavioral health integration which will occur on October 1, 2019. There should be a corresponding increase in the ADES budget submittal.

AHCCCS will re-evaluate this budget submittal and may refine it based on additional expenditure data, caseload trends, CMS decisions, or legal judgments.

Sincerely,

A handwritten signature in black ink, appearing to read 'T. Betlach', with a large, stylized flourish at the end.

Thomas J. Betlach
Director



State of Arizona Budget Request

State Agency

Arizona Health Care Cost Containment System

A.R.S. Citation: 36-2901

Appropriated Funds

	FY 2019 Approp	FY 2020 Fund. Issue	FY 2020 Total Budget
Total Amount Requested:	2,105,138.0	44,699.0	2,149,837.0
General Fund	1,777,093.5	28,872.0	1,805,965.5
Tobacco Tax and Health Care Fund	68,040.5	0.0	68,040.5
Tobacco Products Tax Fund	17,966.1	0.0	17,966.1
Substance Abuse Services Fund	2,250.2	0.0	2,250.2
Children's Health Insurance Program Fund	87,572.7	15,827.0	103,399.7
Budget Neutrality Compliance Fund	3,756.2	0.0	3,756.2
Prescription Drug Rebate Fund	148,458.8	0.0	148,458.8

Governor DUCEY:

This and the accompanying budget schedules, statements and explanatory information constitute the operating budget request for this agency for Fiscal Year 2020.

To the best of my knowledge all statements and explanations contained in the estimates submitted are true and correct.

Agency Head: **Thomas Betlach**

Title: **Agency Director**

Thomas Betlach  9/4/2018

(signature)

Phone: **(602) 417-4348**

Non-Appropriated Funds

	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Budget
Total Amount Planned:	11,699,190.2	471,543.2	12,170,733.4
Proposition 204 Protection Account (TPTF) Fund	37,728.9	0.0	37,728.9
Tobacco Tax and Health Care Fund	700.0	0.0	700.0
Federal Grant Fund	87,583.8	0.0	87,583.8
AHCCCS Fund	8,061,818.3	47,572.2	8,109,390.5
Delivery System Reform Incentive Payment Fund	21,773.1	6,289.3	28,062.4
Long Term Care System Fund	2,137,354.6	263,446.5	2,400,801.1
Substance Use Disorder Services Fund	4,906.0	0.0	4,906.0
AHCCCS Intergovernmental Service Fund	8,713.9	0.0	8,713.9
Employee Recognition Fund	2.0	0.0	2.0
Arizona Tobacco Litigation Settlement Fund	87,000.0	15,000.0	102,000.0
Trauma and Emergency Services Fund	23,500.0	0.0	23,500.0
IGA and ISA Fund	622,364.6	71,844.9	694,209.5
Hospital Loan Residency Fund	0.0	0.0	0.0
Prescription Drug Rebate Fund	(202,582.2)	33,558.0	(169,024.2)
Seriously Mentally Ill Housing Trust Fund	4,100.0	0.0	4,100.0
Nursing Facility Provider Assessment Fund	109,914.1	(958.4)	108,955.7
Hospital Assessment	310,023.3	21,539.9	331,563.2
AHCCCS - 3rd Party Collection Fund	1,692.9	0.0	1,692.9
IGAs for County BHS Fund	67,529.2	0.0	67,529.2
County Funds Fund	315,067.7	13,250.8	328,318.5
Total:	13,804,328.2	516,242.2	14,320,570.4

Prepared By: **Nicholas Seidel**

Email Address: nicholas.seidel@azahcccs.gov

Date Prepared: **Tuesday, September 4, 2018**

AHCCCS Acronyms

Acronym	Description
A.A.C.	Arizona Administrative Code
A.R.S.	Arizona Revised Statutes
ABD	Aged, Blind, or Disabled
AC	AHCCCS Care
ACC	AHCCCS Complete Care
ACE	AHCCCS Customer Eligibility
ACIA	Arizona Commission on Indian Affairs
AD	Assistant Director
ADDPC	Arizona Developmental Disabilities Planning Council
ADES	Arizona Department of Economic Security
ADHS	Arizona Department of Health Services
ADOA	Arizona Department of Administration
ADOADC	Arizona Department of Administration Data Center
ADOC	Arizona Department of Corrections
ADOE	Arizona Department of Education
ADOR	Arizona Department of Revenue
ADOT	Arizona Department of Transportation
ADPS	Arizona Department of Public Safety
AF	AHCCCS Fund
AFCU	AHCCCS Fraud Control Unit
AFDC	Aid to Families with Dependent Children
AFIS	Arizona Financial Information System
AG	Attorney General
AHCCCS	Arizona Health Care Cost Containment System
AHP	Advocates for Human Potential, Inc.
AI	American Indian
AIHP	American Indian Health Plan
AIPO	Arizona Immunization Program Office
ALOS	Average Length of Stay
ALTCS	Arizona Long Term Care System
AMPM	AHCCCS Medical Policy Manual
AN	Alaska Native
APR-DRG	All Patient Refined Diagnosis-Related Group
ARIMA	Autoregressive Integrated Moving Average model
ARIMA	Autoregressive Integrated Moving Average
ARRA	American Recovery and Reinvestment Act of 2009
ART	AHCCCS Recognition Team
ASH	Arizona State Hospital
ASIIS	Arizona State Immunization Information System
ASR	Appropriations Status Report
ATLS	Arizona Tobacco Litigation Settlement
ATP-C	Arizona Training Program at Coolidge
AZNET	Arizona Network
AzSPC	Arizona Suicide Prevention Coalition
AZTECS	Arizona Technical Eligibility Computer System
BBA	Balanced Budget Act of 1997
BCC	Breast and Cervical Cancer
BCCTP	Breast and Cervical Cancer Treatment Program
BH	Behavioral Health
BIA	Bureau of Indian Affairs
BIPA	Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act of 2000
BNCF	Budget Neutrality Compliance Fund
BON	Board of Nursing

AHCCCS Acronyms

Acronym	Description
BRB	Budget Reconciliation Bill
BUDDIES	Budget Development Information Exchange System
CAH	Critical Access Hospital
CAN	Certified Nursing Assistant
CATS	Client Assessment and Tracking System
CBO	Congressional Budget Office
CFR	Code of Federal Regulations
CHIP	Children's Health Insurance Program
CHIPRA	Children's Health Insurance Program Reauthorization Act of 2009
CM	Case Management
CMDP	Comprehensive Medical and Dental Program
CMHS	Center for Mental Health Services
CMP	Civil Monetary Penalty
CMS	Centers for Medicare and Medicaid Services
CNOM	Costs Not Otherwise Matchable
COLA	Cost of Living Adjustment
COP	City of Phoenix
CPE	Certified Public Expenditure
CPI	Consumer Price Index
CPI-U	Consumer Price Index for Urban Consumers
CPS	Current Population Survey
CPSAWG	Communities Preventing Substance Abuse Group
CRS	Children's Rehabilitative Services
CSA	County Service Area
CY	Calendar Year
CYE	Contract Year Ending
DASIS	Drug and Alcohol Services Information System
DBF	Division of Business and Finance
DBHS	Division of Behavioral Health Services
DD	Developmentally Disabled
DDD	Division of Developmental Disabilities
DDSA	Disability Determination Services Administration
DEFRA	Deficit Reduction Act of 1984
DFSM	Division of Fee-for-Service Management
DHCM	Division of Health Care Management
DHHS	Department of Health and Human Services
DOB	Date of Birth
DOD	Date of Death
DOI	Date of Ineligibility
DOL	Department of Labor
DOP	Date of Payment
DOS	Date of Service
DRA	Deficit Reduction Act of 2005
DSC	Direct Service Claims
DSH	Disproportionate Share Hospital
D-SNP	Dual Eligible Special Needs Plan
DSRIP	Delivery System Reform Incentive Payment
EHR	Electronic Health Record
EHSA	Emergency Health Services Account
EOB	Explanation of Benefits
EOY	End of Year
EPD	Elderly and Physically Disabled Program
EPS	Office of Employment and Population Statistics

AHCCCS Acronyms

Acronym	Description
EPSDT	Early and Periodic Screening, Diagnostic, and Treatment Program
EQRO	External Quality Review Organization
ERC	Employee Recognition Committee
ERE	Employee Related Expenditures
ESA	Expansion State Adults
ESI	Employee Sponsored Insurance
ESP	Emergency Services Program
ESRD	End State Renal Disease
FAA	Family Assistance Administration
FBI	Federal Bureau of Investigation
FBR	Federal Benefit Rate
FDA	Food and Drug Administration
FEHBA	Federal Employees Health Benefit Act of 1959
FESP	Federal Emergency Services Program
FF	Federal Fund
FFIS	Federal Funds Information for States
FFM	Federally Facilitated Marketplace
FFP	Federal Financial Participation
FFS	Fee-for-Service
FFY	Federal Fiscal Year
FICA	Federal Insurance Contributions Act of 1935
FID	Fraud Investigation Database
FMAP	Federal Medical Assistance Percentage
FPL	Federal Poverty Level
FPS	Family Planning Services
FQHC	Federally Qualified Health Center
FTE	Full Time Equivalent
FTW	Freedom to Work
FY	Fiscal Year, used to mean State Fiscal Year unless otherwise noted
GAO	General Accounting Office
GAZ	Greater Arizona
GDP	Gross Domestic Product
GF	General Fund
GME	Graduate Medical Education
GMH	General Mental Health
GSA	Geographic Service Area
HAPA	Hawaii-Arizona PMMIS Alliance
HC	Human Resource Cener
HCBH	High Cost Behavioral Health
HCBS	Home and Community Based Services
HCFA	Health Care Financing Administration (now know as CMS)
HEAplus	Health-e-Arizona Plus
HHS	Health and Human Services
HIB	Hospital Insurance Benefit
HIF	Health Insurer Fee
HIFA	Health Insurance Flexibility and Accountability Initiative
HIPAA	Health Insurance Portability and Accountability Act of 1996
HIT	Health Information Technology
HIX	Health Insurance Exchange
HMO	Health Maintenance Organization
HPE	Hospital Presumptive Eligibility
HPM	Health Programs Manager
HRD	Human Resources and Development

AHCCCS Acronyms

Acronym	Description
IBNR	Incurred But Not Reported
ICD-10	International Classification of Disease, 10th Edition
ICF/ID	Intermediate Care Facility for Individuals with Intellectual Disabilities
IDEA	Individuals with Disabilities Education Act of 1990
IGA	Intergovernmental Agreement
IGT	Inter-governmental Transfer
IHAC	Indian Health Advisory Council
IHCIA	Indian Health Care Improvement Act of 1976
IHS	Indian Health Service
IMD	Institution for Mental Diseases
IP	Inpatient
ISA	Interagency Service Agreement
ISD	Information Services Division
IT	Information Technology
IV-A	Title IV-A of the Social Security Act (TANF)
IV-D	Title IV-D of the Social Security Act (Child/Medical Support and Establishment of Paternity)
IV-E	Title IV-E of the Social Security Act (Foster Care/Adoption Subsidy)
JLBC	Joint Legislative Budget Committee
J-o-J	June over June
KC	KidsCare
LAN	Local Area Network
LARC	Local Alcoholism Reception Center
LEA	Local Education Agency
LIHEAP	Low Income Home Energy Assistance Program
LIUR	Low-Income Utilization Rate
LOC	Level of Care
LOS	Length of Stay
LPR	Lawful Permanent Resident
LTC	Long Term Care
LTCSF	Long-Term Care System Fund
LWOP	Leave Without Pay
MA	Medicare Advantage
MAC	Medicaid Administrative Claiming
MAGI	Modified Adjusted Gross Income
MAO	Medical Assistance Only
MCCA	Medicare Catastrophic Care Act of 1988
MCO	Managed Care Organization
MCP	Mercy Care Plan
MED	Medical Expense Deduction
MIG	Medicaid Infrastructure Grant
MIHS	Maricopa Integrated Health System
MIPS	Medicaid in the Public Schools
MIS	Medicaid Information System
MM	Member Months
MMA	Medicare Prescription Drug, Improvement, and Modernization Act of 2003
MMIC	Mercy Maricopa Integrated Care
MN	Medically Needy
MNA	Medically Needy Account
MOE	Maintenance of Effort
MSA	Master Settlement Agreement
MSIS	Medicaid Statistical Information System
MUR	Medicaid Utilization Rate
NA	Native American

AHCCCS Acronyms

Acronym	Description
NAV	Net Assessed Value
NEA	Newly Eligible Adult
NEC	Newly Eligible Children
NEMT	Non-emergency Medical Transportation
NF	Nursing Facility
NFA	Nursing Facility Assessment
NHE	National Health Expenditure data
NHE	National Health Expenditure
OBRA	Omnibus Budget Reconciliation Act of 1993
OEPS	Office of Employment and Population Statistics
OIG	Office of Inspector General
OLS	Operating Lump Sum
OOD	Office of the Director
OOE	Other Operating Expenditures
OP	Outpatient
OSPB	Governor's Office of Strategic Planning and Budgeting
P&O	Professional and Outside Services
PA	Prior Authorization
PARIS	Public Assistance Reporting Information System
PAS	Preadmission Screening
PASARR	Preadmission Screening and Annual Resident Review
PASRR	Preadmission Screening and Resident Review
PATH	Projects for Assistance in Transition from Homelessness
PCH	Phoenix Children's Hospital
PCP	Primary Care Physician
PDR	Prescription Drug Rebate
PHI	Protected Health Information
PHS	Public Health Services
PL	Public Law
PMMIS	Prepaid Medical Management Information System
PP	Prior Period
PPACA	Patient Protection and Affordable Care Act of 2010
PPC	Prior Period Coverage
PPS	Prospective Payment System
PQC	Prior Quarter Coverage
PS	Personal Services
QA	Quality Assurance
QC	Quality Control
QI	Qualified Individual
QMB	Qualified Medicare Beneficiary
RBHA	Regional Behavioral Health Authority
RFI	Request for Information
RFP	Request for Proposal
RHC	Rural Health Center
RHR	Rural Hospital Reimbursement
RI	Reinsurance
SA	Substance Abuse
SAMHSA	Substance Abuse and Mental Health Services Administration
SAPT	Substance Abuse Prevention and Treatment Block Grant
SASF	Substance Abuse Services Fund
SBS	School Based Services
SCHIP	State Children's Health Insurance Program
SED	Seriously Emotionally Disturbed

AHCCCS Acronyms

Acronym	Description
SFY	State Fiscal Year
SIM	State Innovation Model
SLI	Special Line Item
SLMB	Specified Low-Income Medicare Beneficiary
SM	State Match
SMI	Seriously Mentally Ill
SMIB	Supplemental Medical Insurance Benefit
SMM	State Medicaid Manual
SNAP	Supplemental Nutrition Assistance Program
SNCP	Safety Net Care Pool
SNF	Skilled Nursing Facility
SOBRA	Sixth Omnibus Budget Reconciliation Act of 1986
SOC	Share of Cost
SPA	State Plan Amendment
SPE	Strategic Prevention Enhancement Grant
SSA	Social Security Act of 1935 or Social Security Administration
SSD	Social Security Disability
SSDI	Social Security Disability Insurance
SSI	Supplemental Security Income
SSIw	Supplemental Security Income with Medicare
SSIwo	Supplemental Security Income without Medicare
STC	Special Terms and Conditions (of Waiver)
TA/SO	TANF/SOBRA
TANF	Temporary Assistance for Needy Families
TBI	Traumatic Brain Injury
TED	Treatment Episode Data (quarterly)
TEFT	Testing Experience and Functional Tools
TF	Total Fund
TI	Targeted Investments Program
TIPS	Technical Interface Protocol Solutions
TLSF	Tobacco Litigation Settlement Fund
TMA	Transitional Medical Assistance
TMC	Temporar Medical Coverage
TPC	Third Party Coverage
TPL	Third Party Liability
TPP	Third Party Payer
TPTF	Tobacco Products Tax Fund
TRBHA	Tribal Regional Behavioral Health Authority
TTHCF	Tobacco Tax and Health Care Fund - Medically Needy Account
TTW	Ticket to Work (also know as Freedom to Work)
TWWIIA	Ticket to Work Incentives Improvement Act of 1999
UI	Unemployment Insurance
VA	U.S. Department of Veterans Affairs
WIIN	Work Incentive Information Network
WWHP	Well Women Healthcheck Program
YATI	Young Adult Transitional Insurance
Y-o-Y	Year over Year

Arizona Health Care Cost Containment System

Agency Administration and Management

**Arizona Governor
Douglas A. Ducey**

**DIRECTOR
Thomas J. Betlach**

**Office of Inspector General
Sharon Ormsby**

**DEPUTY DIRECTOR
Jami Snyder**

**CHIEF MEDICAL OFFICER
Dr. Sara Salek**

**Business Intelligence
& Analytics**
Mike Sisson

**Health Care Management
Finance, Rate Development and Data**
Shelli Silver

**Healthcare Management
Clinical & Operations**
Virginia Rountree

Intergovernmental Relations
Elizabeth Lorenz

**Assistant Deputy Director of
Business Operations**
Elizabeth Carpio

Administrative Legal Services
Matthew Devlin

Business & Finance
Jeff Tegen

Fee for Service Management
Markay Adams

Member Services
Joni Shipman

Information Services
Dan Lippert

**Eligibility System Program
Administrator**
Stacy Westerholm

**Healthcare Advocacy and
Advancement**
Dana Hearn

**Human Resources
& Development**
Roxanne Robles

Continuous Improvement
Gloria Diaz

**Executive Staff Assistant to the
Director**
Laura Raymond

Clinical Services
Medical Director, Roger Willcox
Dental Director, Michael Recuber
Pharmacy Services, Suzanne Berman

Clinical Initiatives Project Manager
Shana Malone



Effective Date: 7/18/18



AGENCY DESCRIPTION

The Arizona Health Care Cost Containment System (AHCCCS) program is a partnership that includes the State of Arizona, its counties, the Federal Government, program contractors and health plans in the private sector, and AHCCCS members. At the state level, the program is administered by the Arizona Health Care Cost Containment System Administration. The Administration's basic responsibility is to plan, develop, implement and administer an indigent health care program based on competitively bid prepaid capitated contracts and designed to provide quality health care while containing costs. The Administration's main responsibilities are quality assurance of medical care, provider and plan oversight, procurement of contract providers and program operations. The major medical programs are acute care, including the State Children's Health Insurance Program (CHIP), behavioral health services and long term care. Federal funding through Title's XIX and Title XXI (CHIP) of the Social Security Act is provided to AHCCCS through the Centers for Medicare & Medicaid Services, which is under the Department of Health and Human Services.



AHCCCS MISSION, VISION, CORE VALUES, AND CREDO

Mission statement:

Reaching across Arizona to provide comprehensive, quality health care to those in need.

Vision statement:

Shaping tomorrow's managed health care... from today's experience, quality and innovation.

Core values:

- **Passion:** Good Health is a fundamental need of everyone. This belief drives us, inspires us and energizes our work.
- **Community:** Health Care is fundamentally local. We consult and work with, are culturally sensitive to and respond to the unique needs of each community we serve.
- **Quality:** Quality begins as a personal commitment to continual and rigorous improvement, self-examination, and change based on proper data and quality improvement practices.
- **Respect:** Each person with whom we interact deserves our respect. We value ideas for changes and we learn from others.
- **Accountability:** We are personally responsible for our actions and understand the trust our government has placed on us. We plan and forecast as accurately as possible. Solid performance standards measure the integrity of our work. We tell the truth and keep our promises.
- **Innovations:** Embrace change, but accept that not all innovation works as planned. We learn from experience.
- **Teamwork:** Our mission requires good communication among interdependent areas inside and outside the agency. Internally, we team up within across divisions. Externally, we partner with different customers as appropriate.
- **Leadership:** We lead primarily in two ways: by setting the standards by which other programs can be judged, and by developing and nurturing our own future leaders.

Credo: Our first care is your health care.

**HCA - AHCCCS
1000 - General Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

This fund was created pursuant to A.R.S. 36-2913(C)(4). It is to be used for monies drawn against appropriations made by this state for the costs of operating the Arizona Health Care Cost Containment System or the Arizona Long Term Care System. Monies shall be drawn against appropriations and transferred from the fund from which they were appropriated on an as needed basis or as specified by law.

Source of FY 2018 Revenues:

In FY 2018 there were revenues of \$8.9 million related to prior year reimbursements and reversions. A.R.S. § 35-142.01(B) requires that AHCCCS deposit recoveries from reconciliations and civil monetary penalties into the General Fund. In addition, an Indirect Cost Transfer of \$83.6 million was received during FY 2018.

Methodology used to develop projections:

Revenues were projected for prior year reimbursements and indirect cost transfers. The amounts are based on the FY 2014 - FY 2018 average.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 1000 General Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4821	PRIOR YEAR REIMBURSEMENT - REFUNDS	8,226.3	5,754.8	5,754.8
4825	CREDIT CARD INCENTIVE REV - CURRENT YR	2.0	0.0	0.0
4902	INDIRECT COST TRANSFERS IN	83.6	96.9	96.9
Fund Total:		8,311.9	5,851.7	5,851.7

**HCA - AHCCCS
1303 - Tobacco Products Tax Fund - Proposition 204 Protection Account**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

The Proposition 204 Protection Account was established pursuant to A.R.S. 36-778 and is administered by AHCCCS administration. Account funds are used to implement and fund programs and services required as a result of the expanded definition of an eligible person prescribed in section 36-2901.1 (Proposition 204).

Source of FY 2018 Revenues:

The Proposition 204 Protection account is an account which received revenues from Luxury Taxes deposited in the Tobacco Products Tax Fund and interest income.

Methodology used to develop projections:

The Luxury Tax projections for FY 2019 and FY 2020 are based on the FY 2019 appropriated amount. No interest is expected in future years since the funds are being spent as soon as they are available.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System			
Fund:	1303	Proposition 204 Protection Account (TPTF) Fund		
AFIS Code	Category of Receipt and Description			
4191	LUXURY TAX			
	FY 2018	FY 2019	FY 2020	
	37,016.7	37,728.9	37,728.9	
	Fund Total:	37,728.9	37,728.9	

**HCA - AHCCCS
1303 - Tobacco Products Tax Fund - Proposition 204 Protection Account**

**SOURCES AND USES
Justification**

The disbursements of this fund are used for Proposition 204 state match.
Revenues are expended as soon as they are received, therefore, no fund balance should exist in this fund.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	1303 Proposition 204 Protection Account (TPTF) Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	37,016.7	37,728.9	37,728.9
Total Available	37,016.7	37,728.9	37,728.9
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	37,016.7	37,728.9	37,728.9
Balance Forward to Next Year	0.0	0.0	0.0
Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0
Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	37,016.7	37,728.9	37,728.9
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	37,016.7	37,728.9	37,728.9
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	37,016.7	37,728.9	37,728.9
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: The Proposition 204 Protection Account Fund consists of taxes levied on various tobacco products and interest earned on these funds. These funds are used as a portion of the state match for the Proposition 204 expansion of the AHCCCS program.

**HCA - AHCCCS
1306 - Tobacco Tax and Health Care Fund - Medically Needy Account**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

The Tobacco Tax and Health Care fund was established pursuant to A.R.S. 36-771 and consists of all revenues deposited in the fund pursuant to sections 42-3252 and 42-3302 and interest earned on those monies. The fund shall be administered pursuant to the provisions of and for the purposes prescribed by Title 36, Chapter 6, Article B.

Source of FY 2018 Revenues:

The Administration receives funds from two different revenue sources for this fund. The largest portion of the revenues deposited into this fund came from Luxury Tax.

Methodology used to develop projections:

The Luxury Tax projections for FY 2019 and FY 2020 are based on the FY 2019 appropriated amounts.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System			
Fund:	1306	Tobacco Tax and Health Care Fund		
AFIS Code	4191	Category of Receipt and Description	FY 2018	FY 2019
		LUXURY TAX	70,152.4	68,740.5
			70,152.4	68,740.5
		Fund Total:	70,152.4	68,740.5

**HCA - AHCCCS
1306 - Tobacco Tax and Health Care Fund - Medically Needy Account**

**SOURCES AND USES
Justification**

The disbursements of fund 1306 represent state match dollars for the Traditional Medicaid Services program as well Traditional Behavioral Health Services as outlined in the JLBC Appropriations Report.

This fund is also used for Option 1 and 2 transplants in accordance with A.R.S. 36-2907.10, A.R.S. 36-2907.11, and A.R.S. 36-2907.12.

Non-appropriated expenditures include transfers to ADHS for folic acid, renal, dental care, and nutrition supplements.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	1306 Tobacco Tax and Health Care Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	70,152.4	68,740.5	68,740.5
Total Available	70,152.4	68,740.5	68,740.5
Total Appropriated Disbursements	36,862.6	68,040.5	68,040.5
Total Non-Appropriated Disbursements	33,289.8	700.0	700.0
Balance Forward to Next Year	0.0	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	36,862.6	68,040.5	68,040.5
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	36,862.6	68,040.5	68,040.5
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	36,862.6	68,040.5	68,040.5
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	32,623.5	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	666.3	700.0	700.0
Expenditure Categories Total:	33,289.8	700.0	700.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	33,289.8	700.0	700.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSPB: The Tobacco Tax and Health Care Fund consists of taxes levied on various tobacco products and interest earned on these funds. Funds are used for medical program costs in various state agencies.

HCA - AHCCCS
1310 - Tobacco Products Tax Fund - Emergency Health Services

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

The Emergency Health Services Account was established pursuant to A.R.S. 36-776 and is administered by the AHCCCS Administration. Funds are used for the Proposition 204 State Match. Monies in the account are subject to legislative appropriation.

Source of FY 2018 Revenues:

The Emergency Health Services fund receives revenues from Luxury Taxes deposited in the Tobacco Products Tax Fund. In FY18, it also receive a small amount of interest.

Methodology used to develop projections:

The Luxury Tax projections for FY 2019 and FY 2020 are based on the FY 2019 appropriated amount. No interest is expected in future years since the funds are being spent as soon as they are available.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 1310 Tobacco Products Tax Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4191	LUXURY TAX	17,627.0	17,966.1	17,966.1
4631	TREASURERS INTEREST INCOME	0.3	0.0	0.0
Fund Total:		17,627.3	17,966.1	17,966.1

**HCA - AHCCCS
1310 - Tobacco Products Tax Fund - Emergency Health Services**

**SOURCES AND USES
Justification**

The disbursements of this fund are for Proposition 204 state match.
Revenues are expended as soon as they are received, therefore, no fund balance should exist in this fund.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	1310 Tobacco Products Tax Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	17,627.3	17,966.1	17,966.1
Total Available	17,627.3	17,966.1	17,966.1
Total Appropriated Disbursements	17,627.3	17,966.1	17,966.1
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	0.0	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	17,627.3	17,966.1	17,966.1
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	17,627.3	17,966.1	17,966.1
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	17,627.3	17,966.1	17,966.1
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.0	0.0	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSPB: This fund receives tobacco tax revenues authorized by Proposition 303, and the monies are dedicated to Arizona Health Care Cost Containment System for costs related to Proposition 204 and emergency services.

HCA - AHCCCS
2000 - Federal Grant

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

This fund was established by a grant of Federal Funds in Fiscal Year 2002. The purpose of the fund is to administer the Federal Grants and non-appropriated federal operating funds

Source of FY 2018 Revenues:

The revenues in FY 2018 are from federal grants to fund specific federally funded programs or projects.

Methodology used to develop projections:

The projected revenues for FY 2019 and FY 2020 include funds for the DHS Arizona State Immunization Information System Registry, Mental Health Block Grant, Substance Abuse Prevention and Treatment Block Grant, Projects for Assistance in Transition from Homelessness Grant, Opioid State Targeted Response Grant, Medication Assisted Treatment-Prescription Drug Opioid Addiction Grant, and other discretionary grants from the Substance Abuse and Mental Health Services Administration.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2000 Federal Grant Fund

AFIS Code Category of Receipt and Description

	FY 2018	FY 2019	FY 2020
4211 FEDERAL GRANTS	64,832.6	86,903.7	87,583.8
4699 MISCELLANEOUS RECEIPTS	174.8	0.0	0.0
Fund Total:	65,007.4	86,903.7	87,583.8

**HCA - AHCCCS
2000 - Federal Grant**

**SOURCES AND USES
Justification**

Expenditures in this fund are primarily for specific federally funded projects.

FY18 expenditures includes a small amount for the Arizona State Immunization Information System (ASIS) pass-through and all Federal grants

The projected revenues for FY 2019 and FY 2020 include funds for the DHS Arizona State Immunization Information System Registry, Mental Health Block Grant, Substance Abuse Prevention and Treatment Block Grant, Projects for Assistance in Transition from Homelessness Grant, Opioid State Targeted Response Grant, Medication Assisted Treatment-Prescription Drug Opioid Addiction Grant, and other discretionary grants from the Substance Abuse and Mental Health Services Administration.

Any fund balance is a result of timing differences between the federal draw and payment.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2000 Federal Grant Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	663.7	680.1	0.0
Revenue (From Revenue Schedule)	65,007.4	86,903.7	87,583.8
Total Available	65,671.1	87,583.8	87,583.8
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	64,991.0	87,583.8	87,583.8
Balance Forward to Next Year	680.1	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	802.6	600.9	600.9
Employee Related Expenses	307.1	230.7	230.7
Prof. And Outside Services	1,667.1	1,426.8	1,426.8
Travel - In State	5.4	0.0	0.0
Travel - Out of State	10.1	2.4	2.4
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	54,752.2	85,156.9	85,156.9
Other Operating Expenses	163.0	150.4	150.4
Equipment	18.0	15.7	15.7
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	7,265.5	0.0	0.0
Expenditure Categories Total:	64,991.0	87,583.8	87,583.8
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	64,991.0	87,583.8	87,583.8
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSPB: Monies in the fund come from federal grants, including federal match to non-appropriated state funds and specific federally-funded projects.

HCA - AHCCCS
2120 - AHCCCS Fund

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

The AHCCCS Fund was established pursuant to A.R.S. 36-2913. The fund is to be used to pay administrative and program costs associated with the operation of the AHCCCS system.

Source of FY 2018 Revenues:

This fund received revenue from several different sources. The largest portion of revenues collected in this fund came from Federal funds for the Administration (including Pass-through administration for DES, DHS, and OAH), Acute, Proposition 204, and Newly Eligible Adults. In addition to the Federal funds, in FY 2018, this fund received revenues in the form of State and Local grants, which came from the Counties for the Acute Care program.

In addition to the above, this fund received miscellaneous revenues from prior year reimbursements, miscellaneous receipts, revenue from sale of assets, and operating transfers. The institutional care revenue represents premium collections from members for the Freedom to Work program.

Methodology used to develop projections:

The AHCCCS Fund Federal Grant projections for FY 2019 and FY 2020 represent the Acute Federal Funds amount, plus the appropriated Admin Federal Funds amount, and the Prop 204 Federal Funds amount as well as other federal pass-throughs. For FY 2019 and FY 2020, the county revenues are shown in the County Fund 9691.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	2120	AHCCCS Fund	

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4211	FEDERAL GRANTS	7,552,525.4	8,040,334.0	8,107,906.6
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	49,704.1	0.0	0.0
4333	INSTITUTIONAL CARE	75.9	75.9	75.9
4339	OTHER FEES AND CHARGES FOR SERVICES	858.2	858.0	858.0
4381	SALE OF CAPITAL ASSETS	1.4	0.0	0.0
4645	CREDIT CARD DISCOUNT FEES PAID	(0.3)	0.0	0.0
4699	MISCELLANEOUS RECEIPTS	15.4	0.0	0.0
4902	INDIRECT COST TRANSFERS IN	545.2	550.0	550.0
Fund Total:		7,603,725.3	8,041,817.9	8,109,390.5

**HCA - AHCCCS
2120 - AHCCCS Fund**

**SOURCES AND USES
Justification**

Expenditures from this fund include Federal funds for the Administration (including Pass-through administration for DES, DHS, and OAH), Acute, Proposition 204, and Newly Eligible Adults. Federal pass-through for the School Based Services program also flows through the AHCCCS Fund. In FY 2018, the expenditures include the County portion of the Acute Care program, in FY 2019 and FY 2020 these are shown as County funds.

Any fund balance is a result of timing due to the federal fund draw process and payment lags and AFIS posting.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2120 AHCCCS Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	20,392.6	41,288.7	21,288.3
Revenue (From Revenue Schedule)	7,603,725.3	8,041,817.9	8,109,390.5
Total Available	7,624,117.9	8,083,106.6	8,130,678.8
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	7,582,829.2	8,061,818.3	8,109,390.5
Balance Forward to Next Year	41,288.7	21,288.3	21,288.3

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	32,416.6	30,515.5	30,515.5
Employee Related Expenses	13,738.0	12,915.4	12,915.4
Prof. And Outside Services	20,157.3	15,026.7	15,026.7
Travel - In State	86.7	84.6	84.6
Travel - Out of State	15.9	14.6	14.6
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	7,343,456.8	7,791,404.6	7,836,938.3
Other Operating Expenses	23,226.2	23,964.9	28,284.2
Equipment	1,041.9	1,042.2	1,042.2
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	148,689.8	186,849.8	184,569.0
Expenditure Categories Total:	7,582,829.2	8,061,818.3	8,109,390.5
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	7,582,829.2	8,061,818.3	8,109,390.5
Non-Appropriated FTE:	1,210.1	1,210.1	1,210.1

Fund Description

OSPB: The fund consists of federal match for Title XIX programs. In the actual year, funds also include the county portion of state match.

**HCA - AHCCCS
2130 - Delivery System Reform Incentive Payment Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

The DSRIP Fund was established pursuant to Laws 2016, Chapter 122 (HB2704). The fund includes federal funding claimed via certified public expenditure (CPE) for Designated State Health Programs (DSHPs) and funds provided by Intergovernmental Transfers (IGT) to support the Targeted Investments (TI) program.

Source of FY 2018 Revenues:

Revenues include DSHP CPE and Federal transfers-in

Methodology used to develop projections:

The Federal Grant revenue reflects anticipated Federal Medicaid Title XIX funding that is claimed via CPE for DSHPs. The State and Local Government revenue reflects anticipated IGT funding.

For FY19 and FY20, the federal match is shown in the AHCCCS Fund (2120).

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2130 Delivery System Reform Incentive Payment Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4211	FEDERAL GRANTS	14,957.9	0.0	0.0
4236	STATE AND LOCAL GOVERNMENT - OTHER	2,000.0	7,000.0	9,000.0
4901	OPERATING TRANSFERS IN	9,115.8	14,773.1	19,062.4
Fund Total:		26,073.7	21,773.1	28,062.4

**HCA - AHCCCS
2130 - Delivery System Reform Incentive Payment Fund**

**SOURCES AND USES
Justification**

The DSRIP Fund was established pursuant to Laws 2016, Chapter 122 (HB2704). The fund includes federal funding claimed via certified public expenditure (CPE) for Designated State Health Programs (DSHPs) and funds provided by Intergovernmental Transfers (IGT) to support the Targeted Investments (TI) program.

The Federal Grant revenue reflects anticipated Federal Medicaid Title XIX funding that is claimed via CPE for DSHPs. The State and Local Government revenue reflects anticipated IGT funding.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2130 Delivery System Reform Incentive Payment Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	6,358.2	12,440.0	12,440.0
Revenue (From Revenue Schedule)	26,073.7	21,773.1	28,062.4
Total Available	32,431.9	34,213.1	40,502.4
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	19,991.9	21,773.1	28,062.4
Balance Forward to Next Year	12,440.0	12,440.0	12,440.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	194.2	211.5	211.5
Employee Related Expenses	67.4	73.4	73.4
Prof. And Outside Services	291.5	317.5	317.5
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	19,438.8	21,170.7	27,460.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	19,991.9	21,773.1	28,062.4
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	19,991.9	21,773.1	28,062.4
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSPB: Revenues from intergovernmental transfers and federal funds will be used for projects to improve health care system coordination, integration and data analytics as applied to healthcare delivery.

HCA - AHCCCS
2223 - AZ Long Term Care System

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

The AZ Long Term Care System fund was created pursuant to A.R.S. 36-2913. It consists of the Federal and County share of the ALTCS program and the DES Long-Term Care program.

Source of FY 2018 Revenues:

This fund receives revenue from several different sources. The Federal Fund amounts represent the Federal share of the ALTCS program and the DES Long Term Care Program. Transaction privilege tax revenue is the County portion of the ALTCS program. Revenue is also received in the form of interest earned on the average balance in the fund for the fiscal year.

Methodology used to develop projections:

The ALTCS Fund Federal Grant projections for FY 2019 and FY 2020 are the Long-Term Care Federal Fund amount plus the Department of Economic Security (DES) Arizona Long Term Care System fund amount. For FY 2019 and FY 2020, the county revenues are shown in the County Fund 9691.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	2223	Long Term Care System Fund	
AFIS Code	Category of Receipt and Description	FY 2018	FY 2019
4111	TRANSACTION PRIVILEGE TAX	265,996.7	0.0
4211	FEDERAL GRANTS	1,972,865.2	2,137,350.6
4631	TREASURERS INTEREST INCOME	3.7	4.0
4699	MISCELLANEOUS RECEIPTS	(0.6)	0.0
Fund Total:		2,238,865.0	2,137,354.6
			2,400,801.1

**HCA - AHCCCS
2223 - AZ Long Term Care System**

**SOURCES AND USES
Justification**

Expenditures from this fund represent the Federal Share of the ALTCS and DES Long Term Care Programs. In FY 2018, it includes the county portion of the ALTCS program. In FY 2019 and FY 2020 the county share of the program is included in the County Fund 9691.

Any fund balance is a result of timing due to the federal fund draw process and payment lags. The FY18 ending balance is carried forward.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2223 Long Term Care System Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	31,062.5	32,190.8	32,190.8
Revenue (From Revenue Schedule)	2,238,865.0	2,137,354.6	2,400,801.1
Total Available	2,269,927.5	2,169,545.4	2,432,991.9
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	2,237,736.7	2,137,354.6	2,400,801.1
Balance Forward to Next Year	32,190.8	32,190.8	32,190.8

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	2,237,482.7	2,137,354.6	2,400,801.1
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	254.0	0.0	0.0
Expenditure Categories Total:	2,237,736.7	2,137,354.6	2,400,801.1
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	2,237,736.7	2,137,354.6	2,400,801.1
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: In the actual year it contains statutorily-prescribed county contributions for the provision of long-term care services to AHCCCS eligible populations. In all years, the fund includes federal share for ALTCS and DES long-term care programs.

**HCA - AHCCCS
2227 - Substance Abuse Services Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

This fund is used to provide alcohol and other drug screening, education or treatment for persons court-ordered to attend and who do not have the financial ability to pay for the services, to contract for preventative or rehabilitative and substance abuse services, and to provide priority for treatment services to pregnant substance abusers.

Source of FY 2018 Revenues:

The fund receives 23.6% of monies collected from Medical Services Enhancement Fund which is a 13% penalty levied on criminal offenses, motor vehicle civil violations and game and fish violations. The fund moved from ADHS to AHCCCS in FY17 and all ADHS cash balances were transferred.

Methodology used to develop projections:

Revenues are estimated based on prior year experience

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	2227	Substance Abuse Services Fund	

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4511	COURT ASSESSMENTS	2,196.9	2,000.0	2,000.0

Fund Total:

	2,196.9
	2,000.0
	2,000.0

**HCA - AHCCCS
2227 - Substance Abuse Services Fund**

**SOURCES AND USES
Justification**

This fund is used to provide alcohol and other drug screening, education or treatment for persons court-ordered to attend and who do not have the financial ability to pay for the services, to contract for preventative or rehabilitative and substance abuse services, and to provide priority for treatment services to pregnant substance abusers.

This fund was transferred to AHCCCS in FY17 as part of the Governor's Administrative Simplification plan.

Fund balances are due to revenues received in excess of the amount appropriated by the Legislature, including a cash balance that was transferred from ADHS in FY17.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2227 Substance Abuse Services Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	2,777.0	2,723.7	2,473.5
Revenue (From Revenue Schedule)	2,196.9	2,000.0	2,000.0
Total Available	4,973.9	4,723.7	4,473.5
Total Appropriated Disbursements	2,250.2	2,250.2	2,250.2
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	2,723.7	2,473.5	2,223.3

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	2,250.2	2,250.2	2,250.2
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	2,250.2	2,250.2	2,250.2
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	2,250.2	2,250.2	2,250.2
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.0	0.0	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: Funds are used to provide alcohol and other drug screening, education, or treatment services for persons ordered by the court to receive treatment who cannot afford to pay. The fund receives 23.6% of monies collected from the Medical Services Enhancement

**HCA - AHCCCS
2325 - Substance Use Disorder Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

This fund was established by Laws 2018, First Special Session, Chapter 1, Section 40 to provide opioid addiction treatment to non-Title XIX members.

Source of FY 2018 Revenues:

The fund was appropriated \$10,000,000 from the General Fund and also receives interest income.

Methodology used to develop projections:

The only new projected revenues is ongoing interest income. The fund is expected to be fully expended by the end of FY20.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	2325	Substance Use Disorder Services Fund	

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4631	TREASURERS INTEREST INCOME	24.5	20.5	15.0
4901	OPERATING TRANSFERS IN	10,000.0	0.0	0.0
Fund Total:		10,024.5	20.5	15.0

**HCA - AHCCCS
2325 - Substance Use Disorder Services Fund**

**SOURCES AND USES
Justification**

This fund was established to provide opioid addiction treatment to non-Title XIX members.

\$10,000,000 in General Fund was appropriated to this fund in FY18

The funding is expected to be spent over three fiscal years: FY18, FY19, and FY20

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2325 Substance Use Disorder Services Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	0.0	9,776.5	4,891.0
Revenue (From Revenue Schedule)	10,024.5	20.5	15.0
Total Available	10,024.5	9,797.0	4,906.0
Total Appropriated Disbursements	248.0	4,906.0	4,906.0
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	9,776.5	4,891.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	248.0	4,906.0	4,906.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	248.0	4,906.0	4,906.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	248.0	4,906.0	4,906.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.0	0.0	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

**HCA - AHCCCS
2409 - Children's Health Insurance Program**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

The Children's Health Insurance Program (CHIP) fund was established pursuant to A.R.S. 36-2995 and is used to pay the administrative and program costs associated with the operation of the CHIP program.

Source of FY 2018 Revenues:

The CHIP Federal Grants revenue for FY18 represents the Federal portion of the CHIP Services and CHIP Administration appropriations. Institutional Care revenue represents the premiums received from CHIP members.

Methodology used to develop projections:

The Federal Grants projections for FY 2019 and FY 2020 represent the Federal portion of the CHIP Services and CHIP Administration.

The Institutional Care revenue represents member premium collection estimates for FY 2019 and FY 2020.

Credit Card discount fees based on percentage of premiums collected.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2409 Children's Health Insurance Program Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4211	FEDERAL GRANTS	54,510.0	74,941.4	91,673.7
4333	INSTITUTIONAL CARE	6,714.7	9,197.9	11,814.9
4645	CREDIT CARD DISCOUNT FEES PAID	(52.9)	(73.1)	(88.9)
Fund Total:		61,171.8	84,066.2	103,399.7

**HCA - AHCCCS
2409 - Children's Health Insurance Program**

**SOURCES AND USES
Justification**

The expenditures in this fund represent the Federal share and premiums share of CHIP Services and CHIP Administration.

Any Fund balance is due to timing between the collection of monthly premiums and payments as well as the timing of federal draws.

The FY 2018 ending funding balance of \$3.1 million is carried forward in FY 2019, however, in any given month, the fund balance may vary depending on timing.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2409 Children's Health Insurance Program Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	2,448.7	3,506.5	0.0
Revenue (From Revenue Schedule)	61,171.8	84,066.2	103,399.7
Total Available	63,620.5	87,572.7	103,399.7
Total Appropriated Disbursements	60,114.0	87,572.7	103,399.7
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	3,506.5	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	492.0	1,085.3	1,085.3
Employee Related Expenses	193.1	425.8	425.8
Prof. And Outside Services	84.0	185.0	185.0
Travel - In State	0.5	1.2	1.2
Travel - Out of State	0.3	0.7	0.7
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	57,178.8	81,263.5	97,090.5
Other Operating Expenses	555.0	1,380.3	1,380.3
Equipment	19.7	43.5	43.5
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	1,590.6	3,187.4	3,187.4
Expenditure Categories Total:	60,114.0	87,572.7	103,399.7
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	60,114.0	87,572.7	103,399.7
Appropriated FTE:	38.2	38.2	38.2

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.0	0.0	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP: Consists of Federal Title XXI funds and member premiums, which are used to provide health coverage for children eligible for the KidsCare program administered by AHCCCS, and related administrative costs.

HCA - AHCCCS
2438 - AHCCCS Intergovernmental Service Fund

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

The AHCCCS Intergovernmental Service Fund was created pursuant to A.R.S. 36-2927. In September 1999, AHCCCS entered into an agreement with the State of Hawaii to develop and manage its Medicaid Information System. In return AHCCCS is compensated for associated direct and indirect costs.

Source of FY 2018 Revenues:

Revenues from State and Local Government - Other represent monies received from Hawaii as reimbursement for direct and indirect costs associated with the development and management of its Medicaid Information System.

Methodology used to develop projections:

The Hawaii Intergovernmental Service Fund revenue projections for FY 2019 and FY 2020 represent the estimated State of Hawaii costs associated with Information Technology services provided by AHCCCS for the implementation, operation and maintenance of the PMMIS system for Hawaii.

Interest income is estimated based on prior year experience

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2438 AHCCCS Intergovernmental Service Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4236	STATE AND LOCAL GOVERNMENT - OTHER	7,524.1	7,500.0	7,500.0
4631	TREASURERS INTEREST INCOME	16.8	17.0	17.0
4902	INDIRECT COST TRANSFERS IN	294.5	300.0	300.0
Fund Total:		7,835.4	7,817.0	7,817.0

**HCA - AHCCCS
2438 - AHCCCS Intergovernmental Service Fund**

**SOURCES AND USES
Justification**

Expenditures from this fund represent purchases made by AHCCCS on behalf of the State of Hawaii for the development and management of the PMMIS system.

The fund balance consists of about two to three months of Hawaii operating expenditures on hand in the fund and indirect cost savings which AHCCCS uses for IT related projects.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2438 AHCCCS Intergovernmental Service Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	2,456.0	3,749.4	2,852.5
Revenue (From Revenue Schedule)	7,835.4	7,817.0	7,817.0
Total Available	10,291.4	11,566.4	10,669.5
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	6,542.0	8,713.9	8,713.9
Balance Forward to Next Year	3,749.4	2,852.5	1,955.6
Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0
Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	1,688.8	1,688.8	1,688.8
Employee Related Expenses	581.6	581.6	581.6
Prof. And Outside Services	4.5	4.5	4.5
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.3	0.3	0.3
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	3,328.1	5,500.0	5,500.0
Equipment	15.5	15.5	15.5
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	923.2	923.2	923.2
Expenditure Categories Total:	6,542.0	8,713.9	8,713.9
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	6,542.0	8,713.9	8,713.9
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSP: The fund is used to pay all costs, including staff positions, incurred in the administration of a Medicaid information system for the State of Hawaii. Revenues are from billings to the Hawaii Medicaid program (this fund is also referred to as the "HAPA Fu

**HCA - AHCCCS
2449 - Employee Recognition Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

This fund was created pursuant to A.R.S. 36-2903 (C) (16) for the purpose of raising funds and accepting private donations to fund the AHCCCS Employee Recognition Program. Proceeds are used to promote employee recognition in the form of awards, mentoring and a variety of other activities aimed at building morale and improving the quality of work life at AHCCCS.

Source of FY 2018 Revenues:

The revenues received in this fund come from private donations from employees and other entities and fund raising activities coordinated through the AHCCCS Recognition Team (ART).

Methodology used to develop projections:

Projections for this fund are based on historical information and current trends. Information is also obtained from the Recognition Team regarding their projections for fund raising activities for the fiscal year.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	2449	Employee Recognition Fund	

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4699	MISCELLANEOUS RECEIPTS	1.1	1.0	1.0
Fund Total:		1.1	1.0	1.0

**HCA - AHCCCS
2449 - Employee Recognition Fund**

**SOURCES AND USES
Justification**

Expenditures in this fund are to promote employee recognition in the form of awards, mentoring and a variety of other activities aimed at building morale and improving the quality of work life at AHCCCS.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2449 Employee Recognition Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	4.7	5.3	4.3
Revenue (From Revenue Schedule)	1.1	1.0	1.0
Total Available	5.8	6.3	5.3
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	0.5	2.0	2.0
Balance Forward to Next Year	5.3	4.3	3.3

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.5	2.0	2.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.5	2.0	2.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.5	2.0	2.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

HCA - AHCCCS
2468 - Arizona Tobacco Litigation Settlement Fund

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

The Arizona Tobacco Litigation Settlement Fund is a nonlapsing fund created pursuant to A.R.S. 36-2901.02. It consists of all monies that Arizona receives pursuant to the tobacco litigation master settlement agreement (MSA) entered into on November 23, 1998 plus interest earned on these funds. On November 7, 2000, voters approved Proposition 204, which expands eligibility for the AHCCCS programs for individuals who have annual incomes of less than 100% of Federal Poverty Level, and to provide funding for 6 public health programs, if monies are available.

Source of FY 2018 Revenues:

Revenues in this fund consist of monies from the National Tobacco Settlement for Prop 204 services.

Methodology used to develop projections:

The FY 2019 Tobacco Settlement appropriation is \$87 million, which assumed a \$13 million reduction to \$100 million in annual revenue associated with the elimination of the strategic contribution fund payment component of MSA funding. However, based on more current information provided by the Attorney General, AHCCCS now anticipates revenue of \$102 million in FY 2019 and FY 2020. The difference between the appropriated amount of \$87 million and the estimated revenue of \$102 million is an additional \$15 million, which is shown as an administrative adjustment to FY 2019 expenditures.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2468 Arizona Tobacco Litigation Settlement Fund

AFIS Code **Category of Receipt and Description**

4699 MISCELLANEOUS RECEIPTS

FY 2018	FY 2019	FY 2020
101,761.0	102,000.0	102,000.0
101,761.0	102,000.0	102,000.0

Fund Total:

**HCA - AHCCCS
2468 - Arizona Tobacco Litigation Settlement Fund**

**SOURCES AND USES
Justification**

Expenditures from this fund are for Proposition 204 State Match for AHCCCS Medical Services.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2468 Arizona Tobacco Litigation Settlement Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	101,761.0	102,000.0	102,000.0
Total Available	101,761.0	102,000.0	102,000.0
Total Appropriated Disbursements	0.0	15,000.0	0.0
Total Non-Appropriated Disbursements	101,761.0	87,000.0	102,000.0
Balance Forward to Next Year	0.0	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	15,000.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	15,000.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	101,761.0	87,000.0	102,000.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	101,761.0	87,000.0	102,000.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	101,761.0	87,000.0	102,000.0
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: Revenues in the fund are from payments received by the State for the Master Settlement Agreement between tobacco companies and the states entered into on November 23, 1998, along with interest on those funds. The funds are used as part of the State match

**HCA - AHCCCS
2478 - Budget Neutrality Compliance Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

The Budget Neutrality Compliance Fund was created pursuant to A.R.S. 36-2928 and consists of third party liability recoveries pursuant to section 36-2913, county contributions deposited pursuant to section 11-292, subsection P and section 11-300, subsection D and appropriations.

Source of FY 2018 Revenues:

For FY 2018, revenues in this fund consisted of county contributions deposited pursuant to section 11-292.

Methodology used to develop projections:

Revenues are projected based on the FY 2019 appropriation.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2478 Budget Neutrality Compliance Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	3,655.3	3,756.2	3,756.2
4631	TREASURERS INTEREST INCOME	0.1	0.0	0.0
Fund Total:		3,655.4	3,756.2	3,756.2

**HCA - AHCCCS
2478 - Budget Neutrality Compliance Fund**

**SOURCES AND USES
Justification**

This fund is a pass through appropriation to DES to support Proposition 204 administrative eligibility functions.

The FY19 appropriation for this portion of the fund is \$3,756,200.

The ending balance reflects the final distribution that is carried forward each year and will paid as an administrative adjustment.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2478 Budget Neutrality Compliance Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	900.6	304.7	0.0
Revenue (From Revenue Schedule)	3,655.4	3,756.2	3,756.2
Total Available	4,556.0	4,060.9	3,756.2
Total Appropriated Disbursements	4,251.3	4,060.9	3,756.2
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	304.7	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	4,251.3	3,756.2	3,756.2
Expenditure Categories Total:	4,251.3	3,756.2	3,756.2
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	304.7	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	4,251.3	4,060.9	3,756.2
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.0	0.0	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSPB: This fund is a pass-through fund for county contributions for use by the Department of Economic Security for eligibility determinations.

**HCA - AHCCCS
2494 - Trauma and Emergency Services Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

The Trauma and Emergency Services Fund was established pursuant to A.R.S. § 36-2903.07. Monies are received from the Arizona Benefits Fund consisting of tribal gaming revenues paid to the State as a result of Proposition 202. The Trauma and Emergency Services fund receives 28% of the remaining funds after portions are taken out for the Department of Gaming administrative and regulatory expenses and problem gambling.

Source of FY 2018 Revenues:

Source of revenue in FY 2018 was Other Fees revenue from the Arizona Benefits Fund.

Methodology used to develop projections:

Revenue projections for FY 2019 and FY 2020 are based on prior year actuals

Revenue Schedule

Agency:		Arizona Health Care Cost Containment System		
Fund:		2494 Trauma and Emergency Services Fund		
AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4339	OTHER FEES AND CHARGES FOR SERVICES	23,492.4	23,500.0	23,500.0
4631	TREASURERS INTEREST INCOME	2.4	0.0	0.0
Fund Total:		23,494.8	23,500.0	23,500.0

**HCA - AHCCCS
2494 - Trauma and Emergency Services Fund**

**SOURCES AND USES
Justification**

Expenditures from this fund are to be used to reimburse Arizona hospitals for unrecovered trauma center readiness costs and unrecovered emergency services costs.

Revenues are received quarterly, however, distributions are made twice per year. Therefore, there will always be an ended fund of approximately one quarter of the prior year revenue.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2494 Trauma and Emergency Services Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	6,280.6	6,500.9	6,500.9
Revenue (From Revenue Schedule)	23,494.8	23,500.0	23,500.0
Total Available	29,775.4	30,000.9	30,000.9
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	23,274.5	23,500.0	23,500.0
Balance Forward to Next Year	6,500.9	6,500.9	6,500.9

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	23,274.5	23,500.0	23,500.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	23,274.5	23,500.0	23,500.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	23,274.5	23,500.0	23,500.0
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: Revenue is from 28% of tribal gaming revenues received as a result of Prop. 202, after deductions are taken for Gaming administrative and problem gambling programs. Funds are used to reimburse Arizona hospitals for unrecovered trauma center and emergency

**HCA - AHCCCS
2500 - Interagency Service Agreement Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

The IGA and ISA Fund was established pursuant to A.R.S. 36-2925 (F). The administration may enter into intergovernmental agreements with other agencies of this state to provide the facilities, equipment or services that are necessary to fulfill an agreement entered into pursuant to this section.

Source of FY 2018 Revenues:

Revenues in this fund were from Operating Transfers-In from the Department of Economic Security, the Department of Health Services, the Arizona Department of Corrections, and Arizona Counties. Funds were also transferred in from counties for behavioral health services and from political subdivision contributions for supplemental hospital payments.

Methodology used to develop projections:

The Operating Transfers-In revenue projections for FY 2019 and FY 2020 represent the State match for the Department of Economic Security Long-Term Care program.

The State and Local Government Other revenues for FY 2019 and FY 2020 are estimated county and DOC funding for claims processing for inmates and funding from political subdivisions for supplemental hospital payments and Access to Professional Services Initiative (APSI) payments made to managed care organizations.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2500 IGA and ISA Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4219	OTHER FEDERAL FINANCIAL ASSISTANCE	208.8	200.0	200.0
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	100.0	100.0	100.0
4236	STATE AND LOCAL GOVERNMENT - OTHER	146,395.0	147,609.3	148,600.0
4415	OCCUPATIONAL AND PROFESSIONAL LICENSES	72.9	72.9	72.9
4449	OTHER FEES	458.6	458.6	458.6
4519	OTHER FINES OR FORFEITURES OR PENALTIES	900.5	900.0	900.0
4645	CREDIT CARD DISCOUNT FEES PAID	(8.5)	(8.5)	(8.5)
4699	MISCELLANEOUS RECEIPTS	2,645.0	2,600.0	2,600.0
4901	OPERATING TRANSFERS IN	451,685.5	455,432.0	532,277.0
Fund Total:		602,457.8	607,364.3	685,200.0

**HCA - AHCCCS
2500 - Interagency Service Agreement Fund**

**SOURCES AND USES
Justification**

The Operating Transfers represent the State matches for the Department of Economic Security Long-Term Care program, the Department of Health Services Behavioral Health program, the Arizona Department of Corrections claims processing for inmates, and county claims processing for inmates.

State and Local Other funding represents funding from political subdivisions for Graduate Medical Education, Disproportionate Share Hospital, and Safety Net Care Pool payments. Beginning in FY 2018, political subdivision contributions also fund Access to Professional Services Initiative (APSI) payments to managed care organizations.

State and Local Operating funding represents county funds for behavioral health services.

Any fund balance is a result of timing between the transfer in from other entities and the distribution of funds back to those entities. At times, this fund balance can be large, however, this funding always fully committed.

FY 2018 ending Fund Balance is shown to gradually decrease based on revenues.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2500 IGA and ISA Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	24,320.9	44,232.5	23,332.2
Revenue (From Revenue Schedule)	602,457.8	607,364.3	685,200.0
Total Available	626,778.7	651,596.8	708,532.2
Total Appropriated Disbursements	0.0	5,900.0	0.0
Total Non-Appropriated Disbursements	582,546.2	622,364.6	694,209.5
Balance Forward to Next Year	44,232.5	23,332.2	14,322.7

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	5,900.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	5,900.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	1,083.7	1,083.7	1,083.7
Employee Related Expenses	550.9	550.9	550.9
Prof. And Outside Services	1.0	1.0	1.0
Travel - In State	0.7	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	577,887.3	620,720.8	692,565.7
Other Operating Expenses	2,651.2	8.2	8.2
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	371.4	0.0	0.0
Expenditure Categories Total:	582,546.2	622,364.6	694,209.5
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	582,546.2	622,364.6	694,209.5
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: This fund was established for state agencies as a clearing account to properly account for, control, and report receipts and disbursements associated with intergovernmental and interagency service agreements, which are not reported in other funds.

**HCA - AHCCCS
2532 - Hospital Loan Residency Program**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

This fund is established pursuant to Laws 2006, Chapter 331, Section 9 (A.R.S 36-2921) to provide loans to hospitals establishing new residency programs.

Source of FY 2018 Revenues:

There were no revenues in this fund in FY 2018.

Methodology used to develop projections:

There are no revenues projected in this fund. All loans have been repaid.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2532 Hospital Loan Residency Fund

AFIS Code **Category of Receipt and Description**
 4635 LOAN AND OTHER INTEREST INCOME

	FY 2018	FY 2019	FY 2020
	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0

**HCA - AHCCCS
2532 - Hospital Loan Residency Program**

**SOURCES AND USES
Justification**

Revenues from this fund were used to provide loans to hospitals to establish new residency programs pursuant to A.R.S. 36-2921

The FY18 beginning fund balance is \$900,000 from repayments. This amount was swept to the General Fund in FY18 and this fund can be eliminated.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2532 Hospital Loan Residency Fund

<u>Cash Flow Summary</u>	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	900.0	0.0	0.0
Total Available	900.0	0.0	0.0
Total Appropriated Disbursements	900.0	0.0	0.0
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	0.0	0.0	0.0

<u>Appropriated Expenditure</u>	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	900.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	900.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

<u>Non-Appropriated Expenditure</u>	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.0	0.0	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSPB: This fund receives revenue from General Fund appropriations, and distributes those funds as loans to hospitals establishing new medical residency programs.

HCA - AHCCCS
2546 - Prescription Drug Rebate Fund

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

This fund is established pursuant to Laws 2011, Chapter 24, Section 14 for the collection and distribution of monies made available from the operation of the Prescription Drug Rebate program.

Source of FY 2018 Revenues:

Collections are recorded in AFIS as a contra expense rather than revenue. Therefore, the only revenue shown for this fund is a modest amount of interest.

Methodology used to develop projections:

Collections are projected based on projected invoices times a collection rate of approximately 96%.

See the Prescription Drug Rebate Fund Decision Package for more detail on this fund.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	2546	Prescription Drug Rebate Fund	

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4635	LOAN AND OTHER INTEREST INCOME	231.5	231.5	231.5

Fund Total:

		231.5	231.5	231.5
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**HCA - AHCCCS
2546 - Prescription Drug Rebate Fund**

**SOURCES AND USES
Justification**

Monies in this fund are used to return the federal share of Prescription Drug Rebate collections to CMS by using the collections in lieu of a new federal draw. These are non-appropriated transactions.

Additionally, the non-federal share of collections is utilized as state match for the Traditional, Proposition 204, and ALTCS-EPD programs; and administrative costs including payments for the drug rebate vendor. These are appropriated transactions.

The collections in this fund are treated as a contra expense rather than revenues and are all loaded in the Traditional Medicaid Services line item as a non-appropriated transaction.

A legislative fund transfer of \$52,600,000 is included for FY2019

See the Prescription Drug Rebate Fund Decision Package for more detail on this fund.

The balance forward each year shown as a positive number is actually a negative contra expense.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2546 Prescription Drug Rebate Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	122,004.1	183,349.0	185,103.9
Revenue (From Revenue Schedule)	231.5	231.5	231.5
Total Available	122,235.6	183,580.5	185,335.4
Total Appropriated Disbursements	145,284.8	201,058.8	148,458.8
Total Non-Appropriated Disbursements	(206,398.2)	(202,582.2)	(169,024.2)
Balance Forward to Next Year	183,349.0	185,103.9	205,900.8
Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Personal Services	16.3	27.5	27.5
Employee Related Expenses	8.5	14.6	14.6
Prof. And Outside Services	490.6	721.2	721.2
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	144,769.4	147,737.0	147,737.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	(41.5)	(41.5)
Expenditure Categories Total:	145,284.8	148,458.8	148,458.8
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	52,600.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	145,284.8	201,058.8	148,458.8
Appropriated FTE:	2.0	2.0	2.0
Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	(206,398.2)	(202,582.2)	(169,024.2)
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	(206,398.2)	(202,582.2)	(169,024.2)
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	(206,398.2)	(202,582.2)	(169,024.2)
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSP: The fund receives funds (recorded in the state accounting system not as revenues but as contra-expenses) from drug manufacturers, who are required by the federal health reform bill to pay rebates to the state for drugs dispensed to individuals enrolled in

**HCA - AHCCCS
2555 - Seriously Mentally Ill Housing Trust Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

This fund was created by ARS 41-3955.01 consisting of monies received pursuant to section 44-313.

Source of FY 2017 Revenues:

In FY 2017 this fund transferred from ADHS to AHCCCS. A portion of FY 2017 revenues reflect the transfer of a cash balance.

Methodology used to develop projections:

ARS 41-313 requires that \$2,000,000 be deposited annually into this fund.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	2555	Seriously Mentally Ill Housing Trust Fund	

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4631	TREASURERS INTEREST INCOME	112.3	112.3	112.3
4699	MISCELLANEOUS RECEIPTS	2,000.0	2,000.0	2,000.0
Fund Total:		2,112.3	2,112.3	2,112.3

**HCA - AHCCCS
2555 - Seriously Mentally Ill Housing Trust Fund**

**SOURCES AND USES
Justification**

Monies in this fund are utilized for housing projects for the seriously mentally ill. This fund transferred to AHCCCS in FY17 as part of the Governor's Administrative Simplification plan.

The FY18 ending balance reflects fund balance that was transferred from ADHS and lower than anticipated spending, relative to the \$2 million received annually in revenue. Expenditures for FY 2019 and FY 2020 are based on the SFY 2019 expenditure schedule.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2555 Seriously Mentally Ill Housing Trust Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	5,766.3	7,028.9	5,041.2
Revenue (From Revenue Schedule)	2,112.3	2,112.3	2,112.3
Total Available	7,878.6	9,141.2	7,153.5
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	849.7	4,100.0	4,100.0
Balance Forward to Next Year	7,028.9	5,041.2	3,053.5

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	849.7	4,100.0	4,100.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	849.7	4,100.0	4,100.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	849.7	4,100.0	4,100.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSPB: The fund consists of monies received pursuant to A.R.S. § 44-313 and is can only be used for housing projects for the seriously mentally ill.

HCA - AHCCCS
2567 - Nursing Facility Assessment Fund

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

This fund is established pursuant to Laws 2012, Chapter 213 which amended Title 36, Chapter 29 by adding Article 6, establishing a tax on the nursing facilities within the State.

Source of FY 2018 Revenues:

Revenues include funding collected from the Nursing Facility Assessment, federal funds drawn down to match the assessment amounts as well as a small amount of interest.

Methodology used to develop projections:

FY19 and FY20 revenue projections are based on the AHCCCS projections. See the Nursing Facility Assessment decision package for more information.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2567 Nursing Facility Provider Assessment Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4198	MEDICAID PROVIDER ASSESSMENT	31,542.0	32,870.8	33,162.8
4211	FEDERAL GRANTS	75,678.8	76,072.5	75,784.4
4631	TREASURERS INTEREST INCOME	8.5	8.5	8.5
Fund Total:		107,229.3	108,951.8	108,955.7

**HCA - AHCCCS
2567 - Nursing Facility Assessment Fund**

**SOURCES AND USES
Justification**

Monies in this fund include tax funds, federal matching funds, interest and penalties, legislative appropriations, private grants, and gift contributions associated with the state's Nursing Facility tax pursuant to A.R.S. 36-2999.52 through 36-2999.57

Disbursements include both the state and federal share of the payments made to the Nursing Facilities.

Any fund balance is a result of timing differences between the collections, federal draw process, and payment.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2567 Nursing Facility Provider Assessment Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	3,124.1	962.3	0.0
Revenue (From Revenue Schedule)	107,229.3	108,951.8	108,955.7
Total Available	110,353.4	109,914.1	108,955.7
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	109,391.1	109,914.1	108,955.7
Balance Forward to Next Year	962.3	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	50.9	50.9	50.9
Employee Related Expenses	128.9	128.9	128.9
Prof. And Outside Services	162.0	162.0	162.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	108,822.0	109,345.0	108,386.6
Other Operating Expenses	227.3	227.3	227.3
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	109,391.1	109,914.1	108,955.7
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	109,391.1	109,914.1	108,955.7
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSPB: This non-appropriated fund receives revenue from a nursing facility provider tax. These funds are matched with federal funds and then used make supplemental payments back to the nursing facilities.

HCA - AHCCCS
2576 - Hospital Assessment

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

This fund was created pursuant to Laws 2013, First Special Session, Chapter 10 to fund the state match associated with the Proposition 204 AHCCCS Care restoration and the Newly Eligible Adult population

Source of FY 2018 Revenues:

Revenues are from a Medicaid Provider Assessment.

Methodology used to develop projections:

FY 2019 and FY 2020 revenue projections are \$300 million per year.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 2576 Hospital Assessment

AFIS Code **Category of Receipt and Description**
 4198 MEDICAID PROVIDER ASSESSMENT

	FY 2018	FY 2019	FY 2020
	287,719.4	300,000.0	300,000.0
Fund Total:	287,719.4	300,000.0	300,000.0

SOURCES AND USES
Justification

Expenditures from this fund are used to support the Proposition 204 and Newly Eligible Adult programs for FY 2019 and FY 2020.

Any fund balance is a result of timing between collection of assessment and expenditure. The FY18 ending balance is expected to be partially administratively adjusted based on prior experience and used to offset anticipated shortfalls in FY19 and FY20.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2576 Hospital Assessment

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	60,763.2	61,866.5	51,843.2
Revenue (From Revenue Schedule)	287,719.4	300,000.0	300,000.0
Total Available	348,482.6	361,866.5	351,843.2
Total Appropriated Disbursements	31,195.1	0.0	0.0
Total Non-Appropriated Disbursements	255,421.0	310,023.3	331,563.2
Balance Forward to Next Year	61,866.5	51,843.2	20,280.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	31,195.1	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	31,195.1	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	255,349.1	309,935.9	331,475.8
Other Operating Expenses	71.4	86.8	86.8
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.5	0.6	0.6
Expenditure Categories Total:	255,421.0	310,023.3	331,563.2
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	255,421.0	310,023.3	331,563.2
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

**HCA - AHCCCS
2586 - AHCCCS Restitution Fund**

**REVENUE SCHEDULE
FUND DEPOSITS
Justification**

Purpose of the fund:

This fund was created to track restitution received as a result of fraud.

Source of FY 2018 Revenues:

Revenues are from restitution

Methodology used to develop projections:

No additional revenues are projected

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	2586	AHCCCS Restitution Fund	

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4512	RESTITUTION	1,421.3	0.0	0.0
Fund Total:		1,421.3	0.0	0.0

**HCA - AHCCCS
2586 - AHCCCS Restitution Fund**

**SOURCES AND USES
Justification**

This fund was created to track restitution received as a result of fraud.

Fund balance will be transferred to the General Fund.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	2586 AHCCCS Restitution Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	4,500.2	5,921.5	0.0
Revenue (From Revenue Schedule)	1,421.3	0.0	0.0
Total Available	5,921.5	5,921.5	0.0
Total Appropriated Disbursements	0.0	5,921.5	0.0
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	5,921.5	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	5,921.5	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	5,921.5	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.0	0.0	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

HCA - AHCCCS
3791 - AHCCCS - 3rd Party Collection

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

The AHCCCS - 3rd Party Collection fund was established pursuant to A.R.S. 36-2913(D). The third party liability fund is comprised of monies paid by third party payers and TEFRA lien and estate recoveries.

Source of FY 2018 Revenues:

Beginning in FY 2012, the Miscellaneous receipts revenue are recorded in AFIS as a contra-expense, therefore, for FY 2016 and onward, the only revenue shown is the Federal Transfer in for the contingency fee.

Revenues received in this fund are from TEFRA lien and estate recoveries as well as third party payers. This fund also receives interest income on the fund balance throughout the fiscal year. The Federal transfer-in represents the federal share of the administrative contingency fee paid to the TPL contractor.

Methodology used to develop projections:

The Miscellaneous Receipts projection represents the estimated net third party recoveries to AHCCCS. The estimates are developed by the AHCCCS Third Party Liability unit and are used to offset program expenditures. The recoveries represent both the Federal and State share of collections.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 3791 AHCCCS - 3rd Party Collection Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4211	FEDERAL GRANTS	1,196.9	1,375.0	1,375.0
4699	MISCELLANEOUS RECEIPTS	(0.3)	0.0	0.0
Fund Total:		1,196.6	1,375.0	1,375.0

**HCA - AHCCCS
3791 - AHCCCS - 3rd Party Collection**

**SOURCES AND USES
Justification**

Distributions include payment of the TPL contractor fee and return of federal share to CMS. The state's share of recoveries is transferred to the AHCCCS fund, ALTCS Fund, or KidsCare Fund as appropriate. Annuity recoveries on behalf of the ADES Department of Developmental Disabilities are transferred to ADES.

There is normally a one month lag between collection of TPL and distribution to proper parties, therefore, there is usually approximately one month of recoveries included in the fund balance.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	3791 AHCCCS - 3rd Party Collection Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	2,188.7	1,857.7	1,539.8
Revenue (From Revenue Schedule)	1,196.6	1,375.0	1,375.0
Total Available	3,385.3	3,232.7	2,914.8
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	1,527.6	1,692.9	1,692.9
Balance Forward to Next Year	1,857.7	1,539.8	1,221.9
Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings,Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0
Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	2,674.2	2,700.0	2,700.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	(1,146.6)	(1,007.3)	(1,007.3)
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.2	0.2
Expenditure Categories Total:	1,527.6	1,692.9	1,692.9
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	1,527.6	1,692.9	1,692.9
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: This fund consists of recoveries from third parties for AHCCCS costs. Expenses are distributions to the AHCCCS fund, ALTCS fund, or KidsCare fund, and are used to offset state and federal obligations for these programs. Contractor fees are also included i

HCA - AHCCCS
4503 - IGAs for County BHS Services

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

Three Arizona Counties, Maricopa, Pima, and Coconino provide funding for the provision of non-Title XIX behavioral health services

Source of FY 2018 Revenues:

Revenues are received through IGAs with the county.

Methodology used to develop projections:

Revenues are based on the actual FY19 IGA amounts.

Revenue Schedule

Agency: Arizona Health Care Cost Containment System

Fund: 4503 IGAs for County BHS Fund

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	64,478.8	67,064.2	67,529.2

Fund Total:

64,478.8 67,064.2 67,529.2

**HCA - AHCCCS
4503 - IGAs for County BHS Fund**

**SOURCES AND USES
Justification**

This fund represents County funding provided to AHCCCS for the provision of non-Title XIX behavioral health services.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	4503 IGAs for County BHS Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	658.9	465.0	0.0
Revenue (From Revenue Schedule)	64,478.8	67,064.2	67,529.2
Total Available	65,137.7	67,529.2	67,529.2
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	64,672.7	67,529.2	67,529.2
Balance Forward to Next Year	465.0	0.0	0.0

Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories			
Personal Services	1,320.0	0.0	0.0
Employee Related Expenses	463.9	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	53,773.1	67,529.2	67,529.2
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	9,115.7	0.0	0.0
Expenditure Categories Total:	64,672.7	67,529.2	67,529.2
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	64,672.7	67,529.2	67,529.2
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

HCA - AHCCCS
9691 - County Funds

REVENUE SCHEDULE
FUND DEPOSITS
Justification

Purpose of the fund:

The purpose of this BUDDIES only fund is to separately track county contributions for the Acute and Long Term Care Programs for budget submission purposes. Actual activity is reported in the AHCCCS Fund and LTC System Fund.

Source of FY 2018 Revenues:

No Revenues were recorded in FY18 as the county revenues were recorded in the AHCCCS Fund and ALTCS Fund.

Methodology used to develop projections:

The State and Local Grants in FY 2019 and FY 2020 represent the appropriated/projected county contributions for Acute and Long Term Care programs.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System		
Fund:	9691	County Funds Fund	

AFIS Code	Category of Receipt and Description	FY 2018	FY 2019	FY 2020
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	0.0	315,067.7	328,318.5
Fund Total:		0.0	315,067.7	328,318.5

**HCA - AHCCCS
9691 - County Funds**

**SOURCES AND USES
Justification**

Expenditures from this fund are used to support the county shares of the Acute and Long Term Care programs in FY 2019 and FY 2020 based on the appropriated and projected amounts in the budget submittal.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	9691 County Funds Fund

Cash Flow Summary	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	0.0	315,067.7	328,318.5
Total Available	0.0	315,067.7	328,318.5
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	0.0	315,067.7	328,318.5
Balance Forward to Next Year	0.0	0.0	0.0
Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	0.0	0.0
Capital Projects (Land, Buildings, Improvements)	0.0	0.0	0.0
Appropriated 27th Pay Roll	0.0	0.0	0.0
Legislative Fund Transfers	0.0	0.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	0.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0
Non-Appropriated Expenditure	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Expenditure Categories	Actual FY 2018	Estimate FY 2019	Estimate FY 2020
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	0.0	0.0	0.0
Travel - In State	0.0	0.0	0.0
Travel - Out of State	0.0	0.0	0.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	314,755.8	328,006.6
Other Operating Expenses	0.0	0.0	0.0
Equipment	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0
Transfers	0.0	311.9	311.9
Expenditure Categories Total:	0.0	315,067.7	328,318.5
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Prior Commitments or Obligated Expenditures	0.0	0.0	0.0
Non Appropriated 27th Pay Roll	0.0	0.0	0.0
Non-Appropriated Expenditure Total:	0.0	315,067.7	328,318.5
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: The revenues in this fund are from county contributions for the AHCCCS Acute and ALTCS programs. While actual revenues are recorded in the AHCCCS Fund or the ALTCS Fund, forecast revenues are displayed in a separate fund for purposes of clarity. These fun

Summary of Expenditure and Budget Request for All Funds

Agency: **Arizona Health Care Cost Containment System**

Appropriated

Cost Center/Program:	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
1 Administration	62,687.3	66,281.2	905.0	67,186.2
2 Long Term Care	192,731.0	206,406.3	24,974.2	231,380.5
3 Acute Care	979,303.9	1,436,001.5	9,250.1	1,445,251.6
4 Proposition 204	40,888.2	145,563.9	(12,146.4)	133,417.5
5 Non-Title XIX Behavioral Health	99,917.4	99,363.0	0.0	99,363.0
6 Children's Health Insurance Program	57,555.4	81,846.9	23,618.7	105,465.6
7 Children's Rehabilitative Services	85,549.0	0.0	0.0	0.0
9 ACA Expansion	0.0	6,461.3	(1,247.2)	5,214.1
10 Medicaid Behavioral Health Services	497,096.5	0.0	0.0	0.0
11 Comprehensive Medical and Dental Program	0.0	60,213.9	(655.4)	59,558.5
12 Behavioral Health Services in School	0.0	3,000.0	0.0	3,000.0
	2,015,728.7	2,105,138.0	44,699.0	2,149,837.0

Expenditure Categories

FTE	1,129.2	1,129.2	0.0	1,129.2
Personal Services	18,821.9	18,286.6	0.0	18,286.6
Employee Related Expenses	7,754.1	7,523.9	0.0	7,523.9
Professional and Outside Services	7,138.5	5,433.8	0.0	5,433.8
Travel In-State	45.3	42.8	0.0	42.8
Travel Out of State	15.9	15.2	0.0	15.2
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	1,918,733.9	2,004,173.7	43,794.0	2,047,967.7
Other Operating Expenses	9,976.6	11,667.8	905.0	12,572.8
Equipment	466.3	479.1	0.0	479.1
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	52,776.2	57,515.1	0.0	57,515.1
	2,015,728.7	2,105,138.0	44,699.0	2,149,837.0

Expenditure Categories Total:

Summary of Expenditure and Budget Request for All Funds

Agency: **Arizona Health Care Cost Containment System**

Non-Appropriated

Cost Center/Program:	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
1 Administration	137,215.2	153,030.0	4,319.3	157,349.3
2 Long Term Care	2,833,857.2	3,060,982.2	351,710.5	3,412,692.7
3 Acute Care	2,592,517.5	3,701,296.2	16,394.7	3,717,690.9
4 Proposition 204	2,755,870.3	3,865,334.9	146,219.7	4,011,554.6
5 Non-Title XIX Behavioral Health	121,958.2	155,212.3	0.0	155,212.3
6 Children's Health Insurance Program	0.0	0.0	76.3	76.3
7 Children's Rehabilitative Services	213,924.4	0.0	0.0	0.0
8 Medicaid in the Public Schools	53,633.3	57,476.6	401.4	57,878.0
9 ACA Expansion	443,998.2	559,213.7	(44,520.5)	514,693.2
10 Medicaid Behavioral Health Services	1,762,717.1	0.0	0.0	0.0
11 Comprehensive Medical and Dental Program	0.0	139,700.6	(3,058.2)	136,642.4
12 Behavioral Health Services in School	0.0	6,943.7	0.0	6,943.7
	10,915,691.4	11,699,190.2	471,543.2	12,170,733.4
Expenditure Categories				
FTE	1,210.1	1,210.1	0.0	1,210.1
Personal Services	37,556.8	34,151.3	0.0	34,151.3
Employee Related Expenses	15,837.8	14,480.9	0.0	14,480.9
Professional and Outside Services	24,957.6	19,638.5	0.0	19,638.5
Travel In-State	92.8	84.6	0.0	84.6
Travel Out of State	26.3	17.3	0.0	17.3
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	10,639,190.6	11,411,018.9	469,504.7	11,880,523.6
Other Operating Expenses	29,667.7	29,939.6	4,319.3	34,258.9
Equipment	1,075.4	1,073.4	0.0	1,073.4
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	167,286.4	188,785.7	(2,280.8)	186,504.9
Expenditure Categories Total:	10,915,691.4	11,699,190.2	471,543.2	12,170,733.4

Summary of Expenditure and Budget Request for All Funds

Agency:	Arizona Health Care Cost Containment System		
Agency Total for All Funds:	12,931,420.1	13,804,328.2	516,242.2
			14,320,570.4

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 1000 General Fund (Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
1 Administration	59,708.1	59,894.5	905.0	60,799.5	60,799.5
2 Long Term Care	185,152.6	198,827.9	24,974.2	223,802.1	223,802.1
3 Acute Care	805,250.3	1,227,802.4	9,250.1	1,237,052.5	1,237,052.5
4 Proposition 204	18,948.7	123,780.7	(12,146.4)	111,634.3	111,634.3
5 Non-Title XIX Behavioral Health	97,667.2	97,112.8	0.0	97,112.8	97,112.8
6 Children's Health Insurance Program	(33.9)	0.0	7,791.7	7,791.7	7,791.7
7 Children's Rehabilitative Services	85,549.0	0.0	0.0	0.0	0.0
9 ACA Expansion	0.0	6,461.3	(1,247.2)	5,214.1	5,214.1
10 Medicaid Behavioral Health Services	497,096.5	0.0	0.0	0.0	0.0
11 Comprehensive Medical and Dental Program	0.0	60,213.9	(655.4)	59,558.5	59,558.5
12 Behavioral Health Services in School	0.0	3,000.0	0.0	3,000.0	3,000.0
	1,749,338.5	1,777,093.5	28,872.0	1,805,965.5	1,805,965.5
Expenditure Categories					
FTE	1,089.0	1,089.0	0.0	1,089.0	1,089.0
Personal Services	18,313.6	17,173.8	0.0	17,173.8	17,173.8
Employee Related Expenses	7,552.5	7,083.5	0.0	7,083.5	7,083.5
Professional and Outside Services	6,563.9	4,527.6	0.0	4,527.6	4,527.6
Travel In-State	44.8	41.6	0.0	41.6	41.6
Travel Out of State	15.6	14.5	0.0	14.5	14.5
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	1,660,045.6	1,686,916.4	27,967.0	1,714,883.4	1,714,883.4
Other Operating Expenses	9,421.6	10,287.5	905.0	11,192.5	11,192.5
Equipment	446.6	435.6	0.0	435.6	435.6
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	46,934.3	50,613.0	0.0	50,613.0	50,613.0
	1,749,338.5	1,777,093.5	28,872.0	1,805,965.5	1,805,965.5
Expenditure Categories Total:					
Fund Total:	1,749,338.5	1,777,093.5	28,872.0	1,805,965.5	1,805,965.5

All dollars are presented in thousands (not FTE).

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 1303 Proposition 204 Protection Account (TPTF) (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
4 Proposition 204	15,866.6	37,728.9	0.0	0.0	37,728.9
10 Medicaid Behavioral Health Services	21,150.1	0.0	0.0	0.0	0.0
	<u>37,016.7</u>	<u>37,728.9</u>	<u>0.0</u>	<u>0.0</u>	<u>37,728.9</u>
Expenditure Categories					
Personal Services	0.0	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	37,016.7	37,728.9	0.0	0.0	37,728.9
Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0	0.0
	<u>37,016.7</u>	<u>37,728.9</u>	<u>0.0</u>	<u>0.0</u>	<u>37,728.9</u>
Expenditure Categories Total:					
Fund Total:	37,016.7	37,728.9	0.0	0.0	37,728.9

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 1306 Tobacco Tax and Health Care Fund (Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
3 Acute Care	36,862.6	68,040.5	0.0	68,040.5	68,040.5
	36,862.6	68,040.5	0.0	68,040.5	68,040.5
Expenditure Categories					
Personal Services	0.0	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	36,862.6	68,040.5	0.0	68,040.5	68,040.5
Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:	36,862.6	68,040.5	0.0	68,040.5	68,040.5
Fund Total:	36,862.6	68,040.5	0.0	68,040.5	68,040.5

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 1306 Tobacco Tax and Health Care Fund MNA (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
3 Acute Care	666.3	700.0	0.0	700.0
10 Medicaid Behavioral Health Services	32,623.5	0.0	0.0	0.0
	33,289.8	700.0	0.0	700.0
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	32,623.5	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	666.3	700.0	0.0	700.0
Expenditure Categories Total:	33,289.8	700.0	0.0	700.0
Fund Total:	33,289.8	700.0	0.0	700.0

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 1310 Tobacco Products Tax Fund (Appropriated)

Cost Center/Program:	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
4 Proposition 204	17,627.3	17,966.1	0.0	17,966.1
	17,627.3	17,966.1	0.0	17,966.1
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	17,627.3	17,966.1	0.0	17,966.1
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	17,627.3	17,966.1	0.0	17,966.1
Fund Total:	17,627.3	17,966.1	0.0	17,966.1

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2000 Federal Grant (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1 Administration	8,924.4	8,906.7	0.0	8,906.7
3 Acute Care	87.0	0.0	0.0	0.0
5 Non-Title XIX Behavioral Health	55,979.6	78,677.1	0.0	78,677.1
10 Medicaid Behavioral Health Services	0.0	0.0	0.0	0.0
	64,991.0	87,583.8	0.0	87,583.8
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	802.6	600.9	0.0	600.9
Employee Related Expenses	307.1	230.7	0.0	230.7
Professional and Outside Services	1,667.1	1,426.8	0.0	1,426.8
Travel In-State	5.4	0.0	0.0	0.0
Travel Out of State	10.1	2.4	0.0	2.4
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	54,752.2	85,156.9	0.0	85,156.9
Other Operating Expenses	163.0	150.4	0.0	150.4
Equipment	18.0	15.7	0.0	15.7
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	7,265.5	0.0	0.0	0.0
	64,991.0	87,583.8	0.0	87,583.8
Expenditure Categories Total:				
	64,991.0	87,583.8	0.0	87,583.8

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2120 AHCCCS Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1 Administration	116,520.3	133,194.5	4,319.3	137,513.8
2 Long Term Care	104.8	104.9	0.0	104.9
3 Acute Care	2,668,090.0	3,736,657.3	(18,560.7)	3,718,096.6
4 Proposition 204	2,404,013.3	3,457,070.9	117,235.5	3,574,306.4
7 Children's Rehabilitative Services	211,537.7	0.0	0.0	0.0
8 Medicaid in the Public Schools	53,633.3	57,476.6	401.4	57,878.0
9 ACA Expansion	420,467.6	530,669.8	(52,765.1)	477,904.7
10 Medicaid Behavioral Health Services	1,708,462.2	0.0	0.0	0.0
11 Comprehensive Medical and Dental Program	0.0	139,700.6	(3,058.2)	136,642.4
12 Behavioral Health Services in School	0.0	6,943.7	0.0	6,943.7
	7,582,829.2	8,061,818.3	47,572.2	8,109,390.5
Expenditure Categories				
FTE	1,210.1	1,210.1	0.0	1,210.1
Personal Services	32,416.6	30,515.5	0.0	30,515.5
Employee Related Expenses	13,738.0	12,915.4	0.0	12,915.4
Professional and Outside Services	20,157.3	15,026.7	0.0	15,026.7
Travel In-State	86.7	84.6	0.0	84.6
Travel Out of State	15.9	14.6	0.0	14.6
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	7,343,456.8	7,791,404.6	45,533.7	7,836,938.3
Other Operating Expenses	23,226.2	23,964.9	4,319.3	28,284.2
Equipment	1,041.9	1,042.2	0.0	1,042.2
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	148,689.8	186,849.8	(2,280.8)	184,569.0
	7,582,829.2	8,061,818.3	47,572.2	8,109,390.5
Expenditure Categories Total:				
Fund Total:	7,582,829.2	8,061,818.3	47,572.2	8,109,390.5

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2130 Delivery System Reform Incentive Payment Fund(Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1 Administration	0.0	0.0	0.0	0.0
3 Acute Care	19,991.9	21,773.1	6,289.3	28,062.4
	19,991.9	21,773.1	6,289.3	28,062.4
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	194.2	211.5	0.0	211.5
Employee Related Expenses	67.4	73.4	0.0	73.4
Professional and Outside Services	291.5	317.5	0.0	317.5
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	19,438.8	21,170.7	6,289.3	27,460.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	19,991.9	21,773.1	6,289.3	28,062.4
Fund Total:	19,991.9	21,773.1	6,289.3	28,062.4

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2223 Long Term Care System Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
2 Long Term Care	2,237,736.7	2,137,354.6	263,446.5	2,400,801.1
3 Acute Care	0.0	0.0	0.0	0.0
	<u>2,237,736.7</u>	<u>2,137,354.6</u>	<u>263,446.5</u>	<u>2,400,801.1</u>
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	2,237,482.7	2,137,354.6	263,446.5	2,400,801.1
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	254.0	0.0	0.0	0.0
Expenditure Categories Total:	<u>2,237,736.7</u>	<u>2,137,354.6</u>	<u>263,446.5</u>	<u>2,400,801.1</u>
Fund Total:	<u>2,237,736.7</u>	<u>2,137,354.6</u>	<u>263,446.5</u>	<u>2,400,801.1</u>

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2227 Substance Abuse Services Fund (Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1 Administration	0.0	0.0	0.0	0.0
5 Non-Title XIX Behavioral Health	2,250.2	2,250.2	0.0	2,250.2
	2,250.2	2,250.2	0.0	2,250.2
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	2,250.2	2,250.2	0.0	2,250.2
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	2,250.2	2,250.2	0.0	2,250.2
Fund Total:	2,250.2	2,250.2	0.0	2,250.2

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2325 Substance Use Disorder Services Fund (Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
5 Non-Title XIX Behavioral Health	248.0	4,906.0	0.0	4,906.0
	248.0	4,906.0	0.0	4,906.0
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	248.0	4,906.0	0.0	4,906.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	248.0	4,906.0	0.0	4,906.0
Fund Total:	248.0	4,906.0	0.0	4,906.0

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2409 Children's Health Insurance Program (Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1 Administration	2,524.7	5,725.8	0.0	5,725.8
6 Children's Health Insurance Program	57,589.3	81,846.9	15,827.0	97,673.9
	60,114.0	87,572.7	15,827.0	103,399.7
Expenditure Categories				
FTE	38.2	38.2	0.0	38.2
Personal Services	492.0	1,085.3	0.0	1,085.3
Employee Related Expenses	193.1	425.8	0.0	425.8
Professional and Outside Services	84.0	185.0	0.0	185.0
Travel In-State	0.5	1.2	0.0	1.2
Travel Out of State	0.3	0.7	0.0	0.7
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	57,178.8	81,263.5	15,827.0	97,090.5
Other Operating Expenses	555.0	1,380.3	0.0	1,380.3
Equipment	19.7	43.5	0.0	43.5
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	1,590.6	3,187.4	0.0	3,187.4
Expenditure Categories Total:	60,114.0	87,572.7	15,827.0	103,399.7
Fund Total:	60,114.0	87,572.7	15,827.0	103,399.7

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2438 AHCCCS Intergovernmental Service Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
1 Administration	6,542.0	8,713.9	0.0	8,713.9	8,713.9
	6,542.0	8,713.9	0.0	8,713.9	8,713.9
Expenditure Categories					
Personal Services	1,688.8	1,688.8	0.0	1,688.8	1,688.8
Employee Related Expenses	581.6	581.6	0.0	581.6	581.6
Professional and Outside Services	4.5	4.5	0.0	4.5	4.5
Travel In-State	0.0	0.0	0.0	0.0	0.0
Travel Out of State	0.3	0.3	0.0	0.3	0.3
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
Other Operating Expenses	3,328.1	5,500.0	0.0	5,500.0	5,500.0
Equipment	15.5	15.5	0.0	15.5	15.5
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	923.2	923.2	0.0	923.2	923.2
Expenditure Categories Total:	6,542.0	8,713.9	0.0	8,713.9	8,713.9
Fund Total:	6,542.0	8,713.9	0.0	8,713.9	8,713.9

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2449 Employee Recognition Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1 Administration	0.5	2.0	0.0	2.0
	0.5	2.0	0.0	2.0
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
Other Operating Expenses	0.5	2.0	0.0	2.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	0.5	2.0	0.0	2.0
Fund Total:	0.5	2.0	0.0	2.0

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2468 Arizona Tobacco Litigation Settlement Fund (Non-Appropriated)

Cost Center/Program:	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
4 Proposition 204	101,761.0	87,000.0	15,000.0	102,000.0
	101,761.0	87,000.0	15,000.0	102,000.0
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	101,761.0	87,000.0	15,000.0	102,000.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	101,761.0	87,000.0	15,000.0	102,000.0
Fund Total:	101,761.0	87,000.0	15,000.0	102,000.0

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2478 Budget Neutrality Compliance Fund (Appropriated)

Cost Center/Program:	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
4 Proposition 204	4,251.3	3,756.2	0.0	3,756.2
	4,251.3	3,756.2	0.0	3,756.2
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	4,251.3	3,756.2	0.0	3,756.2
Expenditure Categories Total:	4,251.3	3,756.2	0.0	3,756.2
Fund Total:	4,251.3	3,756.2	0.0	3,756.2

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2494 Prop 202 - Trauma and Emergency Services (Non-Appropriated)

Cost Center/Program:	3	Acute Care	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
			Actual	Expd. Plan	Fund. Issue	Total Request	
			23,274.5	23,500.0	0.0	0.0	23,500.0
			23,274.5	23,500.0	0.0	0.0	23,500.0
Expenditure Categories							
		Personal Services	0.0	0.0	0.0	0.0	0.0
		Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
		Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
		Travel In-State	0.0	0.0	0.0	0.0	0.0
		Travel Out of State	0.0	0.0	0.0	0.0	0.0
		Food	0.0	0.0	0.0	0.0	0.0
		Aid to Organizations and Individuals	23,274.5	23,500.0	0.0	0.0	23,500.0
		Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
		Equipment	0.0	0.0	0.0	0.0	0.0
		Capital Outlay	0.0	0.0	0.0	0.0	0.0
		Debt Service	0.0	0.0	0.0	0.0	0.0
		Cost Allocation	0.0	0.0	0.0	0.0	0.0
		Transfers	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:			23,274.5	23,500.0	0.0	0.0	23,500.0
Fund Total:			23,274.5	23,500.0	0.0	0.0	23,500.0

All dollars are presented in thousands (not FTE).

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2500 IGA and ISA Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
1 Administration	4,658.9	1,643.8	0.0	1,643.8	1,643.8
2 Long Term Care	452,885.0	509,200.9	72,714.7	581,915.6	581,915.6
3 Acute Care	119,587.1	109,464.2	(1,635.0)	107,829.2	107,829.2
4 Proposition 204	2,709.5	1,931.9	632.8	2,564.7	2,564.7
5 Non-Title XIX Behavioral Health	208.2	0.0	0.0	0.0	0.0
6 Children's Health Insurance Program	0.0	0.0	76.3	76.3	76.3
7 Children's Rehabilitative Services	2,386.7	0.0	0.0	0.0	0.0
9 ACA Expansion	110.8	123.8	56.1	179.9	179.9
	582,546.2	622,364.6	71,844.9	694,209.5	694,209.5
Expenditure Categories					
FTE	0.0	0.0	0.0	0.0	0.0
Personal Services	1,083.7	1,083.7	0.0	1,083.7	1,083.7
Employee Related Expenses	550.9	550.9	0.0	550.9	550.9
Professional and Outside Services	1.0	1.0	0.0	1.0	1.0
Travel In-State	0.7	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	577,887.3	620,720.8	71,844.9	692,565.7	692,565.7
Other Operating Expenses	2,651.2	8.2	0.0	8.2	8.2
Equipment	0.0	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	371.4	0.0	0.0	0.0	0.0
	582,546.2	622,364.6	71,844.9	694,209.5	694,209.5
Expenditure Categories Total:					
Fund Total:	582,546.2	622,364.6	71,844.9	694,209.5	694,209.5

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2532 Hospital Loan Residency Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
1 Administration	0.0	0.0	0.0	0.0	0.0
	0.0	0.0	0.0	0.0	0.0
Expenditure Categories					
Personal Services	0.0	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0	0.0	0.0

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2546 Prescription Drug Rebate Fund (Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
1 Administration	454.5	660.9	0.0	0.0	660.9
2 Long Term Care	7,578.4	7,578.4	0.0	0.0	7,578.4
3 Acute Care	137,191.0	140,158.6	0.0	0.0	140,158.6
4 Proposition 204	60.9	60.9	0.0	0.0	60.9
	145,284.8	148,458.8	0.0	0.0	148,458.8
Expenditure Categories					
FTE	2.0	2.0	0.0	0.0	2.0
Personal Services	16.3	27.5	0.0	0.0	27.5
Employee Related Expenses	8.5	14.6	0.0	0.0	14.6
Professional and Outside Services	490.6	721.2	0.0	0.0	721.2
Travel In-State	0.0	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	144,769.4	147,737.0	0.0	0.0	147,737.0
Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	0.0	(41.5)	0.0	0.0	(41.5)
Expenditure Categories Total:	145,284.8	148,458.8	0.0	0.0	148,458.8
Fund Total:	145,284.8	148,458.8	0.0	0.0	148,458.8

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2546 Prescription Drug Rebate Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1 Administration	0.0	0.0	0.0	0.0
2 Long Term Care	34,308.7	36,422.0	2,905.7	39,327.7
3 Acute Care	(240,706.9)	(239,004.2)	30,652.3	(208,351.9)
	(206,398.2)	(202,582.2)	33,558.0	(169,024.2)
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	(206,398.2)	(202,582.2)	33,558.0	(169,024.2)
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	(206,398.2)	(202,582.2)	33,558.0	(169,024.2)
Fund Total:	(206,398.2)	(202,582.2)	33,558.0	(169,024.2)

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2555 Seriously Mentally Ill Housing Trust Fund (Non-Appropriated)

Cost Center/Program:	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
5 Non-Title XIX Behavioral Health	849.7	4,100.0	0.0	4,100.0
	849.7	4,100.0	0.0	4,100.0
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	849.7	4,100.0	0.0	4,100.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	849.7	4,100.0	0.0	4,100.0
Fund Total:	849.7	4,100.0	0.0	4,100.0

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2567 Nursing Facility Provider Assessment Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1 Administration	569.1	569.1	0.0	569.1
2 Long Term Care	108,822.0	109,345.0	(958.4)	108,386.6
	109,391.1	109,914.1	(958.4)	108,955.7
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	50.9	50.9	0.0	50.9
Employee Related Expenses	128.9	128.9	0.0	128.9
Professional and Outside Services	162.0	162.0	0.0	162.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	108,822.0	109,345.0	(958.4)	108,386.6
Other Operating Expenses	227.3	227.3	0.0	227.3
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	109,391.1	109,914.1	(958.4)	108,955.7
Fund Total:	109,391.1	109,914.1	(958.4)	108,955.7

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 2576 Hospital Assessment (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
4 Proposition 204	231,519.9	281,603.2	13,351.4	294,954.6
9 ACA Expansion	23,419.8	28,420.1	8,188.5	36,608.6
10 Medicaid Behavioral Health Services	481.3	0.0	0.0	0.0
	255,421.0	310,023.3	21,539.9	331,563.2
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	255,349.1	309,935.9	21,539.9	331,475.8
Other Operating Expenses	71.4	86.8	0.0	86.8
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.5	0.6	0.0	0.6
Expenditure Categories Total:	255,421.0	310,023.3	21,539.9	331,563.2
Fund Total:	255,421.0	310,023.3	21,539.9	331,563.2

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 3791 AHCCCS - 3rd Party Collection (Non-Appropriated)

Cost Center/Program:	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
3 Acute Care	1,527.6	1,692.9	0.0	1,692.9
	1,527.6	1,692.9	0.0	1,692.9
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	2,674.2	2,700.0	0.0	2,700.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	(1,146.6)	(1,007.3)	0.0	(1,007.3)
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.2	0.0	0.2
Expenditure Categories Total:	1,527.6	1,692.9	0.0	1,692.9
Fund Total:	1,527.6	1,692.9	0.0	1,692.9

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 4503 IGAs for County BHS Fund (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
3 Acute Care	0.0	0.0	0.0	0.0	0.0
5 Non-Title XIX Behavioral Health	64,672.7	67,529.2	0.0	67,529.2	67,529.2
	64,672.7	67,529.2	0.0	67,529.2	67,529.2
Expenditure Categories					
Personal Services	1,320.0	0.0	0.0	0.0	0.0
Employee Related Expenses	463.9	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	53,773.1	67,529.2	0.0	67,529.2	67,529.2
Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	9,115.7	0.0	0.0	0.0	0.0
Expenditure Categories Total:	64,672.7	67,529.2	0.0	67,529.2	67,529.2
Fund Total:	64,672.7	67,529.2	0.0	67,529.2	67,529.2

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Fund: 9691 County Funds (Non-Appropriated)

Cost Center/Program:	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
2 Long Term Care	0.0	268,554.8	13,602.0	282,156.8
3 Acute Care	0.0	46,512.9	(351.2)	46,161.7
	0.0	315,067.7	13,250.8	328,318.5
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	314,755.8	13,250.8	328,006.6
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	311.9	0.0	311.9
Expenditure Categories Total:	0.0	315,067.7	13,250.8	328,318.5

Fund Total: 0.0 315,067.7 13,250.8 328,318.5

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
 Fund: 9691 County Funds (Non-Appropriated)

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Agency Total for Selected Funds	12,931,420.1	13,804,328.2	516,242.2	14,320,570.4

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Funding Issues List

Agency: Arizona Health Care Cost Containment System

FY 2020

Priority	Funding Issue Title	Total FTE	Total Amount	General Fund	Other Apropr. Funds	Non-App Funds
1	ACA NEA	0.0	(45,767.7)	(1,247.2)	0.0	(44,520.5)
1	Acute Care Base Reinsurance	0.0	24,266.2	7,042.0	0.0	17,224.2
1	Acute Care Base Fee-For-Service	0.0	28,119.3	(1,867.0)	0.0	29,986.3
1	Acute Care Base Medicare Premiums	0.0	17,548.0	4,170.3	0.0	13,377.7
1	Acute Care Breast & Cervical Cancer	0.0	(134.0)	(30.6)	0.0	(103.4)
1	Acute Care Freedom to Work	0.0	3,100.7	878.6	0.0	2,222.1
1	Acute Care Clawback	0.0	2,027.0	2,027.0	0.0	0.0
1	Proposition 204 Capitation	0.0	144,213.3	(11,645.5)	0.0	155,858.8
1	Proposition 204 Reinsurance	0.0	(3,478.4)	0.0	0.0	(3,478.4)
1	Proposition 204 Fee-For-Service	0.0	(3,198.0)	(500.9)	0.0	(2,697.1)
1	Proposition 204 Medicare Premiums	0.0	(3,463.6)	0.0	0.0	(3,463.6)
1	DISPRO SHARE	0.0	(2,277.9)	2.9	0.0	(2,280.8)
1	Graduate Medical Education	0.0	18,922.9	0.0	0.0	18,922.9
1	Critical Access Hospitals	0.0	0.0	52.3	0.0	(52.3)
1	Acute Base Capitation	0.0	67,060.8	27,877.0	0.0	39,183.8
1	DSH Voluntary	0.0	(23,516.1)	0.0	0.0	(23,516.1)
1	ADES DD LTC Pass-Through - Base Modifications	0.0	0.0	(31,125.0)	0.0	31,125.0
1	Services for Members with Vision and Hearing Loss	0.0	1,310.4	219.2	0.0	1,091.2
1	Provider Management System	0.0	4,774.6	779.9	0.0	3,994.7
1	Asset Verification System	0.0	449.7	125.1	0.0	324.6
1	School Based Services	0.0	401.4	0.0	0.0	401.4
1	Rural Hospital Reimbursement	0.0	0.0	42.2	0.0	(42.2)
1	Prescription Drug Collections	0.0	(27,900.8)	0.0	0.0	(27,900.8)
1	KidsCare	0.0	23,695.0	7,791.7	15,827.0	76.3
1	CMDP	0.0	(3,713.6)	(655.4)	0.0	(3,058.2)
1	Nursing Facility Assessment	0.0	(958.4)	0.0	0.0	(958.4)
1	ALTCs Clawback	0.0	2,158.0	1,610.1	0.0	547.9
1	ALTCs Lump Sum	0.0	112,711.5	23,325.3	0.0	89,386.2
1	Targeted Investments	0.0	20,000.0	0.0	0.0	20,000.0
1	Electronic Visit Verification System	0.0	0.0	0.0	0.0	0.0
1	LTC Pass-Through - DD	0.0	159,891.9	0.0	0.0	159,891.9
Total:		0.0	516,242.2	28,872.0	15,827.0	471,543.2
Decision Package Total:		0.0	516,242.2	28,872.0	15,827.0	471,543.2



TRADITIONAL MEDICAID SERVICES

TRADITIONAL MEDICAID SERVICES APPROPRIATION

For FY 2019, AHCCCS was appropriated \$5,327,406,600 Total Fund for Traditional Medicaid Services. This appropriation includes funding for the Traditional Capitation, Traditional Fee-for-Service, Traditional Reinsurance, Traditional Medicare Premiums, Breast and Cervical Cancer, Ticket to Work, and Acute Medicare Part D Clawback subprograms. In FY 2020, AHCCCS requests an increase of \$140,744,900 Total Fund (consisting of a General Fund increase of \$38,854,200; a County Fund decrease of \$351,200; a Political Subdivisions Fund increase of \$37,000; a Prescription Drug Rebate Federal Fund increase of \$58,553,100; and a Federal Funds increase of \$43,651,800). Table A shows the requested amounts by component. A description of each issue follows:

TRADITIONAL CAPITATION

Description of the Problem:

AHCCCS is requesting an additional \$67,060,800 in Total Funds with an increase of \$27,530,400 State Match consisting of a \$27,877,000 increase in General Fund, a \$351,200 decrease to County Fund, and a \$4,600 increase in Political Subdivision/PSI for Traditional Capitation, within the Traditional Medicaid Services appropriation over the FY 2019 allocation.

Beginning October 1, 2017, Traditional capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions. The required APSI State Match for FY20 is \$4,600.

Member Growth:

Below is a chart indicating June-over-June forecast growth rate data. SFY 2013-18 figures are actuals.

SFY	TANF (AFDC)	SSI w/ Medicare	SSI w/o Medicare	SOBRA Children	SOBRA Mothers	Total Categorical	TITLE XIX Births
2012-13	-0.37%	3.74%	5.13%	-2.07%	0.98%	-0.3%	-0.78%
2013-14	1.41%	-1.37%	-14.46%	-0.70%	-6.60%	-0.9%	-3.12%
2014-15	-20.06%	-12.20%	-0.95%	47.36%	50.57%	7.1%	-1.01%
2015-16	-41.78%	22.19%	-9.03%	25.54%	31.24%	-1.5%	-10.00%
2016-17	14.08%	25.87%	-2.57%	1.02%	-22.19%	4.5%	5.41%
2017-18	-2.19%	-17.20%	2.30%	-5.21%	-6.21%	-5.3%	-5.91%
2018-19	0.34%	0.58%	-0.49%	1.21%	-0.19%	0.8%	-1.13%
2019-20	0.55%	0.18%	0.00%	0.50%	-0.90%	0.4%	-1.21%

(Above percentages exclude CMDP.)

TANF/1931 – From June 2017 to June 2018, TANF/1931 member months decreased by 2.2%, compared to an increase of 14.1% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 0.3% and by 0.6% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2018. (24.3% Traditional TANF, 15.1% Prop. 204 TANF, and 60.6% SOBRA Children).

SOBRA Children – From June 2017 to June 2018, SOBRA Children member months decreased by 5.21%, compared to an increase of 1.0% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 1.2% and by 0.5% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2018.

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SOBRA Women – This population decreased by 6.21% from June 2017 to June 2018. For FY 2019, member months are expected to decline by an additional 0.19% and then decline by 0.90% in FY 2020 as predicted by an ARIMA model incorporating seasonality and birth rates. Arizona, which once had one of the highest birth rates in the country, saw the largest decline in the number of births of any state over the past decade, over a 20% drop.

SSI – Both the SSI with Medicare and SSI without Medicare populations were substantially impacted by CRS and BH integrations described below. MAGI implementation resulted in shifts between SSI Traditional and SSI Proposition 204. The implementation of HEAplus, which has more electronic data sources for income, is an additional factor that may explain these shifts. These shifts result in a very irregular time series which makes forecasting difficult. For this reason, member months for Traditional SSI with Medicare, Traditional SSI without Medicare, Prop. 204 SSI with Medicare, and Prop. 204 SSI without Medicare were combined and forecast in aggregate using a 36 month regression. This aggregate forecast was then split by the percentage that each component represented of the total as of July 2018 (40.8% Traditional SSI with Medicare, 32.6% Traditional SSI without Medicare, 25.72% Prop. 204 SSI with Medicare, 1.0% Prop. 204 SSI without Medicare). The June-over-June growth rates for the SSI population are shown in the following table.

June	Traditional SSI w/ Medicare		Traditional SSI w/o Medicare		P204 SSI w/ Medicare		P204 SSI w/o Medicare		TOTAL	% Chg.
	Medicare	% Chg.	Medicare	% Chg.	Medicare	% Chg.	Medicare	% Chg.		
2017	69,608.50	25.9%	47,491.10	-2.6%	20,635.23	-30.5%	1,194.07	-25.5%	138,928.90	2.7%
2018	57,638.17	-17.2%	46,398.60	-2.3%	36,360.03	76.2%	1,447.80	21.2%	141,844.60	2.1%
2019	57,972.20	0.6%	46,172.96	-0.5%	36,642.84	0.8%	1,378.58	-4.8%	142,166.58	0.2%
2020	58,077.18	0.2%	46,172.96	0.0%	36,709.20	0.2%	1,378.58	0.0%	142,337.92	0.1%

A similar problem was encountered for forecasting births, where shifts between programs made for a ragged time series and a similar solution was employed. All capitated births, with the exception of KidsCare births, were combined into a single time series and forecast in the aggregate using a 60 month regression. Because births are seasonal, the aggregate births forecast was split between programs, not by using the proportion of births in each category from a single month, but rather using the percentage of births each program accounted for during the entirety of SFY 2018 (88.11% Acute Traditional, 3.89% Expansion State Adult, 6.12% Prop. 204, 1.66% Newly Eligible Adults, 0.18% Newly Eligible Children, 0.04% KidsCare).

AHCCCS Complete Care (ACC) Integration:



AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.

Prior Period Methodology:

AHCCCS forecasts Prior Period Member-Months (PPC) by computing a 12-month moving average ratio of PPC to corresponding prospective member-months for every given risk pool. For both PPC and Prospective member-months, amounts used are on a service-month basis, as opposed to payment-month, so totals will not be equal to corresponding counts in the Appropriation Status Report (ASR For the FY 2019 and 2020 PPC forecast, AHCCCS used a completion factor methodology to produce actual PPC estimates for more recent months, and then used those completed months in the calculation of the forecast ratio. PPC forecast amounts for each risk pool were computed by multiplying the 12-month moving average ratio (July 2017 to June 2018) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.



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ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001 amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



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In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Traditional Capitation was \$60,668,000 Total Fund (\$18,267,100 State Match).



Capitation Rates

Beginning October 1, 2017, Traditional capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions. The required APSI State Match for FY20 is \$4,600.

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)

In CYE 2019, AHCCCS expects that increases to utilization and medical inflation will require an increase to capitation rates in order for them to remain actuarially sound. AHCCCS estimates a CYE 2019 rate increase of 2.5% for all risk pools.

Acute Prospective Capitation Rate Increases (excludes CMDP):



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Traditional Medicaid Prospective Rates					
Group	7/1/2018	10/1/2018	10/1/2019	Jul.2018–Oct.2018 % Change	Oct. to Oct. % Change
Age <1	509.56	568.76	582.98	11.6%	2.5%
Age 1-20	174.85	178.66	183.13	2.2%	2.5%
Age 21+	341.27	362.65	371.71	6.3%	2.5%
Duals	145.66	143.36	146.94	-1.6%	2.5%
SSI w/o	1,271.12	1,230.59	1,261.36	-3.2%	2.5%
Births	6,042.82	5,862.21	6,008.76	-3.0%	2.5%
SMI RBHA	1,987.84	2,020.12	2,070.63	1.6%	2.5%
Crisis RBHA	3.86	4.76	4.88	23.3%	2.5%
RBHA DDD	236.60	273.16	279.99	15.5%	2.5%



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New risk pools
SFY 2013-2018 are actuals

SFY	Age		Age		Age		SSI w/o		Total	
	Less than 1	1-20	21+	Dual	Medicare	Categorical	Medicare	Categorical		
2012-13	0.76%	-1.41%	0.00%	3.42%	4.59%	-0.3%	4.59%	-0.3%		
2013-14	-2.63%	0.15%	1.09%	-1.45%	-21.20%	-1.8%	-21.20%	-1.8%		
2014-15	6.44%	6.07%	20.16%	-9.32%	-0.96%	6.9%	-0.96%	6.9%		
2015-16	1.05%	0.88%	-13.89%	18.75%	-8.97%	-1.5%	-8.97%	-1.5%		
2016-17	-4.26%	3.47%	5.58%	25.56%	-3.08%	4.4%	-3.08%	4.4%		
2017-18	-3.13%	-4.96%	-2.90%	-16.85%	-2.71%	-5.3%	-2.71%	-5.3%		
2018-19	-2.21%	1.25%	0.72%	0.59%	-0.48%	0.8%	-0.48%	0.8%		
2019-20	-2.25%	0.69%	0.51%	0.19%	0.06%	0.4%	0.06%	0.4%		



PRIOR PERIOD COVERAGE (PPC) RECONCILIATION:

AHCCCS performs a reconciliation process which compares total PPC medical cost experience to the reimbursement associated with the prior period retro portion of the capitation rates for all rate categories. ARS 35-142.01(B) requires AHCCCS to deposit reconciliation recoupments or penalties against program contractors or health plans into the General Fund or the fund from which the appropriation was made and prohibits these recoupments or penalties from being credited against future payments. As a result, only additional payments are included in the AHCCCS budget request. For FY 2019 and FY 2020, no additional payments are expected to be paid as a result of reconciliations.

ACUTE PROGRAM TIERED PROSPECTIVE RECONCILIATION:

The AHCCCS Acute Care CRS RFP (RFP No. YH14-0001) the various acute care reconciliations with a tiered prospective reconciliation, effective October 1, 2013 based on prospective, fully adjudicated medical expense encounters, and self-reported sub-capitated expenses, net of reinsurance. For each contract year, the amount due from or due to the Contractor as the result of this reconciliation will be based on aggregated profits and losses across all of the tiered reconciliation risk groups. Individual risk groups will not be reconciled separately. The expenses will be reconciled against prospective capitation including Delivery Supplement payments and will be net of the administrative and premium tax components. No additional payments to Contractors as a result of Acute Program Tiered Prospective Reconciliation are anticipated in FY 2019 or FY 2020.



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FMAP

Unless otherwise noted above, Acute Traditional members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	69.48%



Maricopa County Acute Care Contribution \$0 TF (\$351,200 GF) Increase:

Laws 2005, Chapter 328, Section 13 amended A.R.S 11-292 and established a GDP price deflator adjustment for Maricopa County with the intent that the Maricopa County contribution be reduced in each subsequent year according to changes in the GDP price deflator. Resulting reductions in Maricopa County's contribution will be offset by a corresponding increase in the General Fund. Using 1.90% as the GDP price deflator, as recommended by JIBC, results in a County fund decrease and corresponding General Fund increase of \$351,200.

Family Planning Adjustment

The family planning component of the capitation rate is eligible for 90% federal funding that is higher than the regular Title XIX FMAP rate. The state share of acute care capitation expenses was reduced by an amount due to the difference between the higher family planning federal matching percentage and the regular Acute FMAP rate, and federal dollars were increased by a corresponding amount. In FY 2019 and FY 2020, the amount of the family planning adjustment is estimated at \$6,763,200.

Proposed Solution to the Problem or Issue:

AHCCCS is requesting an additional \$67,060,800 in Total Funds with an increase of \$27,530,400 State Match consisting of a \$27,877,000 increase in General Fund, a decrease of \$351,200 County Fund, and a \$4,600 increase in Political Subdivision/PSI for Traditional Capitation, within the Traditional Medicaid Services appropriation over the FY 2019 allocation.

The details contributing to the revised funding need are outlined below.



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ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM						
TRADITIONAL MEDICAID SERVICES						
TRADITIONAL CAPITATION						
	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)	
General Fund	886,586,856	919,359,100	908,391,400	947,236,100	27,877,000	
Local Match (APSI)	7,113,255	10,250,800	9,739,800	10,255,400	4,600	
County Fund	46,512,900	46,512,900	46,512,900	46,161,700	(351,200)	
Tobacco MNA	68,040,500	68,040,500	68,040,500	68,040,500	-	
Prescription Drug Rebate	140,158,600	140,158,600	140,158,600	140,158,600	-	
TPL Fund	194,700	194,700	194,700	194,700	-	
Subtotal State Match	1,148,606,811	1,184,516,600	1,173,037,900	1,212,047,000	27,530,400	
Prescription Drug Federal	514,085,200	514,085,200	559,802,800	572,638,300	58,553,100	
Federal Title XIX	2,305,543,019	2,358,924,600	2,336,311,800	2,339,901,900	(19,022,700)	
Subtotal Federal Funding	2,819,628,219	2,873,009,800	2,896,114,600	2,912,540,200	39,530,400	
Grand Total	3,968,235,030	4,057,526,400	4,069,152,500	4,124,587,200	67,060,800	

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Traditional Acute Care.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

Alternatives Considered and Reasons for Rejection:

Without additional funding for Traditional Care Capitation, AHCCCS would face several objectionable options, all of which are detrimental to its mission of *Reaching across Arizona to provide comprehensive, quality healthcare for those in need*. One option would be capping enrollment to reduce costs, however, the Capitation Program is considered an entitlement and AHCCCS is prohibited by CMS from capping enrollment. This option could jeopardize the state's CMS Section 1115 managed care waiver. Instituting a cap would also be a violation of the maintenance of effort (MOE) requirement of the Patient Protection and Affordable Care Act of 2010 (PPACA).



TRADITIONAL MEDICAID SERVICES

A second option would be to not increase capitation rates, however, this also would have several negative impacts. Most providers have seen rates reduced severely over the past four years. Several years in a row without increases in capitation rates could jeopardize health plan networks and could result in lawsuits from providers due to insufficient rates. If health plans incur losses this endangers their financial viability. In addition, the Balanced Budget Act of 1997 (BBA) requires that capitation rates be actuarially sound. If the rates were not actuarially established to reflect true cost and utilization increases, the State could be in jeopardy of violating the BBA and may face disallowances of federal match by CMS. Such action can potentially force a health plan into financial insolvency and deter other providers from providing services to AHCCCS members. Loss of the managed care network would force Arizona to provide services on a Fee-for-Service basis. This would be substantially more expensive than the AHCCCS managed-care model.

Impact of Not Funding this Fiscal Year:

If this request is not funded in FY 2019, AHCCCS' ability to adequately maintain high-quality, comprehensive healthcare for Arizonans in need would be severely compromised due to the probable loss of federal matching funds, and the threat of insolvency to the healthcare provider network.

STATUTORY AUTHORITY:

A.R.S Title 36, Chapter 29, Article 1.

TRADITIONAL FEE-FOR-SERVICE

Description of problem or issue and how this furthers the agency mission or goals:

AHCCCS forecasts an increase of \$28,119,300 Total Fund, consisting of a \$1,867,000 General Fund decrease and a \$29,986,300 Federal Fund increase compared to the FY 2019 allocation. The FY 2019 fee-for-service allocation is a component of the Traditional Medicaid Services appropriation. FY 2018 actual expenditures were used as the basis for the allocation of the Traditional Medicaid Services appropriation.

The distinct populations/programs outlined and described below combine to make up the Traditional Medicaid Fee-For-Service program within the Traditional Medicaid Services appropriation. Effective January 1, 2014, American Indian Health Plan (AIHP) children with a FPL between 100% and 133% were added to this population.



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Indian Health Services (IHS):

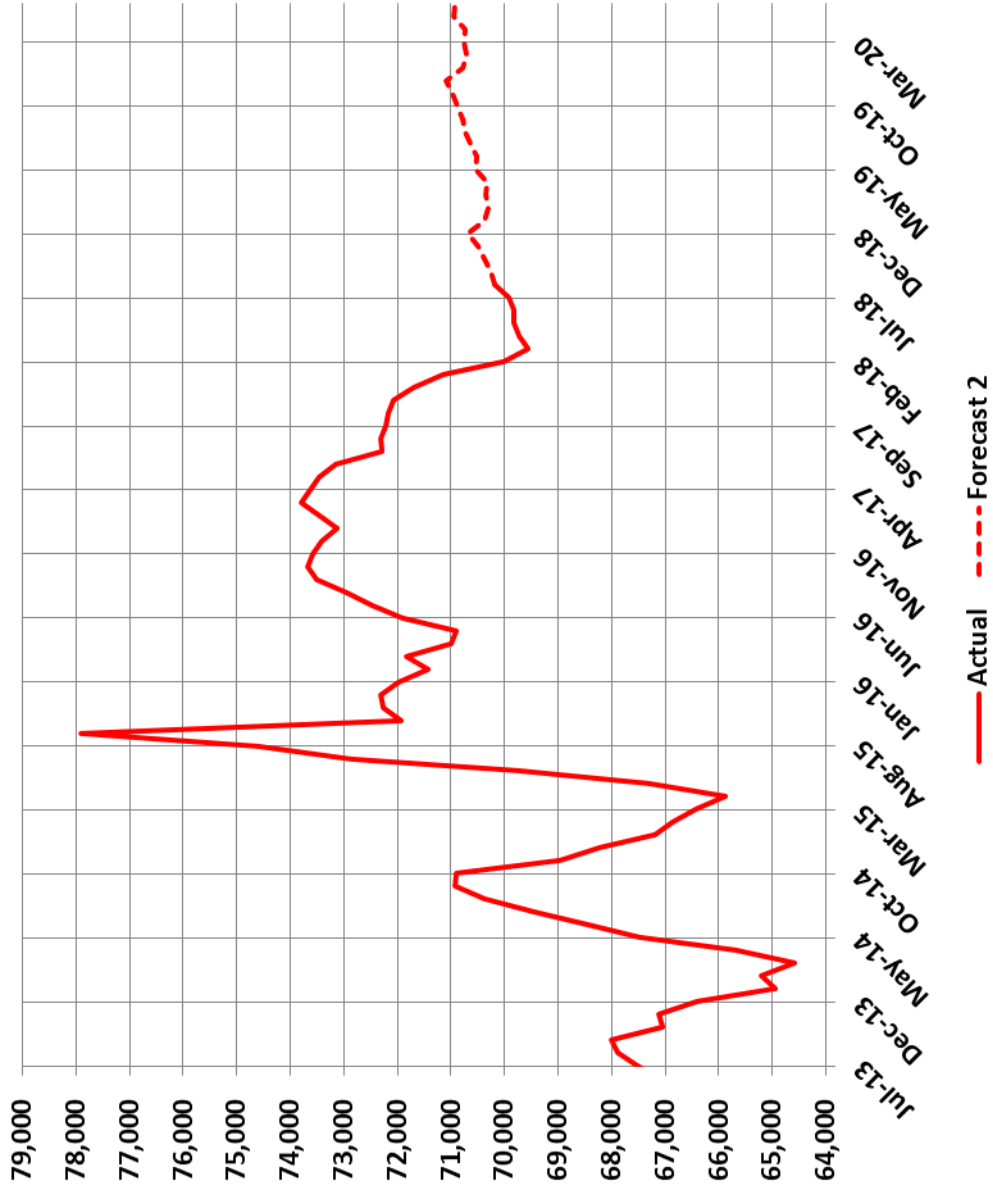
Under the provisions of its approved Medicaid State Plan, AHCCCS is responsible for paying for the cost of services provided to Native Americans who are Title XIX eligible.

Native American recipients have a choice of either enrolling with the American Indian Health Program (AIHP) or an AHCCCS health plan. AHCCCS pays claims for Native Americans who select the AIHP as their health plan on a fee-for-service basis. AHCCCS also pays claims on a fee-for-service basis for Native Americans enrolled with an MCO if they receive services at an IHS and/or tribal 638 facility.

The SFY 2018 year-over-year and June-over-June member growth rates ended the year at -3.12% and -4.55% respectively. For SFY 2019 and SFY 2020, the year-over-year AIHP population is expected to decrease -1.00% and increase 0.66% respectively. The SSI and TANF/SOBRA population forecasts were based on the growth rates used for the Traditional Acute Member Month TANF/SOBRA forecasts. Both IHS Facilities and Non-Facilities utilize the same enrollment forecast for budget development purposes.

IHS Enrollment – Traditional Medicaid		
Fiscal Year	Enrollment	% Change
SFY 2017 Actual	880,259	1.07%
SFY 2018 Actual	852,833	-3.12%
SFY 2019 Estimate	844,320	-1.00%
SFY 2020 Estimate	849,931	0.66%

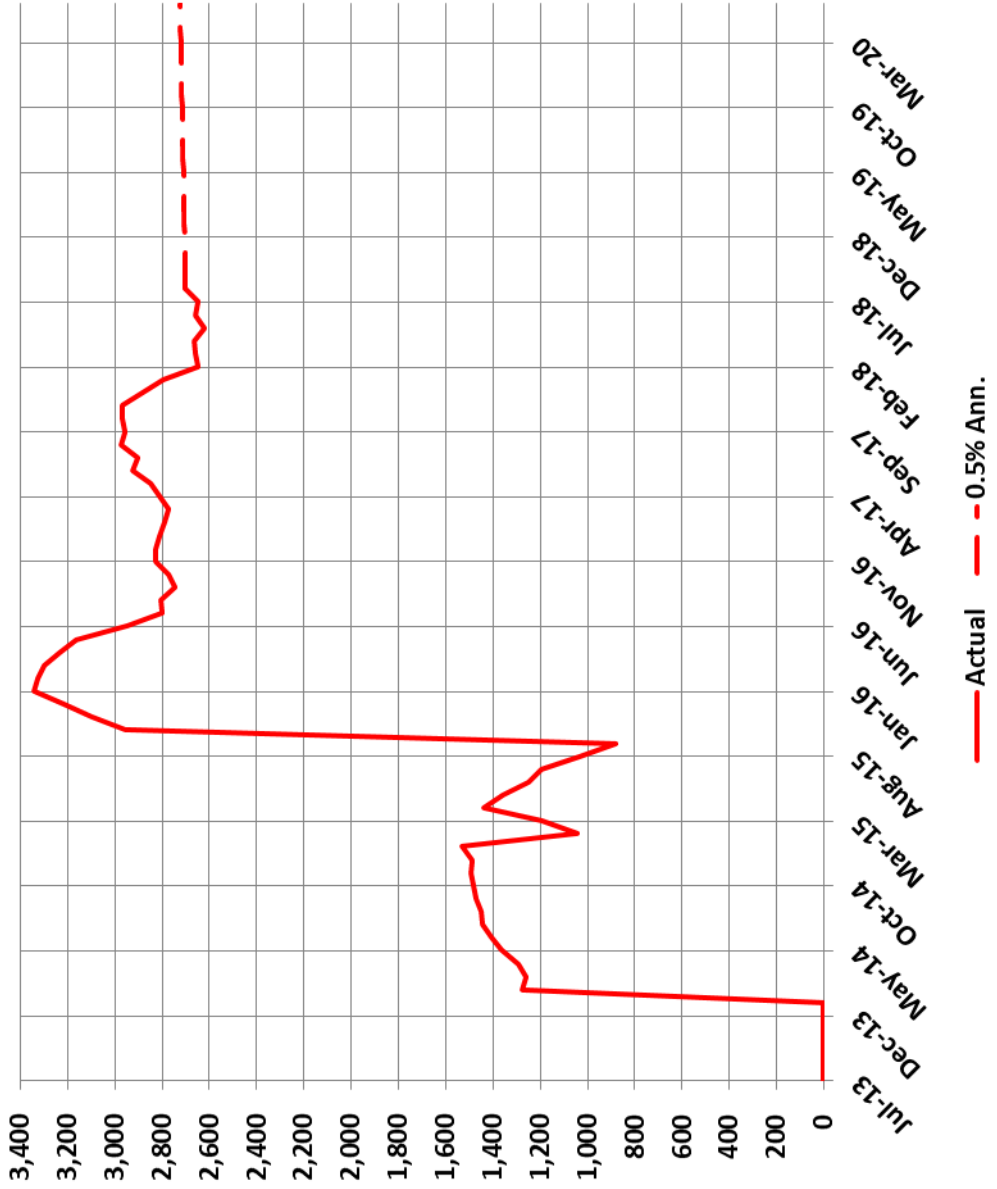
AIHP - Traditional





IHS Enrollment – Newly Eligible Children		
Fiscal Year	Enrollment	% Change
SFY 2017 Actual	33,748	6.5%
SFY 2018 Actual	33,706	-0.1%
SFY 2019 Estimate	32,411	-3.8%
SFY 2020 Estimate	32,623	0.7%

AIHP - Newly Eligible Children





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IHS Facilities Budget Development

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually on a calendar year basis. The IHS rates are used to calculate the IHS Facility expenditure forecast. The inpatient/outpatient IHS rate changes for CY2018 were 10.09% and 9.21%, respectively.

The weighted inflation factors of 2.66% (Traditional Medicaid) and 2.63% (Newly Eligible Children) were applied to the average PMPM (Per Member Per Month) rate for the final two quarters of SFY 2018 (January – June 2018) starting in January 2019, and again in January 2020, to produce the forecasted PMPM rates for SFY 2019 and SFY 2020, respectively. Expenditures were then calculated by multiplying the forecasted PMPM rates by the relevant IHS Enrollment population. Since the calendar year 2018 IHS rates were released in April 2018, and the payments associated with the rate adjustments have been made, the impact of the change has been incorporated into the final expenditure forecasts.

Historical AHP Payment Rates				AHP Facility			
Outpatient/Inpatient	2013	2014	2015	Average Inflation % +/-	Programmatic Weights for AHP Inflation	Weights	Weighted Inflation Factor
	2016	2017	2018					OP/IP	Program
Outpatient Rate	\$ 330.00	\$ 342.00	\$ 350.00	2-Year Average Outpatient 7.73% Inpatient 10.28%		Traditional 74.25% Traditional 25.75% Traditional 100.00%	5.10% 2.51% 7.61%
Inpatient Rate	\$ 2,272.00	\$ 2,413.00	\$ 2,443.00				
Outpatient Rate	\$ 342.00	\$ 350.00	\$ 350.00	3-Year Average Outpatient 6.87% Inpatient 9.75%		Proposition 204 76.49% Proposition 204 23.51% Proposition 204 100.00%	5.25% 2.29% 7.54%
Inpatient Rate	\$ 2,413.00	\$ 2,443.00	\$ 2,443.00				
Outpatient Rate	\$ 350.00	\$ 368.00	\$ 368.00	4-Year Average Outpatient 5.73% Inpatient 7.62%		Newly Eligible Children 89.12% Newly Eligible Children 10.88% Newly Eligible Children 100.00%	6.12% 1.06% 7.18%
Inpatient Rate	\$ 2,443.00	\$ 2,655.00	\$ 2,655.00				
Outpatient Rate	\$ 368.00	\$ 391.00	\$ 391.00	5-Year Average Outpatient 5.32% Inpatient 7.34%		Newly Eligible Adults 81.43% Newly Eligible Adults 18.57% Newly Eligible Adults 100.00%	5.59% 1.81% 7.40%
Inpatient Rate	\$ 2,655.00	\$ 2,933.00	\$ 2,933.00				
Outpatient Rate	\$ 391.00	\$ 427.00	\$ 427.00			ALTCES-EPD 78.81% ALTCES-EPD 21.19% ALTCES-EPD 100.00%	5.41% 2.06% 7.48%
Inpatient Rate	\$ 2,933.00	\$ 3,229.00	\$ 3,229.00				



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TRADITIONAL MEDICAID SERVICES

AHHP Facility - Expenditures and PMPM

SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
Traditional	31,595,200	39,600,800	31,716,700	39,717,100	31,820,100	31,908,800	42,728,100	34,157,300	34,173,400	34,170,400	42,840,100	34,259,300	428,687,300
NEC	666,100	833,000	666,700	833,700	667,200	667,500	894,700	716,000	716,300	716,600	896,200	717,200	8,991,200
Total	32,261,300	40,433,800	32,383,400	40,550,800	32,487,300	32,576,300	43,622,800	34,873,300	34,889,700	34,887,000	43,736,300	34,976,500	437,678,500
PMPM													
Traditional	451.46	564.32	451.46	564.32	451.46	451.46	607.26	485.81	485.81	485.81	607.26	485.81	507.70
NEC	246.81	308.52	246.81	308.52	246.81	246.81	330.67	264.54	264.54	264.54	330.67	264.54	276.99
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total/SFY Avg
Expenditures													
Traditional	42,892,300	34,360,000	34,389,700	43,044,700	34,476,300	34,532,300	46,244,600	36,969,400	36,985,800	46,223,900	37,089,000	37,078,800	464,286,800
NEC	896,900	717,800	718,100	898,000	718,700	719,000	963,700	771,300	771,600	964,900	772,200	772,600	9,684,800
Total	43,789,200	35,077,800	35,107,800	43,942,700	35,195,000	35,251,300	47,208,300	37,740,700	37,757,400	47,188,800	37,861,200	37,851,400	473,971,600
PMPM													
Traditional	607.26	485.81	485.81	607.26	485.81	485.81	653.46	522.77	522.77	653.46	522.77	522.77	546.26
NEC	330.67	264.54	264.54	330.67	264.54	264.54	354.41	283.53	283.53	354.41	283.53	283.53	296.87



TRADITIONAL MEDICAID SERVICES

Non-Facility Budget Development

Based on available resources, medical care is provided either by IHS staff or under contract. However, to ensure equal access to state, local, and federal programs, to which other citizens are entitled (in accordance with Medicaid Payment Policy and the Indian Health Care Act), if IHS is unable to provide the necessary treatment, Medicaid-eligible Native Americans who enroll with AIHP may use non-IHS providers for services. AHCCCS considers the costs associated with these services to be Title XIX Non-Facility claims. CMS reimburses the State for Title XIX non-facility claims at the State's FMAP rate, which for FY 2020 is estimated to be 69.48% for the Traditional Medicaid Services populations, based on the FFIS estimate for FFY2020.

The Non-facility expenditure forecast used a derived PMPM from the relevant programmatic IHS enrollment and actual expenditures. PMPM rates were calculated as the annual weighted average of SFY 2018 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2019 and 2020 estimates. Inflation factors were estimated by calculating a weighted average of the annualized inflation rates given by appropriate market baskets from *Global Insight's Health-Care Cost Review, First Quarter 2018*. The market baskets were chosen to correspond with claim type information given in PMMIS and are as follows (claim type in parentheses): Hospital and Related Services (Inpatient), Medical Care Services (Outpatient), Physicians Services (Professional), Prescription Drugs (Prescriptions), Dental Services (Dental), CMS Nursing Home All Other Services (LTC). The inflation factors, weights, and programmatic inflation rates are given in the following table:



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TRADITIONAL MEDICAID SERVICES

AHHP Non-Facility									
AHHP Non-Facility Inflation Factors					AHHP Non-Facility Weighted Inflation Rates				
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	Dental ⁵	LTC ⁶	Program	SFY 2020	Weighted Inflation Factor
SFY 2020	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%	Traditional	SFY 2020	2.97%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%	Proposition 204	Long Term	2.66%
AHHP Non-Facility Programmatic Weights									
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC	Program	SFY 2020	Weighted Inflation Factor
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%	Newly Eligible Children	SFY 2020	2.91%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%	Newly Eligible Adults	Long Term	2.63%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%		SFY 2020	2.93%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%	AL/TCS-EPD	Long Term	2.68%
AL/TCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%		SFY 2020	3.08%
								Long Term	2.39%

Notes:

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.



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TRADITIONAL MEDICAID SERVICES

The Non-facility SFY2019 and SFY2020 PMPMs and expenditures are depicted in the following table:

AHP Non-Facility - Expenditures and PMPM													
SFY	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
Traditional	20,084,100	25,173,000	20,161,300	25,918,300	20,764,900	20,822,800	25,911,700	20,714,100	20,723,900	20,722,100	25,979,700	20,776,000	267,751,900
NEC	284,800	356,100	285,000	365,800	292,800	292,900	366,300	293,100	293,300	293,400	366,900	293,600	3,784,000
Total	20,368,900	25,529,100	20,446,300	26,284,100	21,057,700	21,115,700	26,278,000	21,007,200	21,017,200	21,015,500	26,346,600	21,069,600	271,535,900
PMPM													
Traditional	286.98	358.72	286.98	368.26	294.61	294.61	368.26	294.61	294.61	294.61	368.26	294.61	317.10
NEC	105.52	131.90	105.52	135.37	108.30	108.30	135.37	108.30	108.30	108.30	135.37	108.30	116.57
SFY 2020													
Expenditures													
Traditional	26,011,300	20,837,100	20,855,100	26,797,900	21,463,600	21,498,400	26,754,500	21,388,400	21,397,900	26,742,500	21,457,600	21,451,700	276,656,000
NEC	367,200	293,900	294,000	377,300	302,000	302,100	377,800	302,300	302,500	378,200	302,700	302,800	3,902,800
Total	26,378,500	21,131,000	21,149,100	27,175,200	21,765,600	21,800,500	27,132,300	21,690,700	21,700,400	27,120,700	21,760,300	21,754,500	280,558,800
PMPM													
Traditional	368.26	294.61	294.61	378.05	302.44	302.44	378.05	302.44	302.44	378.05	302.44	302.44	325.50
NEC	135.37	108.30	108.30	138.93	111.14	111.14	138.93	111.14	111.14	138.93	111.14	111.14	119.63



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TRADITIONAL MEDICAID SERVICES

Non-IHS Fee-For-Service:

The Non IHS/Non-Emergency Services Fee-For-Service Program pays for services for recipients that are receiving services for less than 30 days.

Less than 30-day recipients are those people who receive AHCCCS Acute Care Benefits for less than thirty days from their eligibility determination date. These recipients are not enrolled with a Health Plan. Any services received by these recipients during their eligibility period are paid from the Fee-For-Service budget.

Total Non-IHS expenditures were estimated by calculating the 4-year average (up to and including SFY 2018 actuals) of monthly expenditures, by risk group, and applying the relevant growth rates used in the Traditional member month forecasts. The table below gives the expenditures for SFY 2019 and SFY 2020:

Non-AIHP - Expenditures													
SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
Traditional	402,600	503,200	402,600	516,700	413,300	413,300	516,700	413,300	413,300	413,300	516,700	413,300	5,338,300
NEC	3,000	3,700	3,000	3,800	3,000	3,000	3,800	3,000	3,000	3,000	3,800	3,000	39,100
Total	405,600	506,900	405,600	520,500	416,300	416,300	520,500	416,300	416,300	416,300	520,500	416,300	5,377,400
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total/SFY Avg
Expenditures													
Traditional	516,700	413,300	413,300	530,400	424,300	424,300	530,400	424,300	424,300	530,400	424,300	424,300	5,480,300
NEC	3,800	3,000	3,000	3,900	3,100	3,100	3,900	3,100	3,100	3,900	3,100	3,100	40,100
Total	520,500	416,300	416,300	534,300	427,400	427,400	534,300	427,400	427,400	534,300	427,400	427,400	5,520,400



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TRADITIONAL MEDICAID SERVICES

Emergency Services Program (ESP):

The Emergency Services Program (ESP) encompasses AHCCCS coverage of services for lawfully admitted immigrants during their first 60 months of residency, as well as undocumented immigrants. AHCCCS recipients enrolled with this program are covered for emergency services only and the claims for their services are paid for on a fee-for-service basis.

The Federal Emergency Services Program (FES) is available to individuals who, except for their citizenship/alien status, meet Federal income and resource eligibility requirements. The program provides emergency services to three general categories: persons not qualified for Medicaid services because they are aliens who entered the U.S. prior to August 22, 1996; qualified aliens who entered after August 22, 1996, but are not yet entitled to full services; and undocumented immigrants. This program only covers emergency services which are defined by the Social Security Act as acute symptoms of sufficient severity that the absence of immediate medical attention could reasonably be expected to result in: 1) placing the patient's health in serious jeopardy, 2) serious impairment to bodily functions, 3) serious dysfunction of any bodily organ or part. Labor and delivery are included as emergency medical services, but not routine prenatal or post-partum care. When certain requirements are met, AHCCCS also considers dialysis as an emergency service. For budgeting purposes, FES covered services are considered to be either birth-related services (births) or other services (other).

For the birth-related expenditure estimates, the total FES birth counts, which are composed of Traditional Medicaid FES births and Proposition 204 FES births, were assumed to remain at current levels following four years of moderate decreases. The annual counts were then adjusted for seasonality based on actual experience over the past 4 years. The total FES births forecast was used to compute the PMPMs for both Traditional Medicaid and Proposition 204. The PMPM for July 2018 through September 2018 was calculated using the actual expenditure and birth counts for the period covering February 2018 through June 2018. The inflation rate used for SFY2019 and SFY2020 inflation rates used was 3.8% based on Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.

The forecasts for other emergency expenditures were computed in a similar fashion to births, by multiplying an estimated PMPM rate by forecasted enrollment. PMPM rates were estimated for the Traditional populations for SFY19 and SFY20 by applying a trend factor of 3.8% (Global Insight's Inpatient Inflation Factor from QE 6/30/16 to QE 6/30/20 annualized).

Enrollment was then estimated by applying the monthly growth rates implied by the TANF/SSI member-month forecasts to the relevant emergency services enrollment population. The tables below give the PMPMs, expenditures, and enrollment for both births and other emergency services:



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TRADITIONAL MEDICAID SERVICES

FES - Expenditures, Enrollment, PMPM

SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
FES Births	2,003,100	2,838,100	2,202,500	2,936,900	2,024,000	2,214,900	2,583,100	1,826,400	1,933,100	1,583,700	2,183,500	1,829,200	26,158,500
FES Other	1,828,500	2,291,800	1,835,500	2,370,600	1,899,200	1,904,500	2,370,000	1,894,600	1,895,500	1,895,300	2,376,200	1,900,200	24,461,900
Total	3,831,600	5,129,900	4,038,000	5,307,500	3,923,200	4,119,400	4,953,100	3,721,000	3,828,600	3,479,000	4,559,700	3,729,400	50,620,400
Enrollment													
FES Births	522	591	573	593	511	559	522	461	488	400	441	462	6,123
FES Other	18,157	18,206	18,227	18,259	18,286	18,337	18,255	18,241	18,250	18,248	18,303	18,296	219,066
Total	18,678	18,797	18,800	18,853	18,797	18,896	18,777	18,702	18,738	18,648	18,744	18,758	225,188
PMPM													
Traditional	3,840.96	4,801.20	3,840.96	4,951.61	3,961.29	3,961.29	4,951.61	3,961.29	3,961.29	3,961.29	4,951.61	3,961.29	4,272.51
NEC	100.71	125.88	100.71	129.83	103.86	103.86	129.83	103.86	103.86	103.86	129.83	103.86	111.67
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total/SFY Avg
Expenditures													
Traditional	2,417,700	2,192,300	2,126,600	2,835,800	1,954,400	2,138,600	2,494,200	1,763,500	1,866,600	1,911,500	1,686,700	1,766,300	25,154,200
NEC	2,379,100	1,905,800	1,907,500	2,462,300	1,972,200	1,975,400	2,458,300	1,965,300	1,966,100	2,457,200	1,971,600	1,971,100	25,391,900
Total	4,796,800	4,098,100	4,034,100	5,298,100	3,926,600	4,114,000	4,952,500	3,728,800	3,832,700	4,368,700	3,658,300	3,737,400	50,546,100
Enrollment													
FES Births	488	553	537	555	478	523	488	432	457	374	413	432	5,732
FES Other	18,325	18,350	18,366	18,390	18,412	18,442	18,360	18,347	18,355	18,352	18,407	18,402	220,507
Total	18,813	18,903	18,902	18,945	18,890	18,965	18,849	18,779	18,812	18,726	18,819	18,834	226,239
PMPM													
Traditional	4,951.61	3,961.29	3,961.29	5,106.74	4,085.39	4,085.39	5,106.74	4,085.39	4,085.39	5,106.74	4,085.39	4,085.39	4,388.23
NEC	129.83	103.86	103.86	133.89	107.12	107.12	133.89	107.12	107.12	133.89	107.12	107.12	115.15



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TRADITIONAL MEDICAID SERVICES

Prior Quarter Coverage:

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS required AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS had been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage requires AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services at any time during that period of a type covered by the state plan, and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.

Example: An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, and March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

If the AHCCCS waiver is approved, prior quarter for all adult populations will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.

ACA Child Expansion:

In accordance with provisions outlined in the ACA, beginning January 1, 2014, AHCCCS expanded Medicaid eligibility for children ages 6 to 18. The fee-for-service portion of the child expansion population was developed in a similar fashion to the other risk categories in Traditional Medicaid. The resulting total fee-for-service estimates for the child expansion population are \$14,101,600 Total Fund (100% federally funded) for FY 2019 and \$14,924,200 Total Fund, consisting of \$14,511,300 Federal Fund and \$412,900 General Fund for FY 2020.



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TRADITIONAL MEDICAID SERVICES

FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$21,035,200 Total Fund, consisting of \$14,968,800 Federal Fund and \$6,066,400 General Fund for FY 2019 and \$21,035,200, consisting of \$14,809,700 Federal Fund and \$6,225,500 General Fund for FY 2020.

Traditional Fee-For-Service Requirement Breakdown:

Fiscal Year 2020	Total Fund	Federal Fund	State Match
IHS Facilities	464,286,800	464,286,800	0
IHS Non-Facility	276,656,000	192,443,800	84,212,200
Non IHS	5,480,300	4,329,600	1,150,700
FES Births	25,154,200	17,499,400	7,654,800
FES Other	25,391,900	17,662,900	7,729,000
FQHC Reconciliations	20,094,000	13,961,300	6,132,700
Hospital Presumptive Eligibility	4,000	2,800	1,200
Prior Quarter	7,280,900	5,064,800	2,216,100
Child Expansion	14,924,200	14,511,300	412,900
Total SFY 2020 FFS Exp.	839,272,300	729,762,700	109,509,600
Total FY 2019 Allocation	811,153,000	699,776,400	111,376,600
Increase (Decrease)	28,119,300	29,986,300	(1,867,000)

In FY 2020, increase the Traditional Fee-For-Service allocation by \$28,119,300 Total Fund (\$29,986,300 Federal fund increase and \$1,867,000 General Fund decrease). The allocation detail was derived by using the FY 2018 actual percentage of each distinct fee-for-service population's expenditures to the total fee-for-service expenditures.

Performance Measures to quantify the success of the solution

- AHCCCS member enrollment in Traditional Acute Care.
- Maintain the % of overall Health Plan compliance with key indicators at ≥99%.

Alternatives considered and reasons for rejection:

Provide no changes to the appropriation. This alternative was rejected, as it would be not align State and Federal financing for services.

Impact of not funding this fiscal year:

The Fee-For-Service program is a federally mandated program therefore failure to fund this program would jeopardize federal funding.

Statutory Authority:

Section 1905(b) of the Social Security Act, 42 U.S.C.1396d.

Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j] (a).

Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j] (c).

Vol. II, P.L. 94-437, §402(c)(d).

Sec 321(a) and 322(b) of the Public Health Service Act (42U.S.C. 248(a) and 249(b)).

Sec 601 of the Indian Health Care Improvement Act (25 U.S.C. 1601).

Arizona Revised Statute (A.R.S.) § 36-2903.01 (J)(2).

§1902(a)(10)(B) of the Social Security Act (the Act) and 42 CFR 440.240.

1905(a)(2)(c) of the Social Security Act Secs.329, 330 or 340 of the Public Health Services (PHS) Act.

Section 6404 of the Omnibus Budget Reconciliation Act of 1989 (P.L. 101-239) amended.

Secs. 1905 (a) and (1) of the Social Security Act.

HCFA State Medicaid Manual, SMM4-4231 section C. Provisions of payment for services provided under the

Balanced Budget Act of 1997 (BBA 97) Section 4712(b), Social Security Act 1902(a)(13)(C)(I),

Arizona State Plan, Section 4.19 (b)(1) and (2).

Section 1902(a)(13)(C)(I) of the Social Security Act.

Section 702 of the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act (BIPA).

Section 1903(v) of the Social Security Act.



TRADITIONAL REINSURANCE

Description of the problem:

Reinsurance is a stop-loss program provided by AHCCCS to its contractors for the partial reimbursement of covered inpatient facility medical services incurred for a member with an acute medical condition beyond an annual deductible. AHCCCS provides both regular and catastrophic reinsurance coverage to health plan of MCO contractors. The purpose of reinsurance is to reduce the health plans' financial risk for major medical costs incurred by members.

The reinsurance program provides critical safeguards to AHCCCS health plans. These safeguards promote competition and flexibility during the procurement process ensuring competent contractors are chosen to provide quality services to AHCCCS recipients, while minimizing the cost to Arizona taxpayers. This proactive approach limits the costly procedure of transitioning members or liabilities when a contractor's financial solvency declines and services can no longer be provided.

As a consequence of the conditions mentioned above, the most recent fiscal year's expenditures were determined to be the most reliable data to use as the basis for the FY2019 – FY2020 reinsurance forecast. The SFY 2019 actual weighted PMPM was inflated in October 2019 and 2020 by 2.66%. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2019 and 2020. The inflation factors mentioned above were taken from Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.

	Age<1	Age 1-20	Age 21+	Dual	SSI w/o	TOTAL	% Change
Actual SFY 2017	588,132	7,124,729	1,771,490	786,640	617,433	10,888,423	2.5%
Actual SFY 2018	563,317	6,947,160	1,758,786	694,306	598,545	10,562,114	-3.0%
Estimate SFY 2019	547,979	6,787,971	1,745,212	706,285	592,210	10,379,658	-1.7%
Estimate SFY 2020	537,196	6,826,891	1,755,700	707,560	592,562	10,419,910	0.4%

In SFY 2020, AHCCCS estimates an increase of \$24,266,200 Total Fund, including an increase of \$7,042,000 General Fund and an increase of \$17,224,200 Federal Fund, in Traditional Reinsurance.



Proposed solution to the problem:

Adjust the FY 2019 allocation by the amounts stated.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM						
TRADITIONAL MEDICAID SERVICES						
TRADITIONAL REINSURANCE						
	FY 2018	FY 2019	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Allocation	Rebase	Request	Request	Inc/(Dec)
General Fund	41,549,093	36,734,600	42,144,300	43,776,600	43,776,600	7,042,000
Subtotal State Match	41,549,093	36,734,600	42,144,300	43,776,600	43,776,600	7,042,000
Federal Title XIX	98,346,195	84,753,600	100,042,200	101,977,800	101,977,800	17,224,200
Subtotal Federal Funding	98,346,195	84,753,600	100,042,200	101,977,800	101,977,800	17,224,200
Grand Total	139,895,288	121,488,200	142,186,500	145,754,400	145,754,400	24,266,200

Performance Measures to quantify the success of the solution

- AHCCCS member enrollment in Traditional Acute Care.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

Impact of not funding this fiscal year:

Failure to fund this program will hamper AHCCCS' ability to provide the critical safeguards necessary for the health plans. These safeguards are in place to promote competition and flexibility during AHCCCS' procurement process while also minimizing the costs to Arizona taxpayers. In addition, any funding reduction to the reinsurance program would require an increase in Capitation funding if the rates are going to be actuarially sound as required by the Balanced Budget Act of 1997.

Statutory Reference:



TRADITIONAL MEDICAID SERVICES

- A.R.S. §36-2901.01 .
- AHCCCS Rule R9-22-503 (G.3).
- AHCCCS Rule R9-22-202.
- AHCCCS Rule R9-22-203.

TRADITIONAL MEDICARE PREMIUMS PROGRAM

Description of the problem

AHCCCS pays Medicare Part A premiums (Hospital Insurance Benefit (HIB)) and Medicare Part B premiums (Supplemental Medical Insurance Benefit (SMIB)) for Title XIX members who are eligible for both Medicare and Medicaid. AHCCCS acts as a payer of last resort for medical benefits and cost avoids against Medicare for dual eligible members. This means that for these members AHCCCS only has liability for payment of Medicare coinsurance, deductibles, and the remaining medical benefits that are not covered by Medicare and all other third party payers. Health care providers must determine the extent of third party coverage and bill all private insurance carriers including HMOs and Medicare prior to billing AHCCCS. This Medicare "buy-in" program reduces the State's Medicaid costs because the Federal government, through Medicare, absorbs many of the major medical costs provided to these members, which otherwise would have been paid by AHCCCS.

In addition, Federal law requires the State to pay Medicare Part A and/or Part B premiums on behalf of certain low-income Medicare beneficiaries. These members are covered under the Qualified Medicare Beneficiary (QMB) or the Specified Low-Income Medicare Beneficiary (SLMB) programs. To be eligible for the QMB program, the individual's income must be less than 100% of the Federal Poverty Level (FPL). These QMB members are eligible for full benefits, however, some choose to remain QMB only and AHCCCS pays for their Medicare Part A and Part B premiums, Medicare coinsurance and deductibles. To be eligible for the SLMB program, the individual's income must fall between 100% and 120% of the FPL. AHCCCS pays the Medicare Part B premium for SLMB eligibles.

Section 4732 of the Balanced Budget Act (BBA) of 1997 created two new eligibility groups: Qualified Individual I and II (QI-1 and QI-2). These 100% federal funded groups were originally scheduled to sunset on December 31, 2002. However the QI-1 group, which receives a payment for the full Medicare Part B premium, was reauthorized by Congress (the QI-2 group did sunset). Section 211 of the Medicare Access and CHIP Reauthorization Act (MACRA) permanently extended the Qualifying Individual program, for Calendar Year (CY) 2016, and each subsequent year. To be eligible for the QI-1 Program, a member's income must be between 120% and 135% of the FPL.



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In Fiscal Year 2020, AHCCCS requires an increase of \$17,548,000 in Total Funds consisting of \$4,170,300 General Fund and \$13,377,700 Federal Fund for the Acute Medicare Premiums allocation within the Traditional Medicaid Services Appropriation.

Medicare Premium Rates

The current calendar year 2018 Medicare Part A premium is \$422.00 per month. The current calendar year 2018 Medicare Part B premium is \$134.00. The effective Medicare premium rates paid by AHCCCS are calculated using the PMPM costs which include a 10% surcharge for late enrollment for some members over and above the published premium rates. The following table provides a historical perspective on the Medicare Part A and B premiums and annual increases.

History of Medicare Premium Rates

Calendar Year	Medicare Part A Premium	% Change	Medicare Part B Premium	% Change
2002	\$319.00	6.33%	\$54.00	8.00%
2003	\$316.00	-0.94%	\$58.70	8.70%
2004	\$343.00	8.54%	\$66.60	13.46%
2005	\$375.00	9.33%	\$78.20	17.42%
2006	\$393.00	4.80%	\$88.50	13.17%
2007	\$410.00	4.33%	\$93.50	5.65%
2008	\$423.00	3.17%	\$96.40	3.10%
2009	\$443.00	4.73%	\$96.40	0.00%
2010	\$461.00	4.06%	\$110.50	14.63%
2011	\$450.00	-2.39%	\$115.40	4.43%
2012	\$451.00	0.22%	\$99.90	-13.43%
2013	\$441.00	-2.22%	\$104.90	5.01%
2014	\$426.00	-3.40%	\$104.90	0.00%
2015	\$407.00	-4.46%	\$104.90	0.00%
2016	\$411.00	0.98%	\$121.80	16.11%
2017	\$413.00	0.49%	\$134.00	10.02%
2018	\$422.00	2.18%	\$134.00	0.00%
2019 (est.)	\$428.70	1.59%	\$141.00	5.23%
2020 (est.)	\$435.50	1.59%	\$148.37	5.23%

Medicare Part A and Part B premiums projected for Calendar Years 2019 and 2020 are based on an average of the most recent five years percentage increase, excluding years for which the rate decreased.



Membership Growth

Linear regressions were used to project member month growth for the different subgroups of the Medicare Premiums Program.

- Traditional SSI with Medicare member – 36-month regression
- QMB-Only member – 36-month regression
- SLMB member – 36-month regression
- QI-1 member – 72-month regression

Below is a chart showing the projected member month changes for all subprograms within the Medicare Premiums Program for SFY 2012-2020. For FY2019 and FY2020, member months for SSI Traditional and Prop. 204 SSI were forecast in aggregate using a 36 month regression and then split according to the percentage that each group currently represents of the total. SSI with Medicare member months were then added together with Integrated Behavioral Health SSI with Medicare member months to get the Part A & B totals.

SFY	Part A & B	%Chg	QMB-Only	%Chg	SLMB	%Chg	QI-1	%Chg
2012	599,769.42	8.5%	48,625.00	-0.3%	241,530.00	8.3%	153,686.33	1.3%
2013	627,624.21	4.6%	50,923.00	4.7%	262,706.00	8.8%	184,230.39	19.9%
2014	650,489.05	3.6%	56,427.00	10.8%	277,430.00	5.6%	189,203.99	2.7%
2015	672,604.99	3.4%	56,145.00	-0.5%	300,848.00	8.4%	200,471.33	6.0%
2016	686,869.32	2.1%	71,191.00	26.8%	335,588.00	11.5%	215,836.70	7.7%
2017	891,449.06	29.8%	80,510.00	13.1%	355,429.00	5.9%	224,281.79	3.9%
2018	783,256.01	-12.1%	93,247.00	15.8%	379,509.00	6.8%	227,946.56	1.6%
2019	797,377.15	1.8%	86,288.08	-7.5%	414,561.95	9.2%	240,355.99	5.4%
2020	800,272.29	0.4%	90,629.64	5.0%	435,420.50	5.0%	252,449.42	5.0%



Proposed solution to the problem

For Fiscal Year 2019, AHCCCS is allocated \$244,875,500 Total Fund (\$64,589,900 General Fund) from the Traditional Medicaid Services appropriation for Acute Medicare Premiums. For Fiscal Year 2020, AHCCCS requires an increase of \$17,548,000 in Total Funds consisting of \$4,170,300 General Fund and \$13,377,700 Federal Fund for the Acute Medicare Premiums allocation within the Traditional Medicaid Services Appropriation.

Alternatives considered

Provide no increases. This alternative was rejected, as it would be in violation of Federal Law and it would also cause the adverse effect of increasing overall AHCCCS health care costs since Medicare would no longer be the primary payer of health care costs incurred by the dual eligible members.

Impact of not funding this year

Failure to fund this program would prevent AHCCCS from participating in the Medicare “buy-in” program, which absorbs the major medical costs provided to dual eligible members. As a result, AHCCCS or Arizona residents and/or Arizona health care providers would have to pay for those health care costs. AHCCCS has the liability for payment of the remaining medical benefits to these members not covered by Medicare and all other third party payers.

Statutory Reference

ARS § 36-2901, paragraph 6, subdivision (a)
ARS § 36-2911
Section 4732, the Balanced Budget Act (BBA) of 1997
Medicare Access and CHIP Reauthorization Act of 2015 (PL 114-10)
Arizona Section 1115 Waiver for FFY 2012 through FFY 2016, CNOM #13 (April 16, 2013 Amendment)



MEDICARE PART D “CLAWBACK” PAYMENTS

DESCRIPTION OF THE PROBLEM:

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	SFY18 Actual	SFY19 Allocation	SFY19 Rebase	SFY20 Request	SFY20 Inc.(Dec)
AHCCCS ACUTE	51,307,400	56,090,800	53,530,700	56,874,700	783,900
AHCCCS ALTCS					
General Fund	15,241,439	16,476,000	16,370,900	18,046,700	1,570,700
County Fund	21,797,785	22,265,600	22,123,800	22,852,900	587,300
TOTAL ALTCS	37,039,225	38,741,600	38,494,700	40,899,600	2,158,000
BHS	19,070,500	19,897,000	19,897,000	21,140,100	1,243,100
DES-DD	3,925,200	4,074,900	4,095,400	4,351,600	276,700
Grand Total	111,342,325	118,804,300	116,017,800	123,266,000	4,461,700



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METHODOLOGY:

CLAWBACK PMPM:

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCS, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

	Actual 1/1/2015 to 9/30/2015	Actual 10/1/2015 to 12/31/2015	Actual 1/1/2016 to 9/30/2016	Actual 10/1/2016 to 12/31/2016	Actual 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Estimate 10/1/2018 to 12/31/2018	Estimate 1/1/2019 to 9/30/2019	Estimate 10/1/2019 to 12/31/2019	Estimate 1/1/2020 to 9/30/2020
Total Fund PMPM	200.04	200.04	223.29	223.28	249.93	249.93	252.98	252.98	257.88	257.89	262.87
FMAP	68.46%	68.92%	68.92%	69.24%	69.24%	69.89%	69.89%	69.81%	69.81%	69.48%	69.48%
State Match PMPM	63.09	62.17	69.40	68.68	76.88	75.25	76.37	76.37	77.85	78.71	80.23
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	47.32	46.63	52.05	51.51	57.66	56.44	57.28	57.28	58.39	59.03	60.17

The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.



- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state’s Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it increases to 69.81%.
- It is assumed that the FMAP will increase from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.

PROGRAM DISTRIBUTION:

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

AHCCCS Acute	46.14%
ALTCS-EPD	33.18%
ALTCS-DD (DES)	3.53%
DHS BHS	17.15%

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using a 24 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.04% in SFY 2019 and 3.39% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,526 by June 2019 and 176,313 by June 2020.



PROPOSED SOLUTION TO THE PROBLEM:

For FY20, AHCCCS requests an increase of \$4,461,700 General Fund to the Acute Care Clawback line item for these federally mandated payments. Within the ALTCS Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,570,700 and a County Fund increase of \$587,300. For the BHS Clawback line, AHCCCS requests an increase of \$1,243,100.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at ≥99%.

STATUTORY AUTHORITY:

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173) Social Security Act, Section 1935(42 U.S.C. 1396u-5)

BREAST AND CERVICAL CANCER TREATMENT PROGRAM (BCCTP)

Description of the Problem

The Breast and Cervical Cancer Prevention Act of 2000 amended Title XIX of the Social Security Act to make enhanced Federal matching funds available to states for the cost of extending Medicaid eligibility to individuals previously not eligible. A.R.S. § 36-2901.05 (Laws 2001, Chapter 332) created a new eligibility group for women under 65 years of age who have been screened and diagnosed with breast or cervical cancer through the Arizona Department of Health Service’s (ADHS) Well Women Healthcheck Program (WWHP) with an income at or below 250% FPL. The program began on January 1, 2002.

Uninsured women diagnosed with breast or cervical cancer on or after August 2, 2012, may be able to receive comprehensive treatment through the Breast and Cervical Cancer Treatment Program (BCCTP) provided by AHCCCS due to a change in Arizona law (Laws 2012, Chapter 299, Section 4). Prior to this change, only women that were screened and diagnosed through the Well Woman HealthCheck Program (WWHP) qualified for the BCCTP. The law allows for all women that meet the qualifications of the BCCTP and were diagnosed by a provider or entity recognized by ADHS’ WWHP, to enroll in the treatment program. This change was the primary catalyst responsible for the significant increase of enrollees in the BCCTP program through January 2014. The subsequent enrollment decline coincides with the implementation of ACA and is due to enrollees qualifying for one of the



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new expansion populations whereas prior to ACA, these same enrollees would have been placed in the BCCTP. Also, as part of the AHCCCS behavioral health integration effort, as of April 1, 2014, some members now receive physical and behavioral health care through Mercy Maricopa Integrated Care (Mercy Maricopa) health plan and Greater Arizona integrated plans.

The Fiscal Year 2019 allocation includes \$205,100 in State Match and \$814,900 in Federal Authority for a total fund allocation of \$1,020,000. The Fiscal Year 2019 BCCTP allocation is a component of the Traditional Medicaid Services appropriation. Fiscal Year 2018 actuals were used as the basis for the allocation of the Traditional Medicaid Services appropriation. The projected expenditures are shown in the table on the next page. Based on the current projections, in State Fiscal Year 2020, AHCCCS forecasts a decrease of \$134,000 Total Fund (decrease of \$30,600 State Funds, decrease of \$103,400 Federal Funds) to fund this population.

The enrollment forecast assumes that the impact of ACA enrollment impact and behavioral health integration have been absorbed and the population should experience very moderate to no growth going forward.

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TRADITIONAL BREAST AND CERVICAL CANCER PROGRAM						
	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)	
General Fund	200,075	203,900	166,400	173,300	(30,600)	
Local Match (APSI)	757	1,200	1,200	1,200	-	
Subtotal State Match	200,832	205,100	167,600	174,500	(30,600)	
Federal Title XIX	799,701	814,900	681,000	711,500	(103,400)	
Subtotal Federal Funding	799,701	814,900	681,000	711,500	(103,400)	
Grand Total	1,000,533	1,020,000	848,600	886,000	(134,000)	



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Women enrolled in the Breast and Cervical Cancer program are eligible for regular and prior period capitation, reinsurance, FFS (for Native Americans), and behavioral health. The table on the following page contains the rates used in the development of the SFY 2019-2020 budgets.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. The FFS and reinsurance rates are based on SFY 2018 actual experience. The behavioral health rates are developed by the DHCM actuarial department. AHCCCS estimates a CYE 2020 capitation rate increase of 2.5% for all risk pools.

BCC Rates Detail				
Group	7/1/2018	Change %	10/1/2018	Change% 10/1/2019
BCC Age 21+	341.27	6.26%	362.65	2.50%
SMI	1,987.84	1.62%	2,020.12	3.00%
Crisis RBHA	3.86	23.32%	4.76	2.52%

FMAP	
FFY 2018	78.92% Actual
FFY 2019	78.87% Actual
FFY 2020	78.64% Estimate

Proposed Solution to the problem

Decrease the Fiscal Year 2019 allocation by \$134,000 Total Fund, with a decrease of \$30,600 General Fund and a decrease of \$103,400 to the Title XIX Federal Fund.



Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

Statutory Reference
A.R.S. § 36-2901.05
1902(a)(10)(A)(ii)(XVIII) of the Social Security Act

FREEDOM TO WORK (TICKET TO WORK)

Description of the Problem

A.R.S. §§ 36-2929 and 36-2950 authorizes an eligibility category for two groups of individuals; Individuals ages 16 through 64 who meet SSI eligibility criteria and have an earned income below 250% FPL, and employed individuals with a medically improved disability with an earned income under 250% FPL. This program, known as Freedom to Work or Ticket to Work was implemented on January 1, 2003.

The Fiscal Year 2019 allocation includes \$10,654,100 in state General Match and \$24,598,600 Federal Authority for a total fund allocation of \$35,252,700. The Fiscal Year 2019 Freedom to Work allocation is a component of the Traditional Medicaid Services appropriation. Fiscal Year 2018 actuals were used as the basis for the allocation of the Traditional Medicaid Services appropriation.

The projected expenditures are shown in the table below. Based on the current projections for FY2020, AHCCCS will require \$38,353,400 Total Fund (\$11,565,100 State Match) for this program, or an increase of \$3,100,700 Total Fund (\$911,000 State Match, consisting of \$878,600 General Fund and \$32,400 from the Political Subdivisions fund for the Access to Professional Services Initiative). This population was significantly impacted by the Mercy Maricopa/Greater Arizona behavioral health integration.

A summary of the requested FY2019 allocation adjustments and the updated FMAP percentages that were used in the analysis are in the tables which follow.



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ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM						
TRADITIONAL MEDICAID SERVICES						
TRADITIONAL FREEDOM TO WORK						
	FY 2018	FY 2019	FY 2019	FY 2019	FY 2020	FY 2020
	Actual	Allocation	Rebase	Request	Inc/(Dec)	
General Fund	10,075,784	10,645,400	10,469,600	11,524,000	878,600	
Local Match (APSI)	10,322	8,700	31,600	41,100	32,400	
Subtotal State Match	10,086,106	10,654,100	10,501,200	11,565,100	911,000	
Federal Title XIX	23,404,541	24,598,600	24,596,300	26,788,300	2,189,700	
Subtotal Federal Funding	23,404,541	24,598,600	24,596,300	26,788,300	2,189,700	
Grand Total	33,490,647	35,252,700	35,097,500	38,353,400	3,100,700	

As of June 2017 there were 2,523 members enrolled in Freedom to Work. By June 2018, enrollment had grown to 2,917, an increase of 15.62%. The projected enrollment for FY 2019 and FY 2020 is based on a 36-month regression analysis. The rebase resulted in projected June 2019 enrollment of 3,308 and a June 2020 total of 3,699. This is an increase of 13.40% and 11.82% for FY2019 and FY2020, respectively.

The previous totals include those eligible to receive physical and behavioral health care through Mercy Maricopa Integrated Care (MMIC) or the Greater Arizona RBHA integrated plans. As part of the AHCCCS behavioral health integration effort, as of June 1, 2017, 590 FTW members received physical and behavioral health care through Mercy Maricopa Integrated Care (MMIC) health plan and another 227 received physical and behavioral health care through the Greater Arizona RBHA (GrAZ) integrated plans. By June 2018, 617 members were receiving services through MMIC and another 234 members were receiving services through GrAZ. It is anticipated that by June 2019, a total of 868 FTW members will receive integrated behavioral health services through either MMIC or GrAZ and that by June 2020 this number will reach 886.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a



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weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. The FFS and reinsurance rates are based on SFY 2018 actual experience. The behavioral health rates are developed by the DHCM actuarial department. AHCCCS estimates a CYE 2020 capitation rate increase of 2.5% for all risk pools.

Acute Coverage - Acute members are eligible for capitation, behavioral health capitation, fee-for-service, reinsurance, and Medicare Part B premium coverage.

LTC Coverage – LTC members are eligible for regular and prior period capitation, fee-for-service, reinsurance, and Medicare Part B premium coverage. The LTC capitation rate shown below is a loaded rate which includes reinsurance and fee-for-service.

For more detail of rates used in the FY2019-FY2020 forecast, see Chart 1 on the following page.

Chart 1 – FTW Rates Detail

Group	7/1/2018	Change %	10/1/2018	Change %	10/1/2019
ACC Dual	145.66	-1.58%	143.36	2.50%	146.94
ACC SSIWO	1,271.12	-3.91%	1,230.59	2.50%	1,261.36
SMI	1,987.84	1.62%	2,020.12	2.50%	2,070.63
Crisis RBHA	3.86	23.30%	4.76	2.50%	4.88
EPD Dual	3,281.91	4.39%	3,425.89	3.31%	3,539.13
EPD SSIWO	3,455.59	4.39%	3,607.36	3.31%	3,726.68
DD Dual	3,892.14	5.30%	4,098.51	3.47%	4,240.60
DD SSIWO	3,892.14	5.30%	4,098.51	3.47%	4,240.60

Freedom to Work members may be required to pay a monthly premium. The amount of the member’s premium is based on the individual’s net earned income. The premium amount can range from \$0 - \$35 and cannot exceed 2% of the member’s net earned income.

Proposed Solution to the problem

In FY 2020, AHCCCS requests an increase of \$3,100,700 Total Fund (\$911,000 State Match, consisting of \$878,600 General Fund and \$32,400 from the Political Subdivisions fund for the Access to Professional Services Initiative) compared to the FY2019 allocated amount.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at ≥99%.

Statutory Reference

A.R.S. § 36-2929
A.R.S. § 36-2950
1902 (a)(10)(A)(ii)(XV) of the Social Security Act

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
TRADITIONAL MEDICAID SERVICES APPROPRIATION
FISCAL YEAR 2020 DECISION PACKAGE
TABLE A**

	<u>FY19 Approp</u>	<u>FY20 Request</u>	<u>FY20 Inc/(Dec)</u>
ACC Capitation			
General Fund	919,359,100	947,236,100	27,877,000
Local Match (APSI)	10,250,800	10,255,400	4,600
County Fund	46,512,900	46,161,700	(351,200)
Tobacco MNA	68,040,500	68,040,500	-
TPL Fund	194,700	194,700	-
PDR State	140,158,600	140,158,600	-
PDR Federal	514,085,200	572,638,300	58,553,100
Federal Funds	<u>2,358,924,600</u>	<u>2,339,901,900</u>	<u>(19,022,700)</u>
Total Funds	4,057,526,400	4,124,587,200	67,060,800
ACC Fee-for-Service			
General Fund	111,376,600	109,509,600	(1,867,000)
Federal Funds	<u>699,776,400</u>	<u>729,762,700</u>	<u>29,986,300</u>
Total Funds	811,153,000	839,272,300	28,119,300
ACC Reinsurance			
General Fund	36,734,600	43,776,600	7,042,000
Federal Funds	<u>84,753,600</u>	<u>101,977,800</u>	<u>17,224,200</u>
Total Funds	121,488,200	145,754,400	24,266,200
ACC Medicare Premiums			
General Fund	64,589,900	68,760,200	4,170,300
Federal Funds	<u>180,285,600</u>	<u>193,663,300</u>	<u>13,377,700</u>
Total Funds	244,875,500	262,423,500	17,548,000
Breast and Cervical Cancer			
General Fund	203,900	173,300	(30,600)
Local Match (APSI)	1,200	1,200	-
Federal Funds	<u>814,900</u>	<u>711,500</u>	<u>(103,400)</u>
Total Funds	1,020,000	886,000	(134,000)
Ticket to Work			
General Fund	10,645,400	11,524,000	878,600
Local Match (APSI)	8,700	41,100	32,400
Federal Funds	<u>24,598,600</u>	<u>26,788,300</u>	<u>2,189,700</u>
Total Funds	35,252,700	38,353,400	3,100,700
Medicare Clawback			
General Fund	75,987,800	78,014,800	2,027,000
Traditional Medicaid Services			
General Fund	1,218,897,300	1,258,994,600	40,097,300
Local Match (APSI)	10,260,700	10,297,700	37,000
County Fund	46,512,900	46,161,700	(351,200)
Tobacco MNA	68,040,500	68,040,500	-
TPL Fund	194,700	194,700	-
PDR State	140,158,600	140,158,600	-
PDR Federal	514,085,200	572,638,300	58,553,100
Federal Funds	<u>3,349,153,700</u>	<u>3,392,805,500</u>	<u>43,651,800</u>
Total Funds	5,347,303,600	5,489,291,600	141,988,000

Notes:

- 1) The JLBC no longer provides special line item detail. Therefore, the amounts shown above for each line are allocation of the full Traditional Medicaid appropriation based on FY 2018 AFIS actuals
- 2) Appropriation and Request amounts include the Child Expansion population
- 3) Beginning 7/1/2018, the Acute, CRS, and Behavioral Health appropriations were combined. Consequently, amounts above are inclusive of Acute, CRS, and Behavioral Health.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Base Capitation

Program: Capitation
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	27,877.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	27,877.0

Program: Capitation
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(19,022.7)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(19,022.7)

Program: Capitation
Fund: 9691-N County Funds (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Base Capitation

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(351.2)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0

Program / Fund Total: (351.2)

Program: Capitation
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories **FY 2020**

FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	4.6
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0

Program / Fund Total: 4.6

Program: Capitation
Fund: 2546-N Prescription Drug Rebate Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories **FY 2020**

FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	58,553.1
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0

Program / Fund Total: 58,553.1

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Base Fee-For-Service

Program: Fee-for-Service
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(1,867.0)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(1,867.0)

Program: Fee-for-Service
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	29,986.3
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	29,986.3

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Base Reinsurance

Program: Reinsurance
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	7,042.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	7,042.0

Program: Reinsurance
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	17,224.2
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	17,224.2

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Base Medicare Premiums

Program: Medicare Premiums
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	4,170.3
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	4,170.3

Program: Medicare Premiums
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	13,377.7
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	13,377.7

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Clawback

Program: SLI Acute Care Clawback Payments
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	2,027.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	2,027.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Breast & Cervical Cancer

Program: Breast and Cervical Cancer
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(30.6)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(30.6)

Program: Breast and Cervical Cancer
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(103.4)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(103.4)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Freedom to Work

Program: Ticket to Work
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	878.6
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	878.6

Program: Ticket to Work
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	2,189.7
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	2,189.7

Program: Ticket to Work
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency:	Arizona Health Care Cost Containment System
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Issue:	1	Acute Care Freedom to Work
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Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	32.4
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	32.4



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PROPOSITION 204 CAPITATION

Description of Problem or Issue and how this Further the Agency Mission or Goals:

AHCCCS forecasts a FY 2020 increase of \$144,213,300 Total Funds, consisting of an increase of \$116,276,100 Federal Funds and an increase of \$27,937,200 State Funds for Proposition 204 Capitation within the Proposition 204 Services appropriation.

The following factors drive the FY 2020 funding request:

Member Growth

	TANF	SSI w/	SSI w/o	Exp. State	Total
SFY	(AFDC)	Medicare	Medicare	Adults	MM
2012-13	-2.94%	9.43%	-40.06%	-35.35%	-15.9%
2013-14	5.54%	-0.75%	-29.26%	200.16%	66.0%
2014-15	-12.33%	35.99%	45.62%	24.93%	13.6%
2015-16	32.75%	-26.36%	-57.07%	8.14%	10.4%
2016-17	3.87%	-30.46%	-25.48%	2.15%	0.4%
2017-18	-8.89%	76.20%	21.25%	-3.70%	-1.5%
2018-19	1.33%	0.78%	-4.78%	1.12%	1.1%
2019-20	0.31%	0.18%	0.00%	0.50%	0.4%
					Births
					-11.46%
					1.18%
					162.79%
					56.19%
					-11.05%
					-5.10%
					-14.21%
					-1.21%

TANF/1931 - From June 2017 to June 2018, TANF/1931 member months decreased by 8.9%, compared to an increase of 3.9% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 1.3% before a meager growth of 0.3% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then split by the

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percentage that each component represented of the total as of August 2018. (24.3% Traditional TANF, 15.1% Prop. 204 TANF, and 60.6% SOBRA Children).

Both the SSI with Medicare and SSI without Medicare population were significantly impacted by shifts from the SSI Traditional program due to changes in income determination. MAGI implementation, along with the fact that the last COLA increase was less than the FBR increase, may have caused a shift to SSI Traditional programs from SSI Prop. 204. The implementation of HEAplus, which has more electronic data sources for income, is an additional factor that may explain this transfer of SSI members.

Member months for Traditional SSI with Medicare, Traditional SSI without Medicare, Prop. 204 SSI with Medicare, and Prop. 204 SSI without Medicare were also combined and forecast in aggregate, but this time using an ARIMA model while holding the Without Medicare population constant. This aggregate forecast was then split by the percentage that each component represented of the total as of July 2018 (40.8% Traditional SSI with Medicare, 32.6% Traditional SSI without Medicare, 25.7% Prop. 204 SSI with Medicare, and 1.0% Prop. 204 SSI without Medicare). June over June growth rates are given in the table below:

	Traditional SSI w/ Medicare	% Chg.	Traditional SSI w/o Medicare	% Chg.	P204 SSI w/ Medicare	% Chg.	P204 SSI w/o Medicare	% Chg.	TOTAL	% Chg.
June										
2017	69,608.50	25.9%	47,491.10	-2.6%	20,635.23	-30.5%	1,194.07	-25.5%	138,928.90	2.7%
2018	57,638.17	-17.2%	46,398.60	-2.3%	36,360.03	76.2%	1,447.80	21.2%	141,844.60	2.1%
2019	57,972.20	0.6%	46,172.96	-0.5%	36,642.84	0.8%	1,378.58	-4.8%	142,166.58	0.2%
2020	58,077.18	0.2%	46,172.96	0.0%	36,709.20	0.2%	1,378.58	0.0%	142,337.92	0.1%

When an enrollment freeze for Expansion State Adults was implemented July 8, 2011, this population decreased considerably. Laws 2013, First Special Session, Chapter 10 restored this population effective January 1, 2014, with State Match funding provided by the Hospital Assessment Fund. The population continued to decline through December 2013, reaching a low of 59,700 member months. The original growth assumptions for the restoration assumed that 90% of the pre-freeze population would return to the program by September 2014, however, that target was already exceeded by June 2014. The FY 2014 June over June growth for this population was 200.2%. Some growth in this population carried over into FY 2015 with a June over June growth rate of 24.9%, but growth appears to have leveled off since January 2015. From June 2017 to June 2018 this population declined -3.6%.



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It is assumed that the Expansion State Adults population, as well as the TANF population, has births associated with them. These births were projected by combining all births across all risk groups, then employing a 60-month seasonal regression, then apportioning the births to each risk group by the product of the total forecast and the ratio of births from each risk group for SFY 2018 over the total births for that period.

The growth rates shown in the table correspond to the growth rates cited above which are from June of the comparison year to June of the following year. SFY 2014-2018 figures are actuals. These figures include the effects of CRS and behavioral health integration described elsewhere, as well as shifts from TANF to SOBRA and shifts from SSI.

AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.

Prior Period Methodology:



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AHCCCS forecasts Prior Period Member-Months (PPC) by computing a 12-month moving average ratio of PPC to corresponding prospective member-months for every given risk pool. For both PPC and Prospective member-months, amounts used are on a service-month basis, as opposed to payment-month, so totals will not be equal to corresponding counts in the Appropriation Status Report (ASR For the FY 2019 and 2020 PPC forecast, AHCCCS used a completion factor methodology to produce actual PPC estimates for more recent months, and then used those completed months in the calculation of the forecast ratio. PPC forecast amounts for each risk pool were computed by multiplying the 12-month moving average ratio (July 2017 to June 2018) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.



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ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



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In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Proposition 204 was \$13,012,000 Total Fund (\$3,917,900 State Match).

Capitation Rates

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)



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In CYE 2019, AHCCCS expects that increases to utilization and medical inflation will require an increase to capitation rates in order for them to remain actuarially sound. AHCCCS estimates a CYE 2019 rate increase of 2.5% for all risk pools.

Proposition 204 Prospective Rates					
Group	7/1/2018	10/1/2018	10/1/2019	Jul.2018–Oct.2018 % Change	Oct. to Oct. % Change
Age <1	509.56	568.76	582.98	11.6%	2.5%
Age 1-20	174.85	178.66	183.13	2.2%	2.5%
Age 21+	341.27	362.65	371.71	6.3%	2.5%
Duals	145.66	143.36	146.94	-1.6%	2.5%
SSI w/o	1,271.12	1,230.59	1,261.36	-3.2%	2.5%
ESA	606.13	621.92	637.47	2.6%	2.5%
NEA	377.80	405.45	415.58	7.3%	2.5%
SMI RBHA	1,987.84	2,020.12	2,070.63	1.6%	2.5%
Crisis RBHA	3.86	4.76	4.88	23.3%	2.5%

Note: The rates for CYE 2019 are based on statewide weighted rates at all reinsurance deductible levels and use constant member month weighting based on projected CYE 2019 member months for KidsCare, Traditional Medicaid Services, and Proposition 204.



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FMAP

As an early expansion state (since Arizona had previously expanded eligibility up to 100% FPL), Arizona would not be eligible for the 100% “Newly Eligible” federal match offered to most states for adults who were made eligible by Proposition 204. However, the ACA does offer early expansion states an enhanced FMAP for Childless Adults known as the Expansion State FMAP.

For Arizona, this Expansion State FMAP started at 83.62% in Calendar Year 2014 representing the Regular MAP (67.23%) plus 50% of the difference between the Regular FMAP and the Newly Eligible FMAP (100%). Each Calendar Year, this adjustment is incremented by 10 percentage points of the difference between these two FMAP rates. For example, the Expansion State FMAP for Calendar Year 2015 was calculated by adding 60% of the difference between the Regular FMAP of 68.46% and the Newly Eligible FMAP of 100% to the Regular FMAP, while in Calendar Year 2016, 70% of the difference between the Regular FMAP of 68.92% and the Newly Eligible FMAP of 100% was added to the Regular FMAP. In Calendar Year 2019, the adjustment percentage increases to 90% and the Newly Eligible FMAP decreases from 95% to 94% in January 2018, resulting in a net increase in the calculated Expansion State FMAP.

For each Calendar Year after 2017, the Newly Eligible FMAP is decremented by 1 percentage point, until 2020 when it has a final reduction of 3 percentage points to a floor of 90%. By Calendar Year 2019, both the Expansion State FMAP and the Newly Eligible FMAP will be equal since the percentage adjustment to the Regular FMAP is then 100% of the difference between them. In Calendar Year 2019 both rates will be 93% and in Calendar Year 2020 both rates will be 90%.

It is assumed that the Regular FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on the Federal Funds Information for States (FFIS) Issue Brief 18-11 (March 23, 2018). FMAP rates for SFY 2019 and 2020 are given, by month, on the table below:

Proposition 204 FMAP												
SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19
Regular	69.89%	69.89%	69.89%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%
ESA	91.59%	91.59%	91.59%	91.58%	91.58%	91.58%	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20
Regular	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%
ESA	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%

Family Planning Adjustment



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PROPOSITION 204 SERVICES APPROP

The family planning component of the capitation rate is eligible for 90% federal funding that is higher than the regular Title XIX FMAP rate. The state share of acute care capitation expenses was reduced by an amount due to the difference between the higher family planning federal matching percentage and the regular Acute FMAP rate, and federal dollars were increased by a corresponding amount. In FY 2019 and FY 2020, the amount of the family planning adjustment is estimated at \$2,772,700.

Prior Period Coverage (PPC) Reconciliation:

AHCCCS performs a reconciliation process which compares total PPC medical cost experience to the reimbursement associated with the prior period retro portion of the capitation rates for all rate categories. ARS 35-142.01(B) requires AHCCCS to deposit reconciliation recoupments or penalties against program contractors or health plans into the General Fund or the fund from which the appropriation was made and prohibits these recoupments or penalties from being credited against future payments. As a result, only additional payments are included in the AHCCCS budget request. For SFY 2019 and SFY 2020, no additional payments are expected to be paid as a result of reconciliations.

Acute Program Tiered Prospective Reconciliation:

The AHCCCS Acute Care CRS RFP (RFP No. YH14-0001) tiered prospective reconciliation replaced the various acute care reconciliations with a Tiered Prospective reconciliation effective October 1, 2013 based on prospective, fully adjudicated medical expense encounters, and self-reported subcapitated expenses, net of reinsurance. For each contract year, the amount due from or due to the Contractor as the result of this reconciliation will be based on aggregated profits and losses across all of the tiered reconciliation risk groups. Individual risk groups will not be reconciled separately. The expenses will be reconciled against prospective capitation including Delivery Supplement payments and will be net of the administrative and premium tax components. No additional payments to Contractors as a result of Acute Program Tiered Prospective Reconciliation are anticipated in SFY 2019 or SFY 2020.



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PROPOSITION 204 SERVICES APPROP

Fund Sourcing

State Match for Proposition 204 includes the Arizona Tobacco Litigation Settlement Fund, the Proposition 204 Protection Account, and the Emergency Health Services account of the Tobacco Products Tax Fund. Beginning October 1, 2017, capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions. All remaining State Match required to fund Proposition 204 is funded with the Hospital Assessment Fund.

The FY 2019 appropriation for the the Arizona Tobacco Litigation Settlement Fund, which includes funds from the Master Settlement Agreement (MSA), was reduced from \$100 million to \$79 million due to the end of the Strategic Contribution Payment component of the MSA. Based on new information from the Attorney General, it is now estimated that \$87 million in revenue will be available in FY 2019. AHCCCS has assumed the full \$87 million will be used in both FY 2019 and FY 2020, reflecting an increase of \$8 million over the appropriation.

The FY 2020 amount for the Prop 204 Protection Fund is unchanged from FY 2019 in the amount of \$37,728,900.

STATUTORY AUTHORITY

A.R.S. §36-2901.01 (Laws 2001, Chapter 344)
A.R.S Title 36, Chapter 29, Article 1



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PROPOSITION 204 SERVICES APPROP

Proposed Solution to the Problem or Issue:

AHCCCS is requesting a FY 2020 increase of \$144,213,300 Total Funds, consisting of an increase of \$116,276,100 Federal Funds and an increase of \$27,937,200 State Funds for Proposition 204 Capitation within the Proposition 204 Services appropriation.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM						
PROPOSITION 204 MEDICAID SERVICES						
PROPOSITION 204 CAPITATION						
	FY 2018	FY 2019	FY 2019	FY 2019	FY 2020	FY 2020
	Actual	Allocation	Rebase	Request	Request	Inc/(Dec)
General Fund	89,424,782	100,352,700	83,750,100	88,707,200	88,707,200	(11,645,500)
Local Match (APSI)	1,734,656	1,931,900	2,325,700	2,564,700	2,564,700	632,800
Hospital Assessment	222,533,505	199,437,800	213,488,500	223,387,700	223,387,700	23,949,900
Tobacco MSA	87,000,000	87,000,000	87,000,000	102,000,000	102,000,000	15,000,000
Tobacco EHS	17,966,100	17,966,100	17,966,100	17,966,100	17,966,100	-
Tobacco P204 Protection	37,728,900	37,728,900	37,728,900	37,728,900	37,728,900	-
Subtotal State Match	456,387,943	444,417,400	442,259,300	472,354,600	472,354,600	27,937,200
Federal Title XIX	2,570,105,108	2,761,135,900	2,846,850,300	2,877,412,000	2,877,412,000	116,276,100
Subtotal Federal Funding	2,570,105,108	2,761,135,900	2,846,850,300	2,877,412,000	2,877,412,000	116,276,100
Grand Total	3,026,493,051	3,205,553,300	3,289,109,600	3,349,766,600	3,349,766,600	144,213,300

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in the Proposition 204 Program.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.



PROPOSITION 204 SERVICES APPROP

PROPOSITION 204 FEE-FOR-SERVICE

PROGRAM DESCRIPTION/BACKGROUND

The distinct populations/programs, outlined and described below, combine to make up the Proposition 204 Fee-For-Service program within the Proposition 204 Services appropriation.

Indian Health Services (IHS)

Under the provision of its approved medical assistance plan, AHCCCS is responsible for paying for the cost of services provided to Native Americans who are Title XIX eligible.

Native American recipients have a choice of either enrolling with the American Indian Health Program (AIHP) or an AHCCCS health plan. AHCCCS pays claims for Native Americans who select the AIHP as their health plan on a fee-for-service basis. AHCCCS also pays claims on a fee-for-service basis for Native Americans enrolled with an MCO if they receive services at an IHS and/or 638 facility.

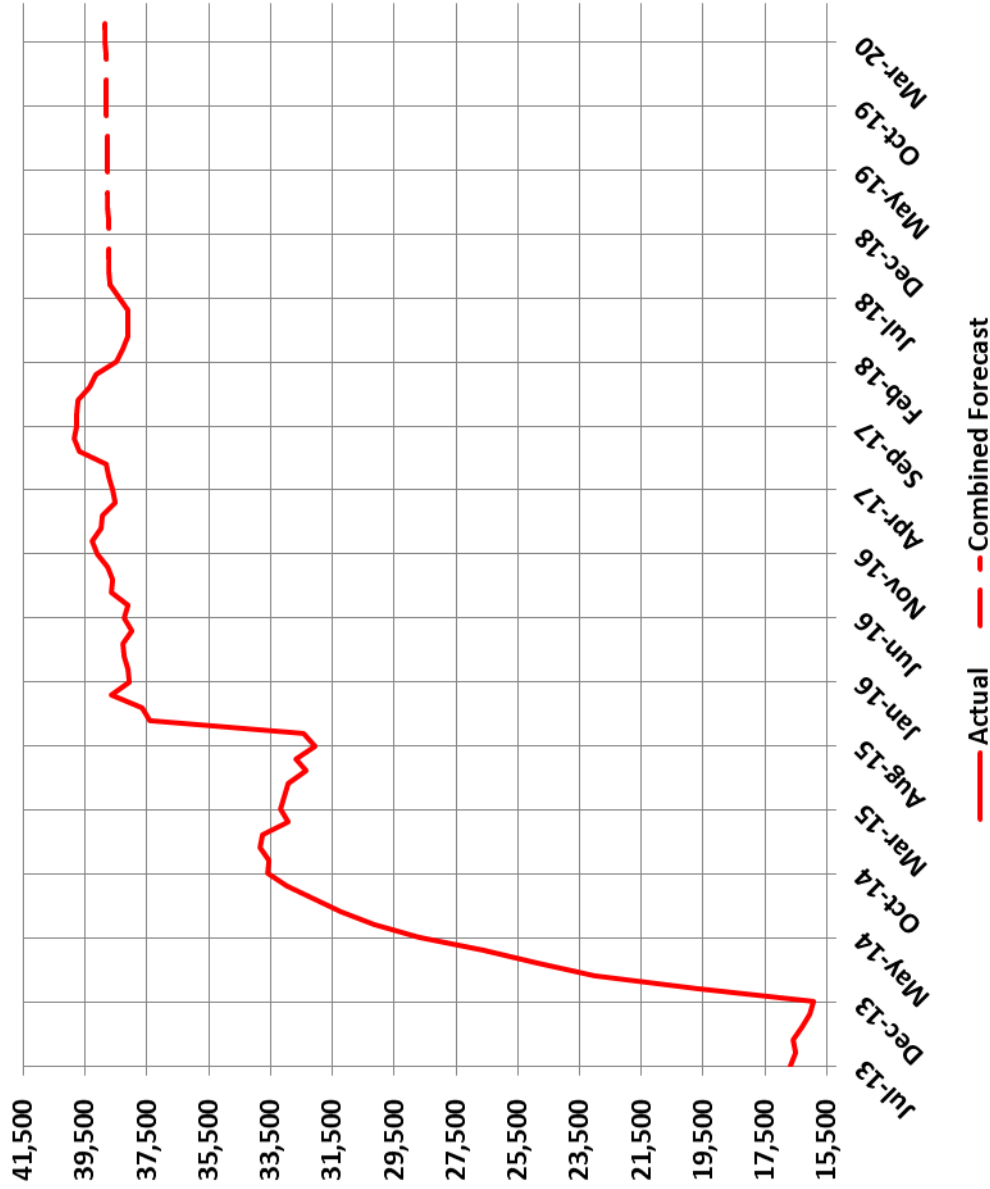
With the implementation of the Patient Protection and Affordable Care Act (ACA) on January 1, 2014, the AHCCCS Care population (renamed Expansion State Adults or ESA following ACA implementation) was restored up to 100% FPL and enrollment increased dramatically. The forecast is based on the estimates contained in the Proposition 204 regular member month forecasts. Both IHS Facilities and Non-Facilities utilize the same enrollment forecast for budget development.

Fiscal Year	Enrollment	% Change
SFY 2017 Actual	465,273	5.77%
SFY 2018 Actual	468,399	0.67%
SFY 2019 Estimate	464,679	-0.79%
SFY 2020 Estimate	465,933	0.27%

AIHP - Proposition 204

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PROPOSITION 204 SERVICES APPROP



IHS Facilities Budget Development



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The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually on a calendar year basis. The IHS rates are used to calculate the IHS Facility expenditure forecast. The inpatient/outpatient IHS rate changes for CY2018 were 10.09% and 9.21%, respectively. The most recent three year average inpatient/outpatient rate changes of 9.75% and 6.87%, respectively, were used for CY2019 and CY2020 budget calculations. The inflation rates are applied every January. Inpatient/Outpatient weights were computed separately for each program (as shown in the table below) and used to develop a weighted inflation factor.

AIHP Facility									
Historical AIHP Payment Rates			Average Inflation		Programmatic Weights for AIHP Inflation				
Outpatient/Inpatient	2013	2014	% +/-	% +/-	OP/IP	Program	Weights	Weighted Inflation Factor	
Outpatient Rate	\$ 330.00	\$ 342.00	3.64%		OP	Traditional	74.25%	5.10%	
Inpatient Rate	\$ 2,272.00	\$ 2,413.00	6.21%		IP	Traditional	25.75%	2.51%	
					Total	Traditional	100.00%	7.61%	
	2014	2015	% +/-						
Outpatient Rate	\$ 342.00	\$ 350.00	2.34%		OP	Proposition 204	76.49%	5.25%	
Inpatient Rate	\$ 2,413.00	\$ 2,443.00	1.24%		IP	Proposition 204	23.51%	2.29%	
					Total	Proposition 204	100.00%	7.54%	
	2015	2016	% +/-						
Outpatient Rate	\$ 350.00	\$ 368.00	5.14%		OP	Newly Eligible Children	89.12%	6.12%	
Inpatient Rate	\$ 2,443.00	\$ 2,655.00	8.68%		IP	Newly Eligible Children	10.88%	1.06%	
					Total	Newly Eligible Children	100.00%	7.18%	
	2016	2017	% +/-						
Outpatient Rate	\$ 368.00	\$ 391.00	6.25%		OP	Newly Eligible Adults	81.43%	5.59%	
Inpatient Rate	\$ 2,655.00	\$ 2,933.00	10.47%		IP	Newly Eligible Adults	18.57%	1.81%	
					Total	Newly Eligible Adults	100.00%	7.40%	
	2017	2018	% +/-						
Outpatient Rate	\$ 391.00	\$ 427.00	9.21%		OP	ALTCS-EPD	78.81%	5.41%	
Inpatient Rate	\$ 2,933.00	\$ 3,229.00	10.09%		IP	ALTCS-EPD	21.19%	2.06%	
					Total	ALTCS-EPD	100.00%	7.48%	

The weighted inflation factor of 7.54% was applied to the average PMPM (Per Member Per Month) rate for the final two quarters of SFY 2018 (January – June 2018) starting in January 2019, and again in January 2020, to produce the forecasted PMPM rates for SFY 2019 and SFY 2020, respectively (shown in table below). Expenditures (also shown below) were then calculated by multiplying the forecasted PMPM rates by the relevant IHS



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Enrollment population. Since the calendar year 2018 IHS rates were released in April 2018, and the payments associated with the rate adjustments have been made, the impact of the change has been incorporated into the final expenditure forecasts. Estimates do not include the IHS Facility forecasts associated with the Newly Eligible Adult population. Newly Eligible Adult FFS estimates can be found in the budget section entitled “Newly Eligible Adult Expansion”.

AHHP Facility - Expenditures and PMPM													
SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
P204 Regular	4,740,000	5,943,700	4,764,400	5,963,800	4,775,800	4,779,000	6,427,400	5,144,100	5,145,900	5,147,600	6,437,800	5,153,200	64,422,700
P204 ESA	17,073,600	21,350,900	17,087,800	21,368,600	17,102,000	17,109,100	23,009,300	18,415,100	18,422,700	18,430,400	23,047,600	18,445,700	230,862,800
Total	21,813,600	27,294,600	21,852,200	27,332,400	21,877,800	21,888,100	29,436,700	23,559,200	23,568,600	23,578,000	29,485,400	23,598,900	295,285,500
PMPM													
P204 Regular	455.19	568.99	455.19	568.99	455.19	455.19	611.92	489.53	489.53	489.53	611.92	489.53	511.76
P204 ESA	604.52	755.65	604.52	755.65	604.52	604.52	812.65	650.12	650.12	650.12	812.65	650.12	679.62
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total/SFY Avg
Expenditures													
P204 Regular	6,445,700	5,160,400	5,164,500	6,461,000	5,172,700	5,176,500	6,963,600	5,573,000	5,574,300	6,968,600	5,578,700	5,583,900	69,822,900
P204 ESA	23,066,700	18,461,100	18,468,700	23,095,500	18,484,100	18,491,800	24,868,800	19,903,300	19,911,500	24,899,800	19,928,100	19,936,400	249,515,800
Total	29,512,400	23,621,500	23,633,200	29,556,500	23,656,800	23,668,300	31,832,400	25,476,300	25,485,800	31,868,400	25,506,800	25,520,300	319,338,700
PMPM													
P204 Regular	611.92	489.53	489.53	611.92	489.53	489.53	658.08	526.46	526.46	658.08	526.46	526.46	550.34
P204 ESA	812.65	650.12	650.12	812.65	650.12	650.12	873.96	699.17	699.17	873.96	699.17	699.17	730.87



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Non-Facility Budget Development

To the extent of available resources, medical care is provided either by IHS staff or under contract. However, to ensure equal access to State, local, and Federal programs to which other citizens are entitled (in accordance with Medicaid Payment Policy and the Indian Health Care Act), if IHS is unable to provide the necessary treatment, Medicaid-eligible Native Americans who enroll with IHS may use non-IHS providers for services. AHCCCS considers the costs associated with these services to be Title XIX Non-facility claims.

The Non-facility expenditure forecast used a derived PMPM from the relevant programmatic IHS enrollment and actual expenditures. PMPM rates were calculated as the annual weighted average of SFY 2018 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2019 and 2020 estimates. Inflation factors were estimated by calculating a weighted average of the annualized inflation rates given by appropriate market baskets from *Global Insight's Health-Care Cost Review, First Quarter 2018*. The market baskets were chosen to correspond with claim type information given in PMMIS and are as follows (claim type in parentheses): Hospital and Related Services (Inpatient), Medical Care Services (Outpatient), Physicians Services (Professional), Prescription Drugs (Prescriptions), Dental Services (Dental), CMS Nursing Home All Other Services (LTC). The inflation factors, weights, and programmatic inflation rates are given in the following table:

		AIHP Non-Facility						AIHP Non-Facility Weighted Inflation Rates	
		AIHP Non-Facility Inflation Factors							
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	Dental ⁵	LTC ⁶	Program	SFY 2020	Weighted Inflation Factor
SFY 2020	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%	Traditional	SFY 2020	2.97%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%	Proposition 204	Long Term	2.66%
AIHP Non-Facility Programmatic Weights									
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC			
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%	Newly Eligible Children	SFY 2020	2.91%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%	Long Term	Long Term	2.63%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%	Newly Eligible Adults	SFY 2020	2.93%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%	ALTCS-EPD	Long Term	2.68%
ALTCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%		SFY 2020	3.08%
								Long Term	2.39%
Notes:									
1. Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.									
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.									
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.									
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.									
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.									
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.									
7. Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.									

The Non-facility SFY2019 and SFY2020 PMPMs and expenditures are depicted in the following table and do not include estimates for the Newly Eligible Adult population:



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AHHP Non-Facility - Expenditures and PMPM

SFY	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
P204 Regular	2,186,500	2,741,800	2,197,800	2,822,900	2,260,600	2,262,100	2,828,900	2,264,100	2,264,900	2,265,600	2,833,500	2,268,100	29,196,800
P204 ESA	11,901,200	14,882,700	11,911,100	15,284,200	12,232,400	12,237,500	15,303,300	12,247,700	12,252,800	12,257,900	15,328,700	12,268,100	158,107,600
Total	14,087,700	17,624,500	14,108,900	18,107,100	14,493,000	14,499,600	18,132,200	14,511,800	14,517,700	14,523,500	18,162,200	14,536,200	187,304,400
PMPM													
P204 Regular	209.98	262.47	209.98	269.33	215.46	215.46	269.33	215.46	215.46	215.46	269.33	215.46	231.93
P204 ESA	421.38	526.73	421.38	540.49	432.39	432.39	540.49	432.39	432.39	432.39	540.49	432.39	465.44
SFY 2020													
Expenditures													
P204 Regular	2,837,000	2,271,300	2,273,100	2,918,000	2,336,200	2,337,900	2,924,400	2,340,400	2,341,000	2,926,500	2,342,800	2,345,000	30,193,600
P204 ESA	15,341,500	12,278,300	12,283,400	15,761,900	12,614,800	12,620,000	15,781,600	12,630,500	12,635,800	15,801,300	12,646,300	12,651,500	163,046,900
Total	18,178,500	14,549,600	14,556,500	18,679,900	14,951,000	14,957,900	18,706,000	14,970,900	14,976,800	18,727,800	14,989,100	14,996,500	193,240,500
PMPM													
P204 Regular	269.33	215.46	215.46	276.36	221.09	221.09	276.36	221.09	221.09	276.36	221.09	221.09	237.98
P204 ESA	540.49	432.39	432.39	554.61	443.69	443.69	554.61	443.69	443.69	554.61	443.69	443.69	477.59



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Non-IHS Fee-For-Service

The Non-IHS/Non-Emergency Services Fee-For-Service Program pays for services for recipients that are receiving services for less than 30 days. Non-IHS includes amounts paid for Arizona Department of Corrections inmates. The AHCCCS portion of this amount is paid with 100% federal dollars, so the effective FMAP for Non-IHS will differ slightly from the FMAP given for all other components of the program.

Less than 30-day recipients are those people who receive AHCCCS Acute Care Benefits for less than thirty days from their eligibility determination date. These recipients are not enrolled with a Health Plan. Any services received by these recipients during their eligibility period are paid from the Fee-For-Service budget.

Total Non-IHS expenditures were estimated by calculating the 4-year average (up to and including SFY 2018 actuals) of monthly expenditures, by risk group, and applying the relevant growth rates used in the Proposition 204 member month forecasts. The table below gives the expenditures for SFY 2019 and SFY 2020:

Non-AIHP Expenditures													
	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total
SFY 2019													
Expenditures													
P204 Regular	34,100	42,700	34,100	43,600	35,000	35,000	43,600	35,000	35,000	35,000	43,600	35,000	451,700
P204 ESA	1,230,300	1,537,800	1,230,300	1,578,000	1,262,400	1,262,400	1,578,000	1,262,400	1,262,400	1,262,400	1,578,000	1,262,400	16,306,800
Total	1,264,400	1,580,500	1,264,400	1,621,600	1,297,400	1,297,400	1,621,600	1,297,400	1,297,400	1,297,400	1,621,600	1,297,400	16,758,500
SFY 2020													
Expenditures													
P204 Regular	43,600	35,000	35,000	44,800	35,800	35,800	44,800	35,800	35,800	44,800	35,800	35,800	462,800
P204 ESA	1,578,000	1,262,400	1,262,400	1,619,300	1,295,400	1,295,400	1,619,300	1,295,400	1,295,400	1,619,300	1,295,400	1,295,400	16,733,100
Total	1,621,600	1,297,400	1,297,400	1,664,100	1,331,200	1,331,200	1,664,100	1,331,200	1,331,200	1,664,100	1,331,200	1,331,200	17,195,900



PROPOSITION 204 SERVICES APPROP

Emergency Services Program (ESP)

The Emergency Services Program (ESP) encompasses AHCCCS coverage of services for lawfully admitted immigrants during their first 60 months of residency, as well as undocumented immigrants. AHCCCS recipients enrolled with this program are covered for emergency services only and the claims for their services are paid for on a fee-for-service basis.

The Federal Emergency Services Program (FES) is available to individuals who, except for their citizenship/alien status, meet Federal income and resource eligibility requirements. The program provides emergency services to three general categories: persons not qualified for Medicaid services because they are aliens who entered the U.S. prior to August 22, 1996; qualified aliens who entered after August 22, 1996, but are not yet entitled to full services; and undocumented immigrants. This program only covers emergency services which are defined by the Social Security Act as acute symptoms of sufficient severity that the absence of immediate medical attention could reasonably be expected to result in: 1) placing the patient's health in serious jeopardy, 2) serious impairment to bodily functions, 3) serious dysfunction of any bodily organ or part. Labor and delivery are included as emergency medical services, but not routine prenatal or post-partum care. When certain requirements are met, AHCCCS also considers dialysis as an emergency service. For budgeting purposes, FES covered services are considered to be either birth-related services (births) or other services (other).

For the birth-related expenditure estimates, the total FES birth counts, which are composed of Traditional Medicaid FES births and Proposition 204 FES births, were assumed to remain at current levels following four years of moderate decreases. The annual counts were then adjusted for seasonality based on actual experience over the past 4 years. The total FES births forecast was used to compute the PMPMs for both Traditional Medicaid and Proposition 204. The PMPM for July 2018 through September 2018 was calculated using the actual expenditures and birth count for the period covering October 2017 through June 2018. Inflation of 3.13%, based on Global Insights' Health-Care Cost Review - Hospital Market Basket, First Quarter 2018, was applied to the calculated PMPM in October 2018 and again in October 2019.

The forecasts for other emergency expenditures were computed in a similar fashion to births, by multiplying an estimated PMPM rate by forecasted enrollment. PMPM rates were estimated for both the Traditional and Proposition 204 populations by using the 3.13% inflation rate mentioned above to increase the weighted average PMPM calculated from actual expenditures in the period from October 2017 through June 2018. Enrollment was then estimated by applying the monthly growth rates implied by the member-month forecasts to the relevant emergency services enrollment population. The tables below give the PMPMs, expenditures, and enrollment for both births and other emergency services.



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FES - Expenditures, Enrollment, PMPM

SFY	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
FES Births	421,100	596,600	463,000	617,400	425,500	465,600	543,000	383,900	406,400	332,900	459,000	384,500	5,498,900
FES Other	2,623,100	3,289,300	2,636,700	3,403,800	2,725,800	2,727,600	3,411,100	2,730,000	2,731,000	2,731,900	3,416,600	2,734,900	35,161,800
Total	3,044,200	3,885,900	3,099,700	4,021,200	3,151,300	3,193,200	3,954,100	3,113,900	3,137,400	3,064,800	3,875,600	3,119,400	40,660,700
Enrollment													
FES Births	522	591	573	593	511	559	522	461	488	400	441	462	6,123
FES Other	67,386	67,599	67,734	67,828	67,895	67,941	67,973	68,001	68,025	68,047	68,082	68,122	814,634
Total	67,907	68,190	68,307	68,421	68,406	68,500	68,494	68,462	68,514	68,447	68,523	68,584	820,756
PMPM													
FES Births	807.46	1,009.32	807.46	1,040.94	832.76	832.76	1,040.94	832.76	832.76	832.76	1,040.94	832.76	898.18
FES Other	38.93	48.66	38.93	50.18	40.15	40.15	50.18	40.15	40.15	40.15	50.18	40.15	43.16
SFY 2020													
Expenditures													
FES Births	508,300	460,900	447,100	596,200	410,900	449,600	524,300	370,700	392,400	401,800	354,600	371,300	5,288,100
FES Other	3,420,800	2,738,700	2,740,900	3,536,400	2,831,200	2,833,300	3,544,100	2,836,400	2,837,000	3,546,600	2,839,300	2,841,900	36,546,600
Total	3,929,100	3,199,600	3,188,000	4,132,600	3,242,100	3,282,900	4,068,400	3,207,100	3,229,400	3,948,400	3,193,900	3,213,200	41,834,700
Enrollment													
FES Births	488	553	537	555	478	523	488	432	457	374	413	432	5,732
FES Other	68,166	68,217	68,271	68,328	68,379	68,429	68,478	68,504	68,520	68,527	68,574	68,637	821,030
Total	68,654	68,770	68,808	68,883	68,858	68,953	68,966	68,936	68,977	68,901	68,987	69,069	826,762
PMPM													
FES Births	1,040.94	832.76	832.76	1,073.56	858.84	858.84	1,073.56	858.84	858.84	1,073.56	858.84	858.84	922.51
FES Other	50.18	40.15	40.15	51.76	41.40	41.40	51.76	41.40	41.40	51.76	41.40	41.40	44.51



PROPOSITION 204 SERVICES APPROP

AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.

Prior Quarter Coverage:

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS will require AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS has been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage will require AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services, at any time during that period, of a type covered by the health plan; and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.



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PROPOSITION 204 SERVICES APPROP

Example: An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

If the AHCCCS waiver is approved, prior quarter for all adult populations will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.

FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$11,284,700 Total Fund, consisting of \$9,619,400 Federal Fund and \$1,665,300 General Fund for FY 2019 and \$11,284,700 Federal Fund and \$1,903,000 General Fund for FY 2020.

Proposition 204 Fee-For-Service Requirement Breakdown:

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM						
PROPOSITION 204 MEDICAID SERVICES						
PROPOSITION 204 FEE FOR SERVICE						
	FY 2018	FY 2019	FY 2019	FY 2019	FY 2020	FY 2020
	Actual	Allocation	Rebase	Request	Inc/(Dec)	
General Fund	1,771,210	2,256,200	1,573,000	1,755,300	(500,900)	
Hospital Assessment	37,836,098	42,856,100	34,264,700	36,515,600	(6,340,500)	
Subtotal State Match	39,607,307	45,112,300	35,837,700	38,270,900	(6,841,400)	
Federal Title XIX	497,033,892	540,980,200	519,064,900	544,623,600	3,643,400	
Subtotal Federal Funding	497,033,892	540,980,200	519,064,900	544,623,600	3,643,400	
Grand Total	536,641,199	586,092,500	554,902,600	582,894,500	(3,198,000)	

Proposed solution to the problem or issue:

In FY 2020, decrease the Proposition 204 Fee-For-Service allocation by \$3,198,000 Total Fund (\$3,643,400 Federal fund increase and \$6,841,400 General Fund decrease). The allocation detail was derived by using the FY 2018 actual percentage of each distinct fee-for-service population's expenditures to the total fee-for-service expenditures.

Performance Measures to quantify the success of the solution

- AHCCCS member enrollment in Proposition 204.
- Maintain the % of overall Health Plan compliance with key indicators at ≥99%.

PROPOSITION 204 SERVICES APPROP

Alternatives considered and reasons for rejection:

Provide no changes to the appropriation. This alternative was rejected, as it would be not align State and Federal financing for services.

Impact of not funding this fiscal year:

The Fee-For-Service program is a federally mandated program therefore failure to fund this program would jeopardize federal funding.

Statutory Reference

A.R.S. §36-2901.01 (Laws 2001, Chapter 344)
Section 1905(b) of the Social Security Act, 42 U.S.C.1396d
Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j]
(a)
Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j]
(c)
Vol. II, P.L. 94-437, §402(c)(d)
Sec 321(a) and 322(b) of the Public Health Service Act (42U.S.C. 248(a) and 249(b))
Sec 601 of the Indian Health Care Improvement Act (25 U.S.C. 1601)
Arizona Revised Statute (A.R.S.) § 36-2903.01 (J)(2)
§1902(a)(10)(B) of the Social Security Act (the Act) and 42 CFR 440.240
1905(a)(2)(c) of the Social Security Act Secs.329, 330 or 340 of the Public Health Services (PHS) Act
Section 6404 of the Omnibus Budget Reconciliation Act of 1989 (P.L. 101-239) amended
Secs. 1905 (a) and (1) of the Social Security Act
HCFA State Medicaid Manual, SMM4-4231 section C. Provisions of payment for services provided under the
Balanced Budget Act of 1997 (BBA 97) Section 4712(b), Social Security Act 1902(a)(13)(C)(I),
Arizona State Plan, Section 4.19 (b)(1) and (2)
Section 1902(a)(13)(C)(I) of the Social Security Act.
Section 702 of the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act (BIPA)



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

PROPOSITION 204 SERVICES APPROP

PROPOSITION 204 SERVICES -- REINSURANCE

Description of the problem

Reinsurance is a stop-loss program provided by AHCCCS to its Contractors for the partial reimbursement of covered medical services incurred for a member with an acute medical condition beyond an annual deductible. AHCCCS provides both regular and catastrophic reinsurance coverage to health plan contractors. The purpose of reinsurance is to reduce the health plans' financial risk for major medical expenses incurred by members.

The reinsurance program provides critical safeguards to AHCCCS health plans. These safeguards promote competition and flexibility during the procurement process ensuring competent contractors are chosen to provide quality services to AHCCCS recipients, while minimizing the cost to Arizona taxpayers. This proactive approach limits the costly procedure of transitioning members or liabilities when a contractor's financial solvency declines and services can no longer be provided.

As a consequence of the conditions mentioned above, the most recent fiscal year's expenditures were determined to be the most reliable data to use as the basis for the FY2019 – FY2020 reinsurance forecast. The SFY 2018 actual weighted PMPM was inflated in October 2018 and 2019 by 3.79%. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2019 and 2020. The inflation factors mentioned above were taken from Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.



Member Month Forecast

Proposition 204 Regular Capitation Member Month Forecast						
	TAN	SS	ESA	TOTA	% Change	
Actua	SFY	1,688,854	299,478	3,335,128	5,323,460	4.13
Actua	SFY	1,608,145	447,155	3,281,959	5,337,259	0.26
Estimat	SFY	1,557,304	455,894	3,242,902	5,256,100	(1.52%)
Estimat	SFY	1,562,571	456,691	3,259,194	5,278,456	0.42

In FY 2020, AHCCCS estimates a decrease of \$3,478,400 Total Fund, including a decrease of \$1,891,100 Federal Funds and a decrease of \$1,587,300 State Match compared to the FY 2019 allocation.

Proposed solution to the problem

Adjust the FY 2019 Allocation by the amounts in the following table.



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DECISION PACKAGE JUSTIFICATION

PROPOSITION 204 SERVICES APPROP

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM						
PROPOSITION 204 MEDICAID SERVICES						
PROPOSITION 204 REINSURANCE						
	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)	
Hospital Assessment	7,785,874	9,555,300	7,272,500	7,968,000	(1,587,300)	
Subtotal State Match	7,785,874	9,555,300	7,272,500	7,968,000	(1,587,300)	
Federal Title XIX	54,693,429	59,759,600	56,590,000	57,868,500	(1,891,100)	
Subtotal Federal Funding	54,693,429	59,759,600	56,590,000	57,868,500	(1,891,100)	
Grand Total	62,479,303	69,314,900	63,862,500	65,836,500	(3,478,400)	

Performance Measures to quantify the success of the solution

- AHCCCS member enrollment in the Proposition 204 program.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

Impact of not funding this fiscal year

Failure to fund this program will hamper AHCCCS' ability to provide the critical safeguards necessary for the health plans. These safeguards are in place to promote competition and flexibility during the AHCCCS procurement process while also minimizing the costs to Arizona taxpayers. In addition, any funding reduction to the Reinsurance Program would require an increase in Capitation funding if the rates are going to be actuarially sound as required by the Balanced Budget Act of 1997.

Statutory Reference

- A.R.S. §36-2901.01
- AHCCCS Rule R9-22-503 (G.3)
- AHCCCS Rule R9-22-202
- AHCCCS Rule R9-22-203



PROPOSITION 204 SERVICES APPROP

PROPOSITION 204 MEDICARE PREMIUMS

Description of the problem

AHCCCS pays Medicare Part A premiums, Hospital Insurance Benefit (HIB), and Medicare Part B premiums, Supplemental Medical Insurance Benefit (SMIB), for Title XIX members who are eligible for both Medicare and Medicaid. AHCCCS acts as a payer of last resort for medical benefits and cost avoids against Medicare for dual eligible members. This means that for these members AHCCCS only has liability for payment of Medicare coinsurance, deductibles, and the remaining medical benefits that are not covered by Medicare and all other third party payers. Health care providers must determine the extent of third party coverage and bill all private insurance carriers including HMOs and Medicare prior to billing AHCCCS. This Medicare "buy-in" program reduces the State's Medicaid costs because the Federal government, through Medicare, absorbs many of the major medical costs provided to these members, which otherwise would have been paid by AHCCCS.

For Fiscal Year 2020, AHCCCS requires a decrease of \$3,463,600 Total Fund consisting of a decrease of \$2,670,700 State match and a decrease of \$792,900 federal authority to the Proposition 204 Medicare Premiums allocation from the Proposition 204 Services Appropriation.

Medicare Premium Rates

The current calendar year 2018 Medicare Part A premium is \$422.00 per month. The current calendar year 2018 Medicare Part B premium is \$134.00. The effective Medicare premium rates paid by AHCCCS are calculated using the PMPM costs which include a 10% surcharge for late enrollment for some members over and above the published premium rates. The following table provides a historical perspective on the Medicare Part A and B premiums and annual increases.

PROPOSITION 204 SERVICES APPROP

METHODOLOGY:

- Medicare Part A and Part B monthly premium rates are established by the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMS) for each calendar year.
- A per member per month (PMPM) cost for Medicare Part A premiums is calculated by dividing actual Medicare Part A premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 1.59%. The 1.59% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part A rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part A premium expenditures for future years. The projected SSI with Medicare member months used for Medicare Part A and Part B premiums calculation includes members enrolled in the behavioral health integrated plans; as a result they do not tie to the SSI with Medicare member months used in the Traditional capitation forecast.
- A per member per month (PMPM) cost for Medicare Part B premiums is calculated by dividing actual Medicare Part B premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 5.23%. The 5.23% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part B rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part B premium expenditures for future years.

History of Medicare Premium Rates

Calendar Year	Medicare Part A Premium	% Change	Medicare Part B Premium	% Change
2002	\$319.00	6.33%	\$54.00	8.00%
2003	\$316.00	-0.94%	\$58.70	8.70%
2004	\$343.00	8.54%	\$66.60	13.46%
2005	\$375.00	9.33%	\$78.20	17.42%
2006	\$393.00	4.80%	\$88.50	13.17%
2007	\$410.00	4.33%	\$93.50	5.65%
2008	\$423.00	3.17%	\$96.40	3.10%
2009	\$443.00	4.73%	\$96.40	0.00%
2010	\$461.00	4.06%	\$110.50	14.63%
2011	\$450.00	-2.39%	\$115.40	4.43%
2012	\$451.00	0.22%	\$99.90	-13.43%
2013	\$441.00	-2.22%	\$104.90	5.01%
2014	\$426.00	-3.40%	\$104.90	0.00%
2015	\$407.00	-4.46%	\$104.90	0.00%
2016	\$411.00	0.98%	\$121.80	16.11%
2017	\$413.00	0.49%	\$134.00	10.02%
2018	\$422.00	2.18%	\$134.00	0.00%
2019 (est.)	\$428.70	1.59%	\$141.00	5.23%
2020 (est.)	\$435.50	1.59%	148.37	5.23%

Medicare Part A and Part B premiums projected for Calendar Years 2019 and 2020 are based on an average of the most recent five years percentage increase, excluding years for which the rate decreased.



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DECISION PACKAGE JUSTIFICATION

PROPOSITION 204 SERVICES APPROP

Member Growth

A 36-month combined regression model was used to forecast growth for the Proposition 204 SSI with Medicare population. The increase in FY2017 for the SSI population is related to a shift in members from Proposition 204 to Traditional which occurred in the spring of 2017. Member months for SSI Traditional and Prop. 204 SSI (including both SSI with Medicare and SSI without Medicare) were combined and forecast in aggregate using a 36 month regression and then split according to the percentage that each currently represents of the total. Because of the sizeable shift from Prop. 204 to Traditional that occurred in Spring 2017, this methodology results in a year-over-year increase of 50.7% from FY2017 to FY2018, while June-over-June shows an increase of 76.7%.

Year-over-year growth rates for the Prop 204 SSI with Medicare population for Medicare premiums are shown in the table below:

SFY	MM	%Chg
2012	331,880	11.4%
2013	345,267	4.0%
2014	363,976	5.4%
2015	393,689	8.2%
2016	418,288	6.2%
2017	284,938	-31.9%
2018	429,355	50.7%
2019	438,432	2.1%
2020	439,189	0.2%



PROPOSITION 204 SERVICES APPROP

Proposed solution to the problem

For Fiscal Year 2019, AHCCCS is allocated \$92,435,900 Total Fund (\$29,754,000 State Match) from the Proposition 204 Services Appropriation for Proposition 204 Medicare Premiums. For Fiscal Year 2020, AHCCCS requires a decrease of \$3,463,600 Total Fund consisting of a decrease of \$2,670,700 State match and a decrease of \$792,900 federal authority to the Proposition 204 Medicare Premiums allocation from the Proposition 204 Services Appropriation.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in the Proposition 204 Program.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

Alternatives considered

Provide no increases. This alternative was rejected, as it would be in violation of Federal Law and it would also cause the adverse effect of increasing overall AHCCCS health care costs since Medicare would no longer be the primary payer of health care costs incurred by the dual eligible members.

Impact of not funding this year

Failure to fund this program would prevent AHCCCS from participating in the Medicare “buy-in” program, which absorbs the major medical costs provided to the dual eligible members. As the result, AHCCCS or Arizona residents and/or Arizona health care providers would have to pay for those health care costs. AHCCCS has the liability for payment of the remaining medical benefits to these members not covered by Medicare and all other third party payers.

Statutory References

ARS §36-2901.01 (Laws 2001, Chapter 344)
ARS § 36-2901, paragraph 6, subdivision (a)
ARS § 36-2911
Arizona Section 1115 Waiver for FFY 2017 through FFY 2021, CNOM #11 (January 18, 2017 version)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
PROPOSITION 204 SERVICES APPROPRIATION
FISCAL YEAR 2020 DECISION PACKAGE
TABLE A**

	<u>FY19 Approp</u>	<u>FY20 Request</u>	<u>FY20 Inc/(Dec)</u>
ACC Capitation			
General Fund	100,352,700	88,707,200	(11,645,500)
Hospital Assessment	199,437,800	223,387,700	23,949,900
Local Match (APSI)	1,931,900	2,564,700	632,800
Tobacco MSA	87,000,000	102,000,000	15,000,000
Tobacco EHS	17,966,100	17,966,100	-
Tobacco P204 Protection	37,728,900	37,728,900	-
Federal Funds	<u>2,761,135,900</u>	<u>2,877,412,000</u>	<u>116,276,100</u>
Total Funds	3,205,553,300	3,349,766,600	144,213,300
ACC Fee-for-Service			
General Fund	2,256,200	1,755,300	(500,900)
Hospital Assessment	42,856,100	36,515,600	(6,340,500)
Federal Funds	<u>540,980,200</u>	<u>544,623,600</u>	<u>3,643,400</u>
Total Funds	586,092,500	582,894,500	(3,198,000)
ACC Reinsurance			
Hospital Assessment	9,555,300	7,968,000	(1,587,300)
Federal Funds	<u>59,759,600</u>	<u>57,868,500</u>	<u>(1,891,100)</u>
Total Funds	69,314,900	65,836,500	(3,478,400)
ACC Medicare Premiums			
Hospital Assessment	29,754,000	27,083,300	(2,670,700)
Federal Funds	<u>62,681,900</u>	<u>61,889,000</u>	<u>(792,900)</u>
Total Funds	92,435,900	88,972,300	(3,463,600)
Proposition 204 Services			
General Fund	102,608,900	90,462,500	(12,146,400)
Hospital Assessment	281,603,200	294,954,600	13,351,400
Local Match (APSI)	1,931,900	2,564,700	632,800
Tobacco MSA	87,000,000	102,000,000	15,000,000
Tobacco EHS	17,966,100	17,966,100	-
Tobacco P204 Protection	37,728,900	37,728,900	-
Federal Funds	<u>3,424,557,600</u>	<u>3,541,793,100</u>	<u>117,235,500</u>
Total Funds	3,953,396,600	4,087,469,900	134,073,300

Notes:

- 1) The JLBC no longer provides special line item detail. Therefore, the amounts shown above for each line are allocation of the full Traditional Medicaid appropriation based on FY 2018 AFIS actuals
- 2) Beginning 7/1/2018, the Acute, CRS, and Behavioral Health appropriations were combined. Consequently, amounts above are inclusive of Acute, CRS, and Behavioral Health.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
 PROPOSITION 204 STATE MATCH FUND SOURCE MODEL
 FY20 BUDGET REQUEST

FY19 APPROP:

General Fund (Behavioral)	102,608,900
Hospital Assessment (Physical)	281,603,200
Political Subdivisions (APSI)	1,931,900
Emergency Health Services (Phys)	17,966,100
Prop 204 Protection (Behavioral)	5,000,000
Prop 204 Protection (Physical)	32,728,900
Tobacco Litigation (Behavioral)	30,154,400
Tobacco Litigation (Physical)	56,845,600
Subtotal State Match	528,839,000
Federal Funds	3,424,557,600
Grand Total	3,953,396,600

FY20 REQUEST:

Total State Match	545,676,800
Federal Funds	3,541,793,100
Grand Total	4,087,469,900

FY20 SM BREAKOUT:

Behavioral	128,550,800	23.6%
Physical	417,126,000	76.4%

FY20 REQUEST FUND SOURCE:

General Fund (Behavioral)	90,460,000	
Hospital Assessment (Physical)	294,957,100	
Political Subdivisions (APSI - Beh)	580,300	22.63%
Political Subdivisions (APSI - Phy)	1,984,400	77.37%
Emergency Health Services (Phys)	17,966,100	
Prop 204 Protection (Behavioral)	10,129,100	26.84%
Prop 204 Protection (Physical)	27,599,800	73.16%
Tobacco Litigation (Behavioral)	27,381,400	26.84%
Tobacco Litigation (Physical)	74,618,600	73.16%
Subtotal State Match	545,676,800	
Federal Funds	3,541,793,100	
Grand Total	4,087,469,900	

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 2 Proposition 204 Capitation

Program: Proposition 204 - Capitation
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(11,645.5)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(11,645.5)

Program: Proposition 204 - Capitation
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	116,276.1
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	116,276.1

Program: Proposition 204 - Capitation
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 2 Proposition 204 Capitation

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	632.8
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	632.8

Program: Proposition 204 - Capitation
Fund: 2576-N Hospital Assessment (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	23,949.9
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	23,949.9

Program: Proposition 204 - Capitation
Fund: 2468-N Arizona Tobacco Litigation Settlement Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	15,000.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	15,000.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 2 Proposition 204 Fee-For-Service

Program: Proposition 204 - Fee-for-Service
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(500.9)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(500.9)

Program: Proposition 204 - Fee-for-Service
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	3,643.4
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	3,643.4

Program: Proposition 204 - Fee-for-Service
Fund: 2576-N Hospital Assessment (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 2 Proposition 204 Fee-For-Service

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(6,340.5)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	<u>(6,340.5)</u>

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 2 Proposition 204 Reinsurance

Program: Proposition 204 - Reinsurance
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(1,891.1)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(1,891.1)

Program: Proposition 204 - Reinsurance
Fund: 2576-N Hospital Assessment (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(1,587.3)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(1,587.3)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 2 Proposition 204 Medicare Premiums

Program: Proposition 204 - Medicare
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(792.9)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(792.9)

Program: Proposition 204 - Medicare
Fund: 2576-N Hospital Assessment (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(2,670.7)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(2,670.7)



DISPROPORTIONATE SHARE HOSPITAL PAYMENTS

Description of the problem:

Arizona first established a Disproportionate Share Hospital (DSH) payment program in SFY 1992. DSH is designed to aid hospitals that serve a disproportionate number of low-income patients. The Federal basis for payments is either a reflection of a hospital's number of Title XIX inpatient days or a "low-income" patient's utilization rate. States may also establish optional payment categories. In addition to the two federally mandated groups, Arizona has established two optional groups, one for certain acute care general hospitals and one for state and county hospitals.

Section 1923 of the Social Security Act specifies the minimum standards for determining which hospitals qualify for DSH; hospitals whose mean Medicaid Utilization rate exceeds the states mean Medicaid Utilization rate plus one standard deviation or hospitals whose Low Income Utilization rate is more than 25%. Beginning in FFY 1996, the Omnibus Budget Reconciliation Act of 1993 (OBRA) added the requirement that a hospital must have a Medicaid Utilization rate of at least one percent in order to be eligible for DSH.

States are allowed to establish DSH criteria, which differ from the Federal requirements, provided that these criteria are at least as generous as Federal standards. Arizona uses state-specific criteria as allowed by law to distinguish between public and private hospitals and to create additional private hospital groups. Each year, the pool of funds established for DSH is apportioned to hospitals that qualify either under the Federal criteria or under the State criteria based on relative weighting.

Beginning in FFY 1993, OBRA established rules limiting the total DSH payment that a hospital can receive. DSH payments may be no more than the cost of providing hospital services to patients who are either eligible for medical assistance under a state plan or have no health insurance for the services provided, less payments received under Title XIX (other than DSH payment adjustments). The limits went into effect in FFY 1995 for public hospitals, but it was applied to both public and private hospitals as of FFY 1996.

The Balanced Budget Act of 1997 (BBA) capped the DSH payment at specified amounts for each state for each of the FFYs 1998 through 2002. For most states, those specified amounts declined over the 5-year period. In addition, BBA allowed state's DSH allotment for FFY 2003 and subsequent years to be equal to its allotment for the previous year increased by the percentage change in the consumer price index for urban consumers (CPI-U) from the previous year.

The Benefits Improvement and Protection Act of 2000 (BIPA) provided states with a temporary reprieve from the declining allotments by raising allotments for FFY 2001 and 2002. It also clarified that the FFY 2003 allotments are to be calculated using the lower, pre-BIPA levels for FFY 2002.



PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE

FISCAL YEAR 2020
 DECISION PACKAGE JUSTIFICATION

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) provided for a “Special, Temporary Increase in Allotments On A One-time Non-Cumulative Basis.” Specifically, the FFY 2004 DSH allotments were calculated as 116 percent of the States’ FFY 2003 DSH allotments. Thereafter, allotments will stay at the FFY 2004 level until the year in which the allotments, as calculated under BIPA, catch-up with the FFY 2004 allotments. For Arizona, the catch-up occurred with the FFY 2009 allotment, which was increased by 4.0% over the FFY 2008 allotment. The American Recovery and Reinvestment Act of 2009 provided a temporary 2.5% increase to the DSH allotments for FFY 2009 and FFY 2010. Note that in each year, the additional ARRA allotment is not available until the full regular allotment has been exhausted.

The Affordable Care Act of 2010 (ACA) mandates reductions to the DSH allotments beginning in FFY 2014 with an aggregate national reduction of \$500,000,000. The ACA outlines requirements for a reduction methodology that imposes the largest percentage reduction on states with the lowest percentage of uninsured individuals and states that do not target their DSH payments on hospitals with high volume of Medicaid inpatients and/or high levels of uncompensated care. Additionally, the requirements state that the methodology must take into account the extent to which the DSH allotment for a State is included in a budget neutrality calculation for coverage expansion under a 1115 waiver as of July 31, 2009 (Arizona did have such a waiver which incorporated the DSH allotment into the with waiver budget neutrality limit).

The Protecting Access to Medicare Act (P.L. 113-93), signed on April 1, 2014, delayed the DSH reductions until FY 2017, modified cuts in future years, and extends the reduction to FY 2024. Under the new law, the FY 2017 aggregate national reduction will be \$1.8 billion.

The Medicare Access and CHIP Reauthorization Act (P.L. 114-10) delayed the DSH reductions until FY 2018 and modified reductions.

The Balanced Budget Act of 2018 (P.L. 115-123) delayed reductions until FY 2020 and further modified reductions as shown in the following table.

FFY2020	(4,000,000,000)
FFY2021	(8,000,000,000)
FFY2022	(8,000,000,000)
FFY2023	(8,000,000,000)
FFY2024	(8,000,000,000)



PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE

FISCAL YEAR 2020
 DECISION PACKAGE JUSTIFICATION

FFY2025	(8,000,000,000)
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Preliminary 2018 Estimates for National Allotment and Arizona Allotment from Preliminary Allocation were provided by CMS in July 2018.¹ AHCCCS is projecting the FFY 2020 allotment for Arizona will be reduced by 12.2% from the FFY 2017 base allotment based on the proportional reduction to the national allotment of \$4.0 billion in FFY 2020. This reflects a 5.4 % reduction to the FFY 2018 estimated allotment.

The table below shows the actual and projected Arizona DSH allotment for the past ten years:

FFY	Arizona		Adjustment	Arizona		Variance from FFY 2017
	Base Allotment	Total Allotment		Total Allotment		
2011 Actual	101,258,300	101,258,300		101,258,300	-8.9%	
2012 Actual	103,891,000	103,891,000		103,891,000	-6.5%	
2013 Actual	106,384,400	106,384,400		106,384,400	-4.3%	
2014 Actual	107,980,100	107,980,100		107,980,100	-2.8%	
2015 Actual	109,815,903	109,815,903	-	109,815,903	-1.2%	
2016 Actual	110,145,351	110,145,351	-	110,145,351	-0.9%	
2017 Actual	111,136,659	111,136,659	-	111,136,659	0.0%	
2018 Prelim	113,803,939	103,095,220	-	103,095,220	-7.2%	
2019 Est	116,369,307	116,369,307	-	116,369,307	4.7%	
2020 Est	118,992,504	97,575,066	(21,417,438)	97,575,066	-12.2%	

Proposed solution to the problem and impact:

Appropriated/Private DSH

- The SFY 2019 appropriation for DSH of \$5,087,100 Total Fund (\$267,100 General Fund) includes funding for the following:
 - Maricopa Integrated Health Systems (MIHS) - \$4,202,300 Total Fund (\$0 General Fund)
 - Private Hospitals - \$884,800 Total Fund (\$267,100 General Fund)
- These same total fund amounts are carried forward for SFY 2020. Due to the change in FMAP for FFY 2020, the General Fund portion of the private hospital appropriation is increased by \$2,900 to \$270,000.

Non-Appropriated Arizona State Hospitals (ASH)

- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Arizona State Hospital of \$28,474,900 Total Fund (\$8,596,600 SM provided via CPE). This amount was based on the historic Federal IMD limit. AHCCCS estimates this same total fund amount will continue in FY 2020. Due to the change in FMAP for FFY 2020, the state match portion of the ASH appropriation is increased by \$93,900 to \$8,690,500. The state retains the federal match drawn down for ASH, which is deposited in the General Fund. Due to the change in FMAP, this amount decreases by \$93,900, from \$19,878,300 to \$19,784,400.

Non-Appropriated Maricopa Integrated Health Systems (MIHS)

- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Maricopa Integrated Health Systems of \$109,616,200 Total Fund (\$34,361,200 SM provided via CPE). Due to the reduction in federal DSH allotment in FFY 2020, AHCCCS estimates that the maximum amount available for MIHS in FY 2020 will be \$106,874,100 (SM of \$33,900,500). This change will reduce the federal match available for deposit in the General Fund from \$99,952,700 in FY 2019 to \$97,575,100 in FY 2020. This assumes that Maricopa will retain the \$4,202,300 historically appropriated.

Pool 5 Local Funded

- The FY 2019 appropriation included \$21,705,900 TF (\$6,553,000 SM provided by Arizona political subdivisions through IGTs). This category is funded through voluntary contributions by the counties. Based on the projected reduction in federal DSH allotment, AHCCCS does not believe there will be funding available for this line item in FY 2020. Because these amounts are dependent upon local funding interest and subject to change based on the final MIHS and ASH OBRA limits; AHCCCS requests continuation of the footnote which allows for the appropriation to be increased if funding available is in excess of the originally appropriated levels.

The changes to ASH and MIHS result in a net decrease to federal monies deposited to the General Fund of \$2,377,600.



**PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**

See the attached SFY 2018 - SFY 2020 summary (Attachment A) for more information.

Performance Measures to quantify the success of the solution:

- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.
- Maintain the percentage of claims submitted electronically at $\geq 95\%$.

STATUTORY AUTHORITY:
A.R.S. § 36-2903.01 Subsection O and P
Section 1923 of the Social Security Act

**Arizona Health Care Cost Containment System
Disproportionate Share Hospital Program
SFY 2018 - SFY 2020
Attachment A (Not Including Prior Year Adjustments)**

		FY18	FY19	FY19	FY20	FY20
		Actual ⁴	Appropriation ⁵	Rebase	Request ⁷	Inc./(Dec.)
Appropriated						
	(SM)	-	-	-	-	-
MIHS	(TF)	4,202,300	4,202,300	4,202,300	4,202,300	-
	(SM)	5,696,900	6,553,000	6,553,000	-	(6,553,000)
Pool 5 Local Funded ⁶	(TF)	18,920,200	21,705,900	21,705,900	-	(21,705,900)
	(SM)	261,091	267,100	267,100	270,000	2,900
Private Hospitals	(TF)	848,800	884,800	884,800	884,800	-
	(SM)	5,957,991	6,820,100	6,820,100	270,000	(6,550,100)
Appropriated Subtotal	(TF)	23,971,300	26,793,000	26,793,000	5,087,100	(21,705,900)
Non-Appropriated						
	(SM)	5,206,876	546,500	546,500	-	(546,500)
Pool 5 Local Funded ⁶	(TF)	17,292,846	1,810,200	1,810,200	-	(1,810,200)
	(SM)	8,573,792	8,596,600	8,596,600	8,690,500	93,900
ASH	(TF)	28,474,900	28,474,900	28,474,900	28,474,900	-
	(SM)	29,298,272	34,361,800	34,361,800	33,900,500	(461,300)
MIHS	(TF)	93,101,824	109,616,200	109,616,200	106,874,100	(2,742,100)
	(SM)	43,078,940	43,504,900	43,504,900	42,591,000	(913,900)
Non-Approp Subtotal	(TF)	138,869,570	139,901,300	139,901,300	135,349,000	(4,552,300)
Total						
	(SM)	10,903,776	7,099,500	7,099,500	-	(7,099,500)
Pool 5 Local Funded	(TF)	36,213,046	23,516,100	23,516,100	-	(23,516,100)
	(SM)	8,573,792	8,596,600	8,596,600	8,690,500	93,900
ASH ²	(TF)	28,474,900	28,474,900	28,474,900	28,474,900	-
	(SM)	29,298,272	34,361,800	34,361,800	33,900,500	(461,300)
MIHS	(TF)	97,304,124	113,818,500	113,818,500	111,076,400	(2,742,100)
	(SM)	261,091	267,100	267,100	270,000	2,900
Private Hospitals (Approp)	(TF)	848,800	884,800	884,800	884,800	-
	(SM)	49,036,931	50,325,000	50,325,000	42,861,000	(7,464,000)
Total ³	(TF)	162,840,870	166,694,300	166,694,300	140,436,100	(26,258,200)

Net GF Revenue	83,704,660	95,132,700	95,132,700	92,758,000
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Total Federal Expense	113,803,939	116,369,300	116,369,300	97,575,100
Federal Allotment ⁸	113,803,939	116,369,300	116,369,300	97,575,100
Federal Allotment Variance ⁹	-	-	-	-
Additional TF DSH Available ⁵	21,276,800	-	-	-

Notes:

- 1) State match for appropriated private hospital DSH is General Fund. State Match for ASH and MIHS payments are Certified Public Expenditures. State Match for the Pool 5 private DSH is voluntary political subdivision contributions.
- 2) The maximum available for ASH is the lower of the actual OBRA limit or the Federal IMD limit of \$28,474,900.
- 3) DSH is claimed at the regular Federal Fiscal Year FMAP (69.89% in FFY18; 69.81% in FFY19; 69.48% in FFY20)
- 4) FY18 Actual Expenditures include planned administrative adjustments and do not include prior year reconciliations, therefore, do not tie to AFIS for FY18. Additionally, the SM for ASH and MIHS is CPE and therefore does not flow through AFIS.
- 5) FY19 Appropriation based on Laws 2018, Chapter 284, Section 12.
- 6) Pool 5 Local Funded DSH amounts in FY19 were based on the difference between the total Arizona DSH allotment and all other expenditures. Assumes Arizona will maximize DSH allotment by allowing local entities to provide state match for DSH payments that have been reduced by budget reductions and/or OBRA limit reductions. This amount is subject to change based on changes to the ASH and MIHS OBRA limits.
- 7) FY20 Request maintains funding for Private Hospitals, MIHS \$4.2M, and ASH. Remainder allocated to MIHS Non-Approp.
- 8) FFY18 DSH Allotment is preliminary from CMS.
FFY20 DSH Allotment assumes AZ experiences same proportional reduction in FFY20 as FFY19 if a reduction had occurred in FFY19.
- 9) Federal allotment for any given year cannot be exceeded, however, expenditures for a given State Fiscal Year can cross several DSH allotment years.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 3 DISPRO SHARE

Program: SLI Disproportionate Share Payments
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	2.9
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	2.9

Program: SLI Disproportionate Share Payments
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	0.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	(2,280.8)
Program / Fund Total:	(2,280.8)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 3 DSH Voluntary

Program: SLI Disproportionate Share Payments Voluntary Match
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(16,416.6)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(16,416.6)

Program: SLI Disproportionate Share Payments Voluntary Match
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(7,099.5)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(7,099.5)



GRADUATE MEDICAL EDUCATION

PROGRAM DESCRIPTION/BACKGROUND:

The purpose of the Graduate Medical Education (GME) program is to provide teaching hospitals, which have graduate medical education programs, with the additional funding needed in order to compensate for the high operating costs associated with the program. One of the major contributing factors to the increases in healthcare cost in recent years has been related to the shortage of qualified medical professionals in the state, particularly in rural areas. It is imperative to have a large pool of physicians and medical professionals in order to provide Arizonans with quality healthcare services.

Laws 2006, Chapter 331, Section 8 amended ARS §36-2903.01, Subsection H.9 (b), (c), (d) and (e). Subsection (b) requires, beginning July 1, 2006, AHCCCS to expand the GME program to support the direct costs associated with new or expansion programs. Prior to this expansion, GME payments were made only to the hospitals which had GME programs approved by AHCCCS on or before October 1, 1999.

Laws 2007, Chapter 263, Section 9 further amended ARS §36-2903.01 Subsection H.9 by adding Subsection (c), which requires AHCCCS to reimburse additional indirect GME costs for programs that are located in a county with less than 500,000 residents. It also added Subsection (f), which contains an optional provision that allows local, county and tribal governments to provide the non-federal monies for GME in a specific locality or at a specific hospital in order to qualify for additional matching federal monies.

DESCRIPTION OF THE PROBLEM:

In SFY 2019, the legislature appropriated the voluntary GME in the amount of \$274,684,900 Total Fund (\$83,154,000 State Match – Locally Funded). AHCCCS is projecting \$293,607,800 Total Fund (\$88,581,500 State Match – Locally Funded) for FY 2020. See the table on the following page for detail by hospital, fund, and GME year.

PROPOSED SOLUTION:

Increase the Graduate Medical Education - Voluntary Match appropriation line by \$18,922,900 Total Fund (\$5,427,500 State Match – Locally Funded) based on the revised spending plan. Due to payment lags and delays resulting from the significant CMS review process, AHCCCS requests that the current language in the feed bill, which allows AHCCCS to increase this appropriation if additional funding is available, be continued for FY 2020.

There is no General Fund impact of this issue. State match for this program is funded 100% with voluntary contributions from local political subdivisions.



PAYMENTS TO HOSPITALS
GRADUATE MEDICAL EDUCATION **FISCAL YEAR 2020**
DECISION PACKAGE JUSTIFICATION

	FY18		FY19		FY20	
	Actual	Request	Rebase	Request	Request	Request
Abruzzo Central	3,128,837		2,901,305		2,901,305	
Banner Health - Good Sam						
Banner Health - Boswell						
Banner Health - Del Webb						
Banner Health - UMC Phoenix	42,027,432		43,796,188		43,796,188	
Banner Health - UMC South	20,023,062		18,431,794		18,431,794	
Banner Health - UMC Tucson	63,503,119		64,999,201		64,999,201	
John C. Lincoln North	1,225,004		1,474,938		1,474,938	
Canyon Vista MC			2,480,750		2,480,750	
Kingman Regional Medical Center	3,130,734		3,261,875		3,261,875	
Maricopa Medical Center	55,569,791		56,966,637		56,966,637	
Mayo Hospital			15,512,970		-	
Mountain Vista MC	5,649,760		6,767,313		6,767,313	
Phoenix Baptist						
Phoenix Children's Hospital	29,192,010		69,060,330		38,227,527	
Scottsdale Healthcare - Osborn	2,903,176		2,784,527		2,784,527	
Scottsdale Healthcare - Shea	788,520		848,025		848,025	
Scottsdale Healthcare - Thompson	670,451		1,493,309		1,493,309	
Sierra Vista Regional						
St. Joseph's Hospital & Medical Ctr.	35,045,240		74,701,980		38,882,126	
Tucson Medical Center	6,722,819		7,624,058		7,624,058	
UA Med Center - Univ. Campus						
US Med Center - South Campus						
Verde Valley MC						
Yuma Regional Medical Center	2,689,521		2,668,203		2,668,203	
	272,269,476		375,773,402		293,607,775	
Federal	188,073,527		261,551,109		205,026,309	
State	84,195,949		114,222,293		88,581,466	
	272,269,476		375,773,402		293,607,775	
GME Year 2016	64,237,250		-		-	
GME Year 2017	208,032,227		82,165,627		-	
GME Year 2018	-		293,607,775		-	
GME Year 2019	-		-		293,607,775	
	272,269,476		375,773,402		293,607,775	



**PAYMENTS TO HOSPITALS
GRADUATE MEDICAL EDUCATION**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**

The FY19 rebase includes the GME Year 2018 spending plan plus the remaining GME Year 2017 payments, for a projected total of \$375,773,400 Total Fund (\$114,222,300 State Match) with 17 total hospitals that have expressed interest in participating. The final amounts will depend on how much state match the local government partners are willing to contribute. All GME payments and the associated intergovernmental agreements must be reviewed and approved by the Centers for Medicare and Medicaid Services prior to payment, which lengthens the process considerably.

For the budget submittal, the FY 2020 request is based on the GME Year 2018 spending plan amount of \$293,607,800 Total Fund (\$88,581,500 State Match). AHCCCS and CMS are continuing to negotiate on the methodology for indirect GME. AHCCCS requests that the feed bill footnote language be continued for GME in FY 2020 to provide flexibility in the event more funding becomes available and CMS approves additional expenditures.

PERFORMANCE MEASURES TO QUANTIFY THE SUCCESS OF THE SOLUTION:

- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

STATUTORY AUTHORITY:

A.R.S. § 36-2903.01, Subsection H, Paragraph 9
A.R.S. § 36-2903
42 CFR 413.86
42 CFR Parts 438 and 447

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2020 BUDGET
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

	FY2018 <u>Actual</u>	FY2019 <u>Approp</u>	FY2019 <u>Rebase</u>	FY2020 <u>Request</u>	FY2020 <u>Increase</u>
State and Local Match	84,195,949	83,154,000	114,222,300	88,581,500	5,427,500
Federal Funds	188,073,527	191,530,900	261,551,100	205,026,300	13,495,400
Total GME	<u>272,269,476</u>	<u>274,684,900</u>	<u>375,773,400</u>	<u>293,607,800</u>	<u>18,922,900</u>
Effective FMAP	69.08%	69.73%	69.60%	69.83%	

Notes:

- 1) The FY 2018 Actual payments include payments associated with GME years 2016 and 2017.
- 2) The FY 2019 Rebase includes the remainder of the 2017 GME plan and the 2018 GME plan.
- 3) The FY 2020 Request is based on the 2018 GME plan.
- 4) Actual GME amounts for FY 2019 and FY 2020 will vary depending on local funding availability and CMS approval.
- 5) GME is paid based on a blended FMAP for the SFY of the GME year. For example, the FY 2020 amount will be based on the blended SFY 2019 FMAP.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

	FY18 Actual	FY19 Rebase	FY20 Request
Abrazo Central	3,128,837	2,901,305	2,901,305
Banner Health - Good Sam			
Banner Health - Boswell			
Banner Health - Del Webb			
Banner Health - UMC Phoenix	42,027,432	43,796,188	43,796,188
Banner Health - UMC South	20,023,062	18,431,794	18,431,794
Banner Health - UMC Tucson	63,503,119	64,999,201	64,999,201
John C. Lincoln North	1,225,004	1,474,938	1,474,938
Canyon Vista MC		2,480,750	2,480,750
Kingman Regional Medical Center	3,130,734	3,261,875	3,261,875
Maricopa Medical Center	55,569,791	56,966,637	56,966,637
Mayo Hospital		15,512,970	-
Mountain Vista MC	5,649,760	6,767,313	6,767,313
Phoenix Baptist			
Phoenix Children's Hospital	29,192,010	69,060,330	38,227,527
Scottsdale Healthcare - Osborn	2,903,176	2,784,527	2,784,527
Scottsdale Healthcare - Shea	788,520	848,025	848,025
Scottsdale Healthcare - Thompson	670,451	1,493,309	1,493,309
Sierra Vista Regional			
St. Joseph's Hospital & Medical Ctr.	35,045,240	74,701,980	38,882,126
Tucson Medical Center	6,722,819	7,624,058	7,624,058
UA Med Center - Univ. Campus			
US Med Center - South Campus			
Verde Valley MC			
Yuma Regional Medical Center	2,689,521	2,668,203	2,668,203
	<u>272,269,476</u>	<u>375,773,402</u>	<u>293,607,775</u>
Federal	188,073,527	261,551,109	205,026,309
State	84,195,949	114,222,293	88,581,466
	<u>272,269,476</u>	<u>375,773,402</u>	<u>293,607,775</u>
GME Year 2016	64,237,250	-	-
GME Year 2017	208,032,227	82,165,627	-
GME Year 2018	-	293,607,775	-
GME Year 2019	-	-	293,607,775
	<u>272,269,476</u>	<u>375,773,402</u>	<u>293,607,775</u>

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 4 Graduate Medical Education

Program: SLI Graduate Medical Education
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	13,495.4
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	13,495.4

Program: SLI Graduate Medical Education
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	5,427.5
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	5,427.5



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

RURAL HOSPITALS APPROPRIATION

RURAL HOSPITALS APPROPRIATION

For FY19, AHCCCS was appropriated \$28,612,400 Total Fund (\$8,638,000 General Fund) for Rural Hospitals. This appropriation includes funding for the Critical Access Hospital and the Rural Hospital Reimbursement programs. In FY20, AHCCCS requests a General Fund increase of \$94,500 and a Federal Funds decrease of \$94,500 for a net zero total fund change within the Rural Hospitals and Critical Access Hospitals appropriations. This change is due to an anticipated decrease in the Federal Medical Assistance Percentage (FMAP). The tables below show the requested amounts by component.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
STATE FISCAL YEAR 2020 BUDGET					
CRITICAL ACCESS HOSPITAL PROGRAM					
	FY2018 Actual	FY2019 Appropriation	FY2019 Rebase	FY2020 Request	FY2020 Increase/(Decrease)
General Funds	3,159,111	4,969,500	4,967,600	5,021,800	52,300
Federal Funds	7,332,789	11,484,800	11,486,700	11,432,500	(52,300)
Total Funds	10,491,900	16,454,300	16,454,300	16,454,300	-
FMAP	69.89%	69.80%	69.81%	69.48%	

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
STATE FISCAL YEAR 2020 BUDGET					
RURAL HOSPITAL REIMBURSEMENT PROGRAM					
	FY2018 Actual	FY2019 Appropriation	FY2019 Rebase	FY2020 Request	FY2020 Increase/(Decrease)
General Funds	3,660,799	3,668,500	3,670,500	3,710,700	42,200
Federal Funds	8,497,285	8,489,600	8,487,600	8,447,400	(42,200)
Total Funds	12,158,084	12,158,100	12,158,100	12,158,100	-
FMAP	69.89%	69.83%	69.81%	69.48%	



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

RURAL HOSPITALS APPROPRIATION

CRITICAL ACCESS HOSPITALS

FEDERAL MEDICAL ASSISTANCE PERCENTAGE (FMAP) ADJUSTMENT

Description of the problem:

The Critical Access Hospitals (CAHs) Program in Arizona is designed to provide supplemental payments to in-state CAHs over and above regular AHCCCS reimbursement for their Medicaid patient services.

To be designated as a critical access hospital, a facility must (1) be located in a rural area; (2) be located more than 35 miles from a hospital or another health care facility; or (3) be certified by the State as being a necessary provider of health care services to residents in the area. In addition, the facility must meet other requirements such as number of beds for Medicare patient services, average annual patient length of stay, 24 hour per day provision of emergency medical services, and referral tertiary hospital.

As of August 2018, there are ten Arizona hospitals that have acquired CAH designations by Medicare and are receiving CAH payments from AHCCCS. They include: Wickenburg Regional Hospital, Benson Hospital, Northern Cochise Community Hospital, Page Hospital, Little Colorado Medical Center, Copper Queen Hospital, Holy Cross Hospital, Cobre Valley Community Hospital, White Mountain Regional Medical Center, and La Paz Regional Hospital.

During a given State Fiscal Year, CAH payments are made in equal payments using the current Federal Fiscal Year FMAP (prior to SFY 2010 CAH payments were made quarterly, beginning in SFY 2010 only two payments are made).

For FY 2019, the Critical Access Hospital allocation is \$16,454,300 Total Fund (\$4,969,500 General Fund) with the federal share based on the FFY 2019 FMAP of 69.81%. For FFY 2020, AHCCCS is assuming the FMAP decreases to 69.48% based on FFIS estimates (Issue Brief 18-11, March 23, 2018)

Proposed solution to the problem:

Increase the General Fund for FY 2020 by \$52,300 to \$5,021,800 and decrease Federal Expenditure authority by \$52,300 to \$11,432,500.

Performance Measures to quantify the success of the solution:

- Increase the number of transactions processed online monthly by 0.5%.
- Maintain the percentage of claims submitted electronically at $\geq 95\%$.

Impact of not funding this issue:



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

RURAL HOSPITALS APPROPRIATION

If this funding adjustment is not made, there will be a General Fund shortage of \$52,300 in this budget line.

Statutory Authority:

42 CFR 485, Subpart F
A.R.S. § 36-2903.01(U) – Laws 2015, Chapter 14, Section 4
Arizona Section 1115 Research and Demonstration Waivers (CNOM #8) (December 15, 2014 Amendment)

RURAL HOSPITAL REIMBURSEMENT

FEDERAL MEDICAL ASSISTANCE PERCENTAGE (FMAP) ADJUSTMENT

Description of the problem

Rural hospitals are a critical element of the AHCCCS provider network. In many areas of the state there is only one hospital available. As the AHCCCS population has expanded, Medicaid has become a primary payer in some of these areas. Due to smaller patient populations compared to urban hospitals along with competition for physicians, nurses, and other medical personnel, rural hospitals are required to spread costs over a smaller revenue base.

Pursuant to Laws 2001, Chapter 344, Section 109, AHCCCS and the Arizona Hospital Association conducted an inpatient hospital reimbursement study. One of the major findings from that study was that AHCCCS "payments overall cover 94% of hospitals' costs for serving AHCCCS members." However, there were some significant variances in the payments by peer groups, and AHCCCS reimbursed just 57% of the costs for hospitals with fewer than 75 beds. The workgroup concluded that "small rural hospitals face unique fiscal challenges that need to be addressed either through the AHCCCS tier rates, outside the rates but funded through AHCCCS, or outside AHCCCS altogether."

A.R.S. §36-2905.02 authorizes AHCCCS to distribute supplemental payments for inpatient hospital services provided by qualifying rural hospitals based on utilization or adjusted tier rates. To qualify for this supplemental payment, the facility must be either (1) an acute care hospital that is not an Indian Health Services (IHS) hospital or a tribally owned and operated facility with 100 or fewer beds and located in a county with a population of less than 500,000; or (2) licensed as a critical access hospital.

This supplemental payment would be in addition to the payments made by AHCCCS or the health plans and would not be tied to the requirements for Critical Access Hospital (CAH) designation. The Centers for Medicare and Medicaid Services (CMS) did not approve the proposed methodology of making supplemental hospital payments directly to the rural hospitals, therefore, the payments are made via capitation to the AHCCCS Health Plans which then reimburse the hospitals. This one-time payment is made at the end of the fiscal year, therefore the federal fiscal year FMAP rate is used to calculate the requested amount of General Fund.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

RURAL HOSPITALS APPROPRIATION

For FY 2019, the Rural Hospital Reimbursement allocation is \$12,158,100 Total Fund (\$3,670,500 General Fund) with the federal share based on the FFY 2019 FMAP of 69.81%. For FFY 2020, AHCCCS is assuming the FMAP decreases to 69.48% based on FFIS estimates (Issue Brief 18-11, March 23, 2018)

Proposed solution to the problem:

Increase the General Fund for FY 2020 by \$42,200 to \$3,710,700 and decrease Federal Expenditure authority by \$42,200 to \$8,447,400.

Performance Measures to quantify the success of the solution:

- Increase the number of transactions processed online monthly by 0.5%.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

Impact of not funding this issue:

If this funding adjustment is not made, there will be a General Fund surplus of \$28,000 in this budget line.

STATUTORY AUTHORITY:

A.R.S. § 36-2905.02

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
RURAL HOSPITALS APPROPRIATION**

	<u>FY18 Actual</u>	<u>FY19 Approp</u>	<u>FY20 Request</u>	<u>FY20 Inc/(Dec)</u>
Critical Access Hospitals				
General Fund	3,159,111.09	4,969,500.00	5,021,800.00	52,300.00
Federal Funds	7,332,788.91	11,484,800.00	11,432,500.00	(52,300.00)
Total Funds	<u>10,491,900.00</u>	<u>16,454,300.00</u>	<u>16,454,300.00</u>	<u>-</u>
Rural Hospital Reimbursement				
General Fund	3,660,799.09	3,668,500.00	3,710,700.00	42,200.00
Federal Funds	8,497,284.91	8,489,600.00	8,447,400.00	(42,200.00)
Total Funds	<u>12,158,084.00</u>	<u>12,158,100.00</u>	<u>12,158,100.00</u>	<u>-</u>
Rural Hospitals Appropriation				
General Fund	6,819,910.18	8,638,000.00	8,732,500.00	94,500.00
Federal Funds	15,830,073.82	19,974,400.00	19,879,900.00	(94,500.00)
Total Funds	<u>22,649,984.00</u>	<u>28,612,400.00</u>	<u>28,612,400.00</u>	<u>-</u>

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 5 Rural Hospital Reimbursement

Program: SLI Rural Hospital Reimbursement
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	42.2
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	42.2

Program: SLI Rural Hospital Reimbursement
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(42.2)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(42.2)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 5 Critical Access Hospitals

Program: Critical Access Hospitals
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	52.3
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	52.3

Program: Critical Access Hospitals
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(52.3)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(52.3)



TARGETED INVESTMENTS PROGRAM

Description of problem or issue and how this furthers the agency mission or goals:

Overview

AHCCCS is engaged in a number of initiatives to modernize and transform the health care delivery system in Arizona. Together, these projects are critical components of the agency's strategy to reach the following goals:

- Bending the cost curve while improving member's health outcomes.
- Pursuing continuous quality improvement.
- Reducing fragmentation in health care delivery to develop an integrated system of healthcare.
- Maintaining core organizational capacity, infrastructure, and workforce.

On January 18, 2017, the Centers for Medicare and Medicaid Services (CMS) approved Arizona's request to implement the Targeted Investments (TI) program, formerly known as the Delivery System Reform Incentive Payments (DSRIP) program, to support the state's ongoing efforts to integrate the health care delivery system for AHCCCS members. The project provides funding for focused, time-limited projects aimed at building necessary infrastructure to improve multi-agency, multi-provider care delivery for the following populations^{1 2}:

- Children with behavioral health needs, including children with or at risk for Autism Spectrum Disorder (ASD), and children engaged in the child welfare system.
- Adults with behavioral health needs.
- Individuals transitioning from incarceration who are AHCCCS-eligible.

These projects will improve care coordination and care management for AHCCCS members by providing infrastructure investments and incentives for providers to establish systems and processes that support the integration of physical and behavioral health care.

¹ AHCCCS Targeted Investments Program Portal: <https://www.azahcccs.gov/PlansProviders/TargetedInvestments/>

² AHCCCS Targeted Investments Program FAQ: <https://www.azahcccs.gov/PlansProviders/Downloads/TI/FAQ.pdf>



Implementation

The TI program will provide financial incentives to participating AHCCCS registered providers to develop clinical processes for integrated care. Specifically, participants will receive incentive payments for increasing physical and behavioral health care integration and coordination for individuals with behavioral health needs. The TI program aims to reduce fragmentation that commonly occurs between acute care and behavioral health care, increase efficiencies in service delivery for members with behavioral health needs and improve health outcomes for the affected populations.

Eligible participants include primary care providers, behavioral health providers, Integrated Clinics and acute and psychiatric hospitals contracted with AHCCCS managed care organizations (MCOs) to provide care to AHCCCS managed care members.

AHCCCS will direct payment of the financial incentives on an annual basis to participating eligible primary care, behavioral health and hospital providers based on requirements that vary over the five years of the TI program. For Year 1 (Year ending September 30, 2017) TI participants will receive payment following acceptance into the program. For the next two years of the TI program, participants are required to implement TI project “Core Components”, which are systems and resources that help to further integrate physical health and behavioral health services. Each Core Component has associated “Milestones”, which TI participants must meet to receive incentive payments. For the final two years, TI participating providers must meet quality performance metrics from an AHCCCS-defined clinical performance measure set to earn incentive payments

Funding

CMS will provide federal Medicaid Title XIX funds to support TI program payments and state matching funds will be provided by Intergovernmental Transfers (IGTs) and Designated State Health Programs (DSHPs). Total program funding is \$300 million over five years.

IGTs are transfers of funds from political subdivisions, tribal governments, universities, or other designated public entities that are used to leverage federal Medicaid matching funds. DSHPs are a financing mechanism allowed by CMS for select waiver initiatives, including TI, wherein Arizona identifies state-only spending on qualifying health care programs, claims a certified public expenditure (CPE), and receives federal funds based on total computable expenditures. There are no changes required to the state-only expenditures and utilizing those programs as a DSHP source does not affect the level of spending for those programs. Expenditures of County Intergovernmental Agreement (IGA) funds for Services to Individuals with a Serious Mental Illness (SMI) have been identified for this purpose. Both funding from IGTs and DSHPs are deposited into the DSRIP Fund, which was created in FY 2017 and continuously appropriated for this purpose.³

³ [Laws 2016, Chapter 122 \(HB2704\)](#)



Expenditures from the DSRIP Fund are matched with additional federal Medicaid dollars to support TI payments to providers (see Table B on the following page). CMS has approved a five year plan for time-limited, one-time strategic investments for each of the focus areas identified above. The expenditures are eligible to receive the regular FMAP and will be separately tracked by AHCCCS and reported to CMS. These additional funding amounts do not have a State General Fund impact, do not affect existing payments for services, and will not become a part of ongoing programmatic expenditures. CMS has also approved up to 5% of TI funding to be used for administrative purposes to implement the program. Managed care organization administrative activities and tax liabilities associated with the program will be funded from this allocation.

The payments approved by CMS for FFY 2017 through FFY 2021 will occur in SFY 2018 through SFY 2022. For example, the FFY 2017 amounts will be paid in SFY 2018 and the FFY 2018 amounts will be paid in SFY 2019. In future years, when quality metrics must be met, the payments may lag even further behind. CMS has indicated that the two year claiming window applies to these expenditures.

Proposed solution to the problem or issue:

AHCCCS proposes an increase of \$20,000,000 Total Fund, including \$6,289,300 DSRIP Fund State Match in FY 2020. The DSRIP Fund and associated federal expenditures are continuously appropriated. See Table A below.

Table A. Decision Package

	FY2019 Approp	FY2019 Estimate	FY2020 Request	FY2020 Increase/ (Decrease)
DSRIP Fund	21,773,100	21,773,100	28,062,400	6,289,300
Federal Funds	48,226,900	48,226,900	61,937,600	13,710,700
Total Funds	70,000,000	70,000,000	90,000,000	20,000,000

Table B. TI Payments to Providers

Program Category	FFY2017	FFY2018	FFY2019	FFY2020	FFY2021	Total
Justice	760,000	2,660,000	3,420,000	2,660,000	1,900,000	11,400,000
Adult	10,070,000	35,245,000	45,315,000	35,245,000	25,175,000	151,050,000
Children	8,170,000	28,595,000	36,765,000	28,595,000	20,425,000	122,550,000
Administration (5%)	1,000,000	3,500,000	4,500,000	3,500,000	2,500,000	15,000,000
	20,000,000	70,000,000	90,000,000	70,000,000	50,000,000	300,000,000
Fund Source:						
TI Expenditure	FFY2017	FFY2018	FFY2019	FFY2020	FFY2021	Total
Federal Share	20,000,000	70,000,000	90,000,000	70,000,000	50,000,000	300,000,000
State Share	13,655,600	48,226,900	61,937,600	47,954,200	34,253,000	206,027,300
	6,344,400	21,773,100	28,062,400	22,045,800	15,747,000	93,972,700
FMAP	69.24%	69.89%	69.81%	69.48%	69.48%	
FFP	50.00%	50.00%	50.00%	50.00%	50.00%	
DSHP Total Computable	6,274,400	21,137,600	27,306,100	21,654,900	15,467,800	91,840,800
Federal Share	4,344,400	14,773,100	19,062,400	15,045,800	10,747,000	63,972,700
IGT Contribution	2,000,000	7,000,000	9,000,000	7,000,000	5,000,000	30,000,000

Performance Measures to quantify the success of the solution:

AHCCCS is still working with CMS on performance measures for this project, but below are examples of measures under consideration:

- Increase the % of newly-enrolled CMAP Children who receive a behavioral health service at least once per month to 60%.



- Increase the % of children ages 0-17 with a behavioral health diagnosis who have appropriate EPSDT (wellness) visits.
- Increase depression remission as evidenced by scores on a standard rating tool.
- Increase the % of individuals transitioning from incarceration who are connected to a primary care provider.

Alternatives considered and reasons for rejection:

No other federal funding is available to support these projects.

Impact of not funding this fiscal year:

AHCCCS will not be able to implement this program to make critical investments in infrastructure that will allow it to meet its strategic goals.

Statutory Reference:

Laws 2016, Chapter 122 (HB2704).

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2020 BUDGET
TARGETED INVESTMENTS PROGRAM**

	FY2018 Actual	FY2019 Approp	FY2019 Estimate	FY2020 Request	FY2020 Increase/ (Decrease)
DSRIP Fund	19,991,900	21,773,100	21,773,100	28,062,400	6,289,300
Federal Funds	19,991,900	48,226,900	48,226,900	61,937,600	13,710,700
Total Funds	19,991,900	70,000,000	70,000,000	90,000,000	20,000,000
Effective FMAP	-	68.90%	68.90%	68.82%	

Notes:

1. DSRIP Fund is non-appropriated and includes federal funds deposited as CPEs for DSHP and IGT funds.
2. Plan approved by CMS on January 18, 2017. FFY18 Amount will pay in SFY19. FFY19 Amount will pay in SFY20.
3. Funding includes both programmatic and administrative components.
4. In FY18 the federal share was transferred into the DSRIP fund for expenditures. In FY19 and FY20, the federal share is shown separately.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 9 Targeted Investments

Program: Targeted Investments Program
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	13,710.7
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	13,710.7

Program: Targeted Investments Program
Fund: 2130-N Delivery System Reform Incentive Payment Fund(Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	6,289.3
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	6,289.3



CHILDREN'S HEALTH INSURANCE PROGRAM

CHILDREN'S HEALTH INSURANCE PROGRAM

DESCRIPTION OF THE PROBLEM:

AHCCCS offers health insurance through its Children's Health Insurance Program (CHIP), called KidsCare, for children (under age 19) who are not eligible for other AHCCCS programs. For those who qualify, there are monthly premiums.

On March 15, 2010, the Centers for Medicare and Medicaid Services (CMS) approved an enrollment freeze and cap for KidsCare with the effective date of January 1, 2010. Since the enrollment freeze State Plan Amendment (SPA) was approved prior to the President signing the Patient Protection and Affordable Care Act of 2010 (ACA), the freeze was not considered a violation of the maintenance of effort (MOE) provisions of the ACA.

On July 22, 2016, CMS approved a SPA to remove the enrollment cap on the programs, per Laws 2016, Chapter 112. Coverage for new applicants began effective September 1, 2016.

KidsCare expenditures are funded by Arizona's Title XXI CHIP allotment at an enhanced 100% FMAP due to a 23 percentage point increase under the ACA, which expires September 30, 2019. On January 22, 2018, Congress passed a six-year extension of CHIP funding as part of a broader continuing resolution to fund the federal government. Federal funding for CHIP expired on September 30, 2017 and without additional funding available, states used remaining funds from previous years. On February 9, 2018, Congress passed the Bipartisan Budget Act of 2018, which reauthorized CHIP for an additional four years. President Trump signed the bill into law that same day, allowing for CHIP's extension through 2027.

In late December 2017, Congress provided some short-term funding for early 2018. In addition, under Arizona Laws 2017, Ch. 309, Sec. 7 amended ARS 36-2985 AHCCCS is required to stop processing all new applications for KidsCare if the effective FMAP is less than one hundred percent.

This budget submittal assumes current law, no change to the FMAP, and sufficient CHIP allotment for FFY 2018 and FFY 2019. Please see the budget submittal letter for a discussion of potential scenarios and funding impacts that may occur as the result of federal and state policy decisions.

In FY 2020, AHCCCS requests an increase of \$23,695,000 Total Fund over the FY 2019 allocation.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
CHILDREN'S HEALTH INSURANCE PROGRAM					
KIDSCARE					
	FY 2018	FY 2019	FY 2019	FY 2020	FY 2020
	Actual	Allocation	Rebase	Request	Inc/(Dec)
General Fund	-	-	-	7,791,700	7,791,700
Local Match (APSI)	-	-	-	76,300	76,300
Subtotal State Match	-	-	-	7,868,000	7,868,000
CHIP	60,549,898	81,846,900	82,148,200	97,673,900	15,827,000
Subtotal Federal Funding	60,549,898	81,846,900	82,148,200	97,673,900	15,827,000
Grand Total	60,549,898	81,846,900	82,148,200	105,541,900	23,695,000

MEMBER GROWTH

AHCCCS projected member growth in KidsCare by estimating the number of children in Arizona who are without health insurance coverage, do not qualify for other Medicaid programs, and would likely be eligible for KidsCare. Census and health insurance data was reviewed and analyzed from the U.S. Census Bureau's 2014 Annual Social and Economic Supplement (ASEC) of the Current Population Survey (CPS) to estimate the number of children, by household income level, that were uninsured in 2014. AHCCCS then assumed that a portion of those individuals became insured via the Federally Facilitated Marketplace (FFM) and Arizona's overall population experienced underlying annual average growth of 1.5%.

As of June 2018, 29,767 children were enrolled in KidsCare. By June 2019, AHCCCS anticipates 43,105 members and 45,282 by June 2020 based on the saturation model described below.

AHCCCS estimates that 44,668 children could be eligible for KidsCare. Assuming a presentation rate of 100% and an eleven month phase-in for enrollment beginning August 2018, it is estimated that 44,668 members will be enrolled by July 2019. The KidsCare population is assumed to increase at an annual average rate of 1.5% thereafter, reflecting underlying population growth.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM

SFY 2019		
	Phase-In	Members
Jul-18	66.58%	29,740.00
Aug-18	67.59%	30,192.00
Sep-18	70.04%	31,286.00
Oct-18	72.58%	32,421.00
Nov-18	75.21%	33,596.00
Dec-18	77.94%	34,814.00
Jan-19	80.76%	36,075.00
Feb-19	83.69%	37,383.00
Mar-19	86.72%	38,738.00
Apr-19	89.87%	40,142.00
May-19	93.13%	41,598.00
Jun-19	96.50%	43,105.00
Jul-19	100.00%	44,668.00



PREMIUMS

Premiums offset the cost of the KidsCare program, however, for appropriation purposes, premiums are loaded into the CHIP Fund.

The following schedule shows current KidsCare premiums by income level and number of children in family:

Household Income	One Child	Two or More Children
139-149% FPL	\$10 per month	\$15 per month
150-175% FPL	\$40 per month	\$60 per month
176-200% FPL	\$50 per month	\$70 per month

Actual premiums paid during SFY17 through SFY18 with estimated premiums for SFY19 and SFY20 are shown in the following table.

SFY	Premiums Paid
SFY17 Actual	\$4,549,700
SFY18 Actual	\$6,761,700
SFY19 Estimate	\$9,197,900
SFY20 Estimate	\$11,814,900



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM

RATES

Average KidsCare PMPM rates were developed for capitation, behavioral health, FFS, and reinsurance based on historical experience. Rates were trended up by 2.5% from CYE 19 to CYE 20.

KidsCare Capitation Rates					
	7/1/2018	10/1/2018	10/1/2019	Jul.2018–Oct.2018 % Change	Oct. to Oct. % Change
Group					
Age <1	509.56	568.76	582.98	11.6%	2.5%
Age 1-20	174.85	178.66	183.13	2.2%	2.5%
Births	6,042.82	5,862.21	6,008.76	-3.0%	2.5%
Crisis RBHA	3.86	4.76	4.88	23.3%	2.5%



ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001 amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION
CHILDREN'S HEALTH INSURANCE PROGRAM

In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for KidsCare was \$55,200 Total Fund (100% Federally Funded).

ADHS/AIPO

The Arizona Immunization Program Office (AIPO) of ADHS has an interagency service agreement to provide immunizations to children enrolled in KidsCare under which AHCCCS is invoiced for immunizations performed.

In the past, payments for ADHS/AIPO have been approximately 3.0% of capitation payments excluding behavioral health and CRS. For FY 2019 and 2020, payments for ADHS/AIPO were set equal to the most recent actual amount available.

FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-service estimates for the FQHC Recon are \$31,100 Total Fund (100% Federally Funded) for FY 2019 and \$31,100, consisting of \$28,000 Federal Fund and \$3,100 General Fund for FY 2020.

FMAP

The KidsCare program is eligible for the enhanced Title XXI Federal Matching Assistance Percentage (FMAP). Effective October 1, 2015, KidsCare was 100% federally funded under the ACA due to an increase of 23 percentage points. On October 1, 2019 FMAP will decrease to 90.14%. As noted



FISCAL YEAR 2020

DECISION PACKAGE JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM

above, this drop in FMAP below 100% will trigger a freeze in the program per Arizona Laws 2017, Ch. 309, Sec. 7 amended ARS 36-2985 unless a change in this law is enacted. It is assumed for purposes of this budget that KidsCare will not be frozen and that changes to this law will be made.

FFY	Period	Enhanced
2018	October 17 – September 18	100.00%
2019	October 18 – September 19	100.00%
2020	October 19 – September 20	90.14%



PROPOSED SOLUTION TO THE PROBLEM:

AHCCCS requires an increase of \$23,695,000 Total Fund in FY 2020.

PERFORMANCE MEASURES TO QUANTIFY THE SUCCESS OF THE SOLUTION:

- AHCCCS member enrollment in KidsCare.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

IMPACT OF NOT REDUCING FUNDING:

Without a decrease to the CHIP Fund authority will not be aligned with anticipated expenditures and the Title XXI CHIP Allotment.

STATUTORY AUTHORITY:

Social Security Act, Title XXI.
A.R.S. Title 36, Chapter 29, Article 4.
A.R.S. 36-2985(A)
Laws 2016, Chapter 112
Laws 2017, Chapter 309, Section 7
Public Law 115-123 (Bipartisan Budget Act of 2018)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
CHILDREN'S HEALTH INSURANCE PROGRAM
KIDSCARE**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	-	-	-	7,791,700	7,791,700
Local Match (APSI)	-	-	-	76,300	76,300
Subtotal State Match	-	-	-	7,868,000	7,868,000
CHIP	60,549,898	81,846,900	82,148,200	97,673,900	15,827,000
Subtotal Federal Funding	60,549,898	81,846,900	82,148,200	97,673,900	15,827,000
Grand Total	60,549,898	81,846,900	82,148,200	105,541,900	23,695,000

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 6 KidsCare

Program: Children's Health Insurance Program Services
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	7,791.7
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	7,791.7

Program: Children's Health Insurance Program Services
Fund: 2409-A Children's Health Insurance Program (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	15,827.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	15,827.0

Program: Children's Health Insurance Program Services
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 6 KidsCare

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	76.3
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	<u>76.3</u>



AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS

FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

AFFORDABLE CARE ACT

MEDICAID ELIGIBILITY EXPANSION – NEWLY ELIGIBLE ADULTS

DESCRIPTION OF THE PROBLEM:

AHCCCS is requesting a reduction of \$45,767,700 in Total Funds, and an increase of \$6,997,400 in State Match (\$8,188,500 SM from Hospital Assessment and \$56,100 from Political Subdivision/APSI with a reduction of \$1,247,200 in General Fund) for the ACA Newly Eligible Adult population over the FY 2019 Appropriation.

On March 23, 2010, President Obama signed into law the Patient Protection and Affordable Care Act (ACA). The ACA includes the largest eligibility expansion in the history of the Medicaid program. Beginning in 2014, the ACA extends Medicaid coverage to all individuals between ages 19 and 64 with incomes up to 133% of FPL. Note that the ACA also includes an eligibility “simplification” by relying on a single “Modified Adjusted Gross Income” (MAGI) standard for determining eligibility which, in the case of Arizona, effectively makes the new standard 138% of FPL.

Laws 2013, First Special Session, Chapter 10 established a new a new category of eligibility for persons between 100%-133% FPL and established the Hospital Assessment Fund as the state match source for the Proposition 204 and Newly Eligible Adult populations, when necessary.

The estimated cost of adult expansion for SFY 2016 was \$405,687,600 Total Fund. This program was funded with 100% federal funds through December 31, 2016. Beginning January 1, 2017, the federal matching rate decreased to 95% and decreased again to 94% on January 1, 2018 and will decrease to 93% on January 1, 2019 and to 90% on January 1, 2020. For SFY 2019 costs are estimated at \$509,111,400 (\$27,414,800 SM from Hospital Assessment, \$136,200 from Political Subdivisions/APSI, and \$3,864,200 from General Fund). For SFY 2020, the cost of this program is estimated at \$519,907,300 Total Fund (\$36,608,600 SM from Hospital Assessment, \$179,900 from Political Subdivisions/APSI, and \$5,214,100 from General Fund).

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**



Newly Eligible Adults - Methodology

MEMBER GROWTH

After a lower than anticipated initial presentation rate, capitated members grew rapidly during SFY 2015 and SFY 2016. Growth leveled off in SFY 2017, however, and it is believed that enrollment in this program has reached saturation. For this reason, we are projecting no further growth in member months after August 2018. NEA member months were held flat at the August 2018 level of 73,702 member months.

During the previous period of rapid growth, the ratio of prior period to regular member months was unusually high. Since this time, the percentage of prior period member months have decreased to a 2.2% of prospective member months. This percentage was applied to prospective member month projections for this population in order to project prior period member months through SFY 2020.

The following assumptions were employed in the FY20 Budget Development:

- 1) AHCCCS has experienced some births within this population, even though, once reported, the individual will be shifted to the SOBRA Pregnant women category. Births were projected using a 72 month regression of combined births for Traditional, Prop. 204, Newly Eligible Adults, and Newly Eligible Children and then split percentage-wise based on the percentage that each program represented of total birth for SFY 2018.
- 2) The Fee-for-Service costs for newly eligible adults being served through the AHP are based on the average PMPMs for both IHS Facilities and Non-Facilities, based on January 2018 through June 2018, and October 2017 through June 2018, respectively. The average IHS Facility rate of \$563.00 is increased by 7.40%, the weighted inpatient/outpatient IHS Facility inflation rate, in January of FY 2019 and FY 2020. The average Non-Facility rate of \$264.95 is increased by 2.7% in October FY 2018 and 2019; this is based on the weighted inpatient/outpatient Prop. 204 IHS Non-Facility inflation rates for Prop. 204. The total FFS estimate includes Prior Quarter.
- 3) Arizona Department of Corrections and County inmates are now included in Non-IHS FFS and the AHCCCS share is paid with 100% federal dollars. For this reason the overall FMAP for Non-IHS FFS is different from NEA FMAPs for other FFS categories.
- 4) Childless Adult FES is included in this eligibility category since this population was not previously eligible for services prior to the expansion. FES Other includes Expansion State Adults as well as Newly Eligible Adults. Total expenditures are based on the combined monthly forecast growth rates of NEA member months and medical cost inflation.



- 5) Reinsurance estimates for the NEA population are based on the average PMPM for this population for CY 2018 (YTD) of \$9.47 inflated by 2.7% (Annualized weighted market basket of Global Insight's hospital inflation factors from QE 6/30/16 to QE 6/30/20) in October 2018 to \$9.72 and then by an additional 2.7% to \$9.98 in October 2019.

CAPITATION RATES

Capitation Rates

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**



Anticipating that the Newly Eligible Adults population would differ from the current risk groups, AHCCCS actuaries established a new risk group and capitation rate for this population. To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for NEA for CYE 19. Prior to this, rates had been set separately for prospective and prior period. For comparison purposes, historical rates in the following table have been converted to the new rate structure.

CAPITATION RATES	
Rate Period	NEA Rates
2018 (Eff. 1/1/18)	\$377.80
2019 (Eff. 10/1/18)	\$405.45
2019 (Eff. 1/1/19)	\$405.45
2020 (Eff. 10/1/19)	\$415.58

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**



ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii)).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**



In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Newly Eligible Adults was \$7,464,200 Total Fund (\$373,200 State Match).

FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$2,001,400 Total Fund, consisting of \$1,861,300 Federal Fund and \$140,100 General Fund for FY 2019 and \$2,001,400, consisting of \$1,801,200 Federal Fund and \$200,200 General Fund for FY 2020.

Newly Eligible FMAP

Beginning in January 2017 the Newly Eligible Adults FMAP will no longer be 100%. For each Calendar Year after 2007, the Newly Eligible FMAP is decremented by 1 percentage point, until 2020 when it has a final reduction of 3 percentage points to a floor of 90%.

PROPOSED SOLUTION:

AHCCCS is requesting a reduction of \$45,767,700 in Total Funds, and an increase of 6,997,400 in State Match (\$8,188,500 SM from Hospital Assessment and \$56,100 from Political Subdivision/APSI with a reduction of \$1,247,200 in General Fund) for the ACA Newly Eligible Adult population over the FY 2019 Appropriation.

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**



ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM						
NEWLY ELIGIBLE ADULTS MEDICAID SERVICES						
NEWLY ELIGIBLE ADULTS ALL EXPENDITURES						
	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)	
General Fund	3,408,676	6,461,300	3,864,200	5,214,100	(1,247,200)	
Local Match (APSI)	86,098	123,800	136,200	179,900	56,100	
Hospital Assessment	24,640,022	28,420,100	27,414,800	36,608,600	8,188,500	
Subtotal State Match	28,134,797	35,005,200	31,415,200	42,002,600	6,997,400	
Federal Title XIX	508,290,343	530,669,800	477,696,200	477,904,700	(52,765,100)	
Subtotal Federal Funding	508,290,343	530,669,800	477,696,200	477,904,700	(52,765,100)	
Grand Total	536,425,140	565,675,000	509,111,400	519,907,300	(45,767,700)	

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**



Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

STATUTORY AUTHORITY:

Patient Protection and Affordable Care Act (ACA)
Laws 2013, First Special Session, Chapter 10

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
NEWLY ELIGIBLE ADULT SERVICES APPROPRIATION
FISCAL YEAR 2020 DECISION PACKAGE
TABLE A**

	<u>FY19 Approp</u>	<u>FY20 Request</u>	<u>FY20 Inc/(Dec)</u>
Newly Eligible Adult Services			
General Fund	6,461,300	5,214,100	(1,247,200)
Hospital Assessment	28,420,100	36,608,600	8,188,500
Local Match (APSI)	123,800	179,900	56,100
Federal Funds	<u>530,669,800</u>	<u>477,904,700</u>	<u>(52,765,100)</u>
Total Funds	<u>565,675,000</u>	<u>519,907,300</u>	<u>(45,767,700)</u>

Notes:

- 1) Beginning 7/1/2018, the Acute, CRS, and Behavioral Health appropriations were combined. Consequently, amounts above are inclusive of Acute, CRS, and Behavioral Health.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
 NEWLY ELIGIBLE ADULT STATE MATCH FUND SOURCE MODEL
 FY20 BUDGET REQUEST

FY19 APPROP:

General Fund (Behavioral)	6,461,300	
Hospital Assessment (Physical)	28,420,100	
Political Subdivisions (APSI)	123,800	
Subtotal State Match	<u>35,005,200</u>	
Federal Funds	530,669,800	
Grand Total	<u><u>565,675,000</u></u>	

FY20 REQUEST:

Total State Match	42,002,600	
Federal Funds	477,904,700	
Grand Total	<u><u>519,907,300</u></u>	

FY20 SM BREAKOUT:

Behavioral	5,240,300	12.5%
Physical	36,762,300	87.5%

FY20 REQUEST FUND SOURCE:

General Fund (Behavioral)	5,216,600	
Hospital Assessment (Physical)	36,606,100	
Political Subdivisions (APSI - Beh)	23,700	13.16%
Political Subdivisions (APSI - Phy)	156,200	86.84%
Subtotal State Match	<u>42,002,600</u>	
Federal Funds	477,904,700	
Grand Total	<u><u>519,907,300</u></u>	

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 7 ACA NEA

Program: ACA Expansion
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(1,247.2)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(1,247.2)

Program: ACA Expansion
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(52,765.1)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(52,765.1)

Program: ACA Expansion
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 7 ACA NEA

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	56.1
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	56.1

Program: ACA Expansion
Fund: 2576-N Hospital Assessment (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	8,188.5
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	8,188.5



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

ARIZONA LONG TERM CARE SYSTEM APPROPRIATION

For FY 2019, AHCCCS was appropriated \$1,496,412,300 Total Fund for ALTCs Services. This appropriation includes funding for the ALTCs EPD lump sum and ALTCs Medicare Part D Clawback subprograms. In FY 2020, AHCCCS requests a Total Fund increase of \$112,711,500 (General Fund increase of \$23,325,300; County Fund increase of \$13,015,300; Prescription Drug Rebate State Fund increase of \$0; Prescription Drug Rebate Federal Fund increase of \$2,905,700; and a Federal Fund increase of \$76,370,900).

ARIZONA LONG-TERM CARE SYSTEM EPD LUMP SUM

Description of the Problem:

AHCCCS is requesting an increase for FY 2020 over the FY 2019 appropriation for the Arizona Long Term Care System (ALTCs) lump sum appropriation due to rate increases, demographic growth and increases in the Arizona minimum wage as a result of Proposition 206. In FY 2020, AHCCCS requires an additional \$112,711,500 in Total Funds (\$36,340,600 increase in State Match). The General Fund portion of state match increased by \$23,325,300. The SFY 2020 funding request is shown below (these amounts exclude Medicare Clawback funding). The ALTCs-EPD share of Prescription Drug Rebate (PDR) collections are included as part of the State Match (for additional information on the PDR, see the separate Decision Package).

	FY18 Actual	FY19 Approp.	FY19 Rebase	FY20 Request	FY20 Increase
General	\$145,987,248	\$182,246,900	\$194,377,100	\$205,572,200	\$23,325,300
PDR State	\$7,441,300	\$7,578,400	\$7,578,400	\$7,578,400	\$0
County	\$264,673,200	\$246,289,200	\$262,682,000	\$259,304,500	\$13,015,300
Subtotal SM	\$418,101,748	\$436,114,500	\$447,537,500	\$472,455,100	\$36,340,600
PDR FF	\$33,346,728	\$36,422,000	\$36,422,000	\$39,327,700	\$2,905,700
Federal	\$945,937,872	\$985,134,200	\$1,016,068,300	\$1,058,599,400	\$73,465,200
Subtotal FM	\$979,284,600	\$1,021,556,200	\$1,052,490,300	\$1,097,927,100	\$76,370,900
Total	\$1,397,386,348	\$1,457,670,700	\$1,500,027,800	\$1,570,382,200	\$112,711,500

PERFORMANCE MEASURES TO QUANTIFY THE SUCCESS OF THE SOLUTION:



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

- AHCCCS member enrollment in ALTCs.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

COUNTY SPLIT:

The split of State Match between General Fund and County Funds is prescribed by A.R.S. §11-292 (known internally as the “County Model”), which specifies that at least 50% of any increase in overall non-federal expenditures will be covered by the state. In addition, there are various circuit breakers specified in this law such as utilization, property tax rates, Native American population, and statutory growth caps which may further shift expenditures from the counties to the state. If after the application of all relevant county’s contributions divided by the most recent population estimate for that county approved by the Office of Employment and Population Statistics (EPS) exceeds the same per capita contribution for the state as a whole, the county’s contribution shall be reduced so that it is equal to the statewide average and the difference shall be paid by the state.

Based on July 1, 2017 Arizona population numbers from EPS, Arizona counties qualified for a total of \$15,917,500 as a result of the per capita circuit breaker in FY20, compared with \$8,608,144 in FY19. The benefit from the per capita cap circuit breaker to Maricopa County increased by 37.1% from \$6,392,400 in FY19 to \$8,762,000 in FY20.

At the time of this budget submittal, the most recent population figures approved by EPS were for July 1, 2017. It is anticipated that July 1, 2018 population estimates will be available in mid-December 2018.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

MEMBER GROWTH

Demographic growth is expected in both FY 2019 and FY 2020 due to population growth and an aging population. The following table presents ALTCs member month growth for FY 2017 through FY 2020. FY 2017 and FY 2018 figures are actuals.

Caseload Growth - August 2018 Projections						
SFY	EPD		Tribal		Total	
	Y-o-Y	J-o-J	Y-o-Y	J-o-J	Y-o-Y	J-o-J
2017	0.15%	0.78%	0.90%	1.00%	0.21%	0.80%
2018	1.86%	2.03%	1.47%	0.27%	1.83%	1.88%
2019	2.84%	2.48%	0.48%	1.09%	2.63%	2.36%
2020	0.88%	0.79%	0.54%	0.51%	0.85%	0.76%

AHCCCS estimates that there will be modest growth in the ALTCs population in FY 2019 and FY 2020. For the EPD population, the growth rates are based on a 120 month regression model using Arizona population from the "The Forecasting Project" at the Eller School as an independent variable. Tribal Case Management growth rates are based on a 24 month regression model using the log of transfer payments from "The Forecasting Project" as an independent variable.

CAPITATION RATES

On October 1, 2018, ALTCs rates will increase for the new contract year based on the new RFP (see Attachment A). Overall, the CYE 2019 rates represent an approximate increase of 5.00% (500 basis points) over the CYE 2018 rates that took effect January 1, 2018.

Primary drivers of the CYE 2019 ALTCs rate increase include:

- Rebase and trend adjustments - expected impact 1.9% (190 basis points) of the overall capitation rate increase.
- Nursing facility 3.0% rate increase - expected impact 1.4% (140 basis points) of the overall capitation rate increase.
- Reinsurance adjustment for newly excluded services - expected impact 0.8% (80 basis points) of the overall capitation rate increase.
- Effective January 1, 2019, HCBS providers will receive a rate increase as a result of passage of voter initiative Prop. 206 which increases the minimum wage in Arizona. The expected impact is 0.6% (60 basis points) of the overall capitation rate increase.
- Care management and administration – 0.5% (50 basis points) of the overall capitation rate increase.
- Implementation of the Differential Adjusted Payment for Hospitals. The estimated impact is 0.30% (30 basis points) of the overall capitation rate increase (includes both baseline and non-baseline adjustments).
- An offset is provided by growth in the HCBS mix since the issuance of the new RFP which reduces the overall capitation rate increase by 0.5% (-50 basis points).



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

In CYE 2020, AHCCCS expects that utilization and medical inflation increases will require a 5.0% increase in capitation rates to remain actuarially sound. This 5.0% increase includes an adjustment for the January 1, 2019 increase in the Arizona minimum wage as a result of the passage of voter initiative Proposition 206 and Flagstaff Proposition 414, which sets the minimum wage in Flagstaff at an even higher level. Both will affect EPD HCBS expenses. Proposition 206 increases the state's previous hourly minimum wage of \$8.05 in 4 steps to \$12.00 in 2020 beginning with the increase to \$10.00 on January 1, 2017. Prop. 206 also mandates 40 hours annual "earned paid sick time" for employers with 15 or more employees and 24 hours annual of "earned paid sick time" for employers with fewer than 15 employees.

Phase-in schedule for increase in the Arizona minimum wage due to Proposition 206:

- \$10 on and after January 1, 2017
- \$10.50 on and after January 1, 2018
- \$11 on and after January 1, 2019
- \$12 on and after January 1, 2020
- Subsequent years will be adjusted by cost of living

An adjustment retroactive to July 1, 2017 was made to EPD rates to adjust for the increase in the minimum wage that took effect January 1, 2017. Rates will be increased by 0.73% effective January 1, 2018 to adjust for the additional minimum wage increase that occurred on that date. As noted above, the January 1, 2019 minimum wage increase is included as part of the 3.0% overall rate increase.

On November 8, 2016 City of Flagstaff voters approved and passed Proposition 414. On November 28, 2016 Proposition 414 was proclaimed law by the Mayor and became Title 15 of the Flagstaff City Code. Proposition 414 would have increased the city minimum wage to \$12 per hour on July 1, 2017, but on March 21, 2017 the Flagstaff City Council voted to adopt Ordinance 2017-08 amending Title 15 and reducing the July 1, 2017 increase to \$10.50 per hour and also removing the requirement that the Flagstaff minimum wage be at least \$2 above the Arizona minimum wage through 2021. As it stands, the Flagstaff minimum wage will still reach \$15 an hour by 2021, increasing by \$1 per year, but a proposition to reduce increases in the minimum wage proscribed by Proposition 414 will appear on the Flagstaff ballot in November 2018. The July 1, 2017 increase in the Flagstaff minimum wage is incorporated into October 1, 2017 rates.

Tribal case management rates are also projected to increase by 2.4% in CYE 2019 and in CYE 2020 due to utilization and medical inflation.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for the ALTCs/EPD for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. For comparison purposes, historical rates in the following table have been converted to the new rate structure.

CAPITATION RATES		
Rate Period	EPD Rates	Tribal Case Management
2018 (Eff. 1/1/18)	\$3,455.59	\$155.73
2019 (Eff. 10/1/18)	\$3,607.36	\$159.45
2019 (Eff. 1/1/19)	\$3,635.79	\$159.45
2019 (Eff. 10/1/19)	\$3,726.68	\$163.26

Tribal Case Management is considered an administrative expense by CMS, and therefore, matched at the FFP rate of 50% rather than the regular FMAP rate.

Rates vary by health plan and by region, so the statewide average rate paid during a contract year may differ from the statewide weighted average for that same year that would result from using weights from a different contract year. This is one reason why the percentage increase in rates reflected in the budget submittal may differ from that in the actuarial memo.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCS SERVICES APPROPRIATION

ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii)).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCS SERVICES APPROPRIATION

In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for ALTCS EPD was \$3,269,100 Total Fund (\$984,300 State Match).



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

FEE-FOR-SERVICE

ALTCs FFS expenditures are estimated based on multiplying the PMPMs for IHS facilities and non-facility claims by projected member months for ALTCs Tribal Case Management since this is the ALTCs population that is paid FFS. The base PMPMs for both facilities and non-facility claims are calculated by dividing the total FFS expenditures for each category by Tribal Case Management member months. IHS facilities are paid at 100% FMAP, while non-facility claims are paid at the regular FMAP, which necessitates forecasting expenditures for these populations separately. Non-facility services include: Acute Care, HCBS, Nursing Facility, and Behavioral Health claims.

The FFS PMPM for January 2018 through June 2018 for IHS non-facility claims was \$4,090.23. This PMPM was used to estimate the first quarter of FY 2019. It was then inflated by 2.39%, based on a weighted average of Global Insight's Hospital Market Basket resulting in a PMPM of \$4,187.99, which was used for the remainder of FY 2019 and the first quarter of FY 2020. The same inflation rate of 2.39% was then applied to arrive at the PMPM of \$4,288.08 used for the remainder of FY 2020. Amounts were adjusted to account for the number of payment cycles in each month.

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually. The IHS rates are used to calculate the IHS Facility expenditure forecast. The most recent three year average inpatient/outpatient rate changes of 9.75% and 6.87% respectively, were used for CY 2019 and CY 2020 budget calculations. A weighted average of inpatient/outpatient of 7.48% is applied to IHS PMPMs in January of each projected year.

The FFS PMPM for IHS facilities for January 2018 through June 2018 was \$618.79. This PMPM was used to estimate the first two quarters of FY 2019 and then increased by a weighted average inflation of 7.48% resulting in a PMPM of \$665.06 which was used for the final two quarters of FY 2018 and the first two quarters of FY 2019. This same inflation factor of 7.48% was applied again in January of 2020 yielding a rate of \$665.06 which was used to estimate the final two quarters of FY 2020. For further details regarding the derivation of this weighted inflation rate, see the chart on the following page.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

Historical AHP Payment Rates		2013			2014			2015			2016			2017			2018			Average Inflation %/+/-	Programmatic Weights for AHP Inflation
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient/Inpatient	Outpatient Rate			Inpatient Rate	% +/-
Outpatient/Inpatient		\$ 330.00	\$ 342.00	\$ 2,272.00	3.64%	\$ 342.00	\$ 2,413.00	6.21%													
Outpatient Rate		\$ 342.00	\$ 350.00	\$ 2,413.00	2.34%	\$ 350.00	\$ 2,443.00	1.24%													
Inpatient Rate		\$ 2,272.00	\$ 2,413.00	\$ 2,443.00	5.73%	\$ 2,413.00	\$ 2,655.00	8.68%													
Outpatient Rate		\$ 342.00	\$ 350.00	\$ 2,413.00	6.87%	\$ 350.00	\$ 2,443.00	9.75%													
Inpatient Rate		\$ 2,413.00	\$ 2,443.00	\$ 2,443.00	7.34%	\$ 2,443.00	\$ 2,655.00	8.68%													
Outpatient Rate		\$ 350.00	\$ 368.00	\$ 2,443.00	5.14%	\$ 368.00	\$ 2,655.00	8.68%													
Inpatient Rate		\$ 2,443.00	\$ 2,655.00	\$ 2,655.00	10.47%	\$ 2,655.00	\$ 2,933.00	10.47%													
Outpatient Rate		\$ 368.00	\$ 391.00	\$ 2,933.00	6.25%	\$ 391.00	\$ 2,933.00	10.47%													
Inpatient Rate		\$ 2,655.00	\$ 2,933.00	\$ 2,933.00	10.09%	\$ 2,933.00	\$ 3,229.00	10.09%													
Outpatient Rate		\$ 391.00	\$ 427.00	\$ 3,229.00	9.21%	\$ 427.00	\$ 3,229.00	10.09%													
Inpatient Rate		\$ 2,933.00	\$ 3,229.00	\$ 3,229.00	7.40%	\$ 3,229.00	\$ 3,229.00	7.40%													

AHP Non-Facility

Historical AHP Payment Rates		2013			2014			2015			2016			2017			2018			Average Inflation %/+/-	Programmatic Weights for AHP Inflation
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient/Inpatient	Outpatient Rate			Inpatient Rate	% +/-
Outpatient/Inpatient		\$ 330.00	\$ 342.00	\$ 2,272.00	3.64%	\$ 342.00	\$ 2,413.00	6.21%													
Outpatient Rate		\$ 342.00	\$ 350.00	\$ 2,413.00	2.34%	\$ 350.00	\$ 2,443.00	1.24%													
Inpatient Rate		\$ 2,272.00	\$ 2,413.00	\$ 2,443.00	5.73%	\$ 2,413.00	\$ 2,655.00	8.68%													
Outpatient Rate		\$ 342.00	\$ 350.00	\$ 2,413.00	6.87%	\$ 350.00	\$ 2,443.00	9.75%													
Inpatient Rate		\$ 2,413.00	\$ 2,443.00	\$ 2,443.00	7.34%	\$ 2,443.00	\$ 2,655.00	8.68%													
Outpatient Rate		\$ 350.00	\$ 368.00	\$ 2,443.00	5.14%	\$ 368.00	\$ 2,655.00	8.68%													
Inpatient Rate		\$ 2,443.00	\$ 2,655.00	\$ 2,655.00	10.47%	\$ 2,655.00	\$ 2,933.00	10.47%													
Outpatient Rate		\$ 368.00	\$ 391.00	\$ 2,933.00	6.25%	\$ 391.00	\$ 2,933.00	10.47%													
Inpatient Rate		\$ 2,655.00	\$ 2,933.00	\$ 2,933.00	10.09%	\$ 2,933.00	\$ 3,229.00	10.09%													
Outpatient Rate		\$ 391.00	\$ 427.00	\$ 3,229.00	9.21%	\$ 427.00	\$ 3,229.00	10.09%													
Inpatient Rate		\$ 2,933.00	\$ 3,229.00	\$ 3,229.00	7.40%	\$ 3,229.00	\$ 3,229.00	7.40%													

AHP Non-Facility Inflation Factors

Fiscal Year	AHP Non-Facility Inflation Factors			Dental ⁶	LTC ⁶
	Inpatient ¹	Outpatient ²	Professional ³		
SFY 2020	3.26%	2.90%	2.95%	2.67%	3.38%
Long Term	3.79%	2.63%	1.67%	2.21%	3.34%

AHP Non-Facility Programmatic Weights

Program	AHP Non-Facility Programmatic Weights			Dental	LTC
	Inpatient	Outpatient	Professional		
Traditional	19.55%	56.37%	20.42%	0.64%	0.47%
Proposition 204	17.12%	55.72%	22.77%	0.02%	0.84%
Newly Eligible Children	9.13%	74.85%	9.53%	2.31%	0.00%
Newly Eligible Adults	14.82%	65.00%	12.53%	0.03%	0.88%
ALTCs-EPD	3.53%	13.14%	51.60%	0.00%	30.24%



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

PRIOR QUARTER

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS required AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS had been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage will require AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services, at any time during that period, of a type covered by the health plan; and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.

Example: An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

Prior Quarter began in January 2014 and member months are paid at the regular EPD Capitation rate. Prior Quarter member months paid for previous months were estimated by dividing the total dollars paid for Prior Quarter for each quarter of FY 2016 by the regular EPD capitation rate for that same quarter. Prior Quarter member months for FY 2018 and FY 2019 were estimated using a 24 month regression.

If the AHCCCS waiver is approved, prior quarter will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

RECONCILIATIONS

There are a number of reconciliations, including Share of Cost, PPC and HCBS, summarized in the tables below, which will result in additional payments to Program Contractors during FY 2019. The same amounts were used for FY 2020 with FY 2020 FMAP applied.

It is estimated that FY 2019 reconciliations will total \$6,267,700 (\$1,892,200 State Match).

RECONCILIATION	SM	FF	TF
SOC for CY19	\$ 2,047,700	\$ 4,735,300	\$ 6,783,000
PPC for CY19	(\$ 518,800)	(\$ 1,199,800)	(\$ 1,718,600)
HCBS for CY19	\$ 363,300	\$ 840,000	\$ 1,203,300
TOTAL	\$ 1,892,200	\$ 4,375,500	\$ 6,267,700

It is estimated that FY 2020 reconciliations will total \$6,267,700 (\$1,912,900 State Match).

RECONCILIATION	SM	FF	TF
SOC for CY20	\$ 2,070,200	\$ 4,712,800	\$ 6,783,000
PPC for CY20	(\$ 524,500)	(\$ 1,194,100)	(\$ 1,718,600)
HCBS for CY20	\$ 367,200	\$ 836,100	\$ 1,203,300
TOTAL	\$ 1,912,900	\$ 4,354,800	\$ 6,267,700



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCS SERVICES APPROPRIATION

REINSURANCE

ALTCS Reinsurance includes High Cost Behavioral Health (HCBH), as well as transplants and other reinsurance. Expenditures for ALTCS reinsurance, excluding HCBH, for SFY 2018 were \$39,722,518.

In past years, non-HCBH reinsurance has exhibited pronounced seasonality with approximately 60% of payments for occurring in the quarters ending in September and October. A trend factor of 3.8% (Global Insight's Inpatient Inflation Factor from QE 6/30/16 to QE 6/30/20 annualized) was applied to payments for each quarter of the year to estimate payments for each quarter of the following year.

HCBH REINSURANCE

Beginning October 1, 2007 no new HCBH reinsurance cases were created by AHCCCS, however, existing cases are continuing to be paid as reinsurance. The cost of new HCBH is now incorporated into ALTCS capitation rates. The presentation rate of remaining cases is close to 100% and projections of future HCBH expenditures are based on cost per eligible cases.

It is estimated, based on 190 existing HCBH cases as of June 30, 2018 and an anticipated decrease in active HCBH cases by one case per quarter, that there will be 2,258 HCBH case payments during SFY 2019 and 2,210 HCBH case payments during FY 2020. The HCBH average cost per case was an average of \$5,605.10 for the six month period ending June 2018. This cost per case was inflated by 3.8% to yield a cost per case of \$5,817.58 for the remaining three quarters of SFY 2019 and the first quarter of FY 2020 and then inflated by an additional 3.8% to yield a cost per case of \$6,038.23 for the remaining three quarters of FY 2020.

FQHC Recon:



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$613,500 Total Fund, consisting of \$428,300 Federal Fund and \$185,200 State Match for FY 2019 and \$613,500, consisting of \$426,200 Federal Fund and \$187,300 State Match for FY 2020.

MEDICARE PREMIUMS

PMPM costs for Medicare Premiums are calculated by dividing Medicare Part A expenditures and Medicare Part B expenditures by ALTCS member months for January through June of 2018 to calculate the PMPM for this period. Medicare premium rates increase in January of each year.

- (1) The Medicare Part A premium projected for Calendar Years 2019 and 2020 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 1.59%.
- (2) The Medicare Part B premium projected for Calendar Years 2019 and 2020 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 5.23%.

STATUTORY AUTHORITY:

A.R.S. § 36-2931 to 2960.
A.R.S. § 11-291 to 309.

ALTCs FMAP

Unless otherwise noted above, ALTCS members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2018 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).



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DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	69.48%



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

MEDICARE PART D “CLAWBACK” PAYMENTS

DESCRIPTION OF THE PROBLEM:

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	SFY18	SFY19	SFY19	SFY19	SFY20	SFY20
	Actual	Allocation	Rebase	Request	Request	Inc.(Dec)
AHCCCS ACUTE	51,307,400	56,090,800	53,530,700	56,874,700	56,874,700	783,900
AHCCCS ALTCS						
General Fund	15,241,439	16,476,000	16,370,900	18,086,100	18,086,100	1,610,100
County Fund	21,797,785	22,265,600	22,123,800	22,813,500	22,813,500	547,900
TOTAL ALTCS	37,039,225	38,741,600	38,494,700	40,899,600	40,899,600	2,158,000
BHS	19,070,500	19,897,000	19,897,000	21,140,100	21,140,100	1,243,100
DES-DD	3,925,200	4,074,900	4,095,400	4,351,600	4,351,600	276,700
Grand Total	111,342,325	118,804,300	116,017,800	123,266,000	123,266,000	4,461,700



FISCAL YEAR 2020
ALTCSS SERVICES APPROPRIATION DECISION PACKAGE JUSTIFICATION

METHODOLOGY:

Notes:

- 1) The Acute Clawback is appropriated as part of the Traditional Medicaid Services line item.
- 2) The ALTCSS Clawback is appropriated as part of the ALTCSS Services line item.
- 3) County/General Fund split in FY18 Actual of 41.15% General and 58.85% County based on Appropriated split from JLBC FY18 Appropriations Report.
- 4) County/General Fund split for FY19 Allocation and FY20 Request is based on the ALTCSS county model.
- 5) In FY19, the BHS Clawback moved from the BHS Traditional Line Item to the Combined Traditional Line Item

CLAWBACK PMPM:

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCSS, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

	Actual 1/1/2015 to 9/30/2015	Actual 10/1/2015 to 12/31/2015	Actual 1/1/2016 to 9/30/2016	Actual 10/1/2016 to 12/31/2016	Actual 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Estimate 10/1/2018 to 12/31/2018	Estimate 1/1/2019 to 9/30/2019	Estimate 10/1/2019 to 12/31/2019	Estimate 1/1/2020 to 9/30/2020
Total Fund PMPM	200.04	200.04	223.29	223.28	249.93	249.93	252.98	252.98	257.88	257.89	262.87
FMAP	68.46%	68.92%	68.92%	69.24%	69.24%	69.89%	69.89%	69.81%	69.81%	69.48%	69.48%
State Match PMPM	63.09	62.17	69.40	68.68	76.88	75.25	76.17	76.37	77.85	78.71	80.23
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	47.32	46.63	52.05	51.51	57.66	56.44	57.13	57.28	58.39	59.03	60.17



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.
- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state's Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it decreases to 69.81%.
- It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.

PROGRAM DISTRIBUTION:

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

AHCCCS Acute 46.14%



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

ALTCs-EPD	33.18%
ALTCs-DD (DES)	3.53%
DHS BHS	17.15%

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using a 12 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.20% in SFY 2019 and 3.41% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,525 by June 2019 and 176,313 by June 2020.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

ALTCs SERVICES APPROPRIATION

PROPOSED SOLUTION TO THE PROBLEM:

Within the ALTCs Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,610,100 and a County Fund increase of \$547,900 for FY 2020.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

STATUTORY AUTHORITY:

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173)
Social Security Act, Section 1935(42 U.S.C. 1396u-5)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
ALTCS SERVICES APPROPRIATION
FISCAL YEAR 2020 DECISION PACKAGE
TABLE A**

	<u>FY19 Approp</u>	<u>FY20 Request</u>	<u>FY20 Inc/(Dec)</u>
EPD Lump Sum			
General Fund	182,246,900	205,572,200	23,325,300
County Fund	246,289,200	259,304,500	13,015,300
PDR State	7,578,400	7,578,400	-
PDR Federal	36,422,000	39,327,700	2,905,700
Federal Funds	<u>985,134,200</u>	<u>1,058,599,400</u>	<u>73,465,200</u>
Total Funds	1,457,670,700	1,570,382,200	112,711,500
Medicare Clawback			
General Fund	16,476,000	18,086,100	1,610,100
County Fund	22,265,600	22,813,500	547,900
Total Funds	<u>38,741,600</u>	<u>40,899,600</u>	<u>2,158,000</u>
ALTCS Services Appropriation			
General Fund	198,722,900	223,658,300	24,935,400
County Fund	268,554,800	282,118,000	13,563,200
PDR State	7,578,400	7,578,400	-
PDR Federal	36,422,000	39,327,700	2,905,700
Federal Funds	<u>985,134,200</u>	<u>1,058,599,400</u>	<u>73,465,200</u>
Total Funds	<u>1,496,412,300</u>	<u>1,611,281,800</u>	<u>114,869,500</u>

Notes:

- 1) Nursing Facility Assessment is tracked in a separate subprogram

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 10 ALTCS Lump Sum

Program: SLI EPD ALTCS Services
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	23,325.3
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	23,325.3

Program: SLI EPD ALTCS Services
Fund: 2223-N Long Term Care System Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	73,465.2
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	73,465.2

Program: SLI EPD ALTCS Services
Fund: 9691-N County Funds (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 10 ALTCS Lump Sum

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	13,015.3
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0

Program / Fund Total: 13,015.3

Program:	SLI EPD ALTCS Services	Calculated ERE:	\$0.00
Fund:	2546-N Prescription Drug Rebate Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	2,905.7
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	2,905.7

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 10 ALTCS Clawback

Program: SLI Long Term Care Clawback Payments
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	1,610.1
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	1,610.1

Program: SLI Long Term Care Clawback Payments
Fund: 9691-N County Funds (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	547.9
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	547.9



NURSING FACILITY ASSESSMENT DECISION PACKAGE

Description of problem or issue and how this furthers the agency mission or goals:

Laws 2012, Chapter 213 amended Title 36, Chapter 29 by adding Article 6, establishing an assessment on the nursing facilities within the state beginning October 1, 2012. Since the assessment is neither uniform nor broad-based, Arizona was required to obtain a waiver from CMS of these requirements. A State Plan Amendment (SPA) that describes the assessment structure was also required. On June 21, 2012, AHCCCS submitted a waiver to CMS which outlined the specifics of the assessment. CMS approval was granted on October 23, 2012. The SPA was approved by CMS on November 1, 2012.

The enacting legislation included a delayed repeal date of September 30, 2015. Laws 2015, Chapter 39 amended the legislation to extend the repeal date to September 30, 2023.

Actual Experience/Methodology

The first assessment revenues were recorded in March 2013 for the period October 1, 2012 to December 31, 2012, with the first payments also going out in March. Revenues and payments for the quarter January 1, 2013 to March 31, 2013 were made in May 2013. Therefore, there is a lag of approximately one quarter. Since the inception in SFY 2013, the assessment has collected over \$91.2 million which has enabled the state to draw in an additional \$187.6 million in federal funding.

Effective September 6, 2014, an updated rule increased the assessment from \$7.50 per non-Medicare bed day and \$1.00 per non-Medicare bed day for facilities with high Medicaid utilization to \$10.50 and \$1.40 respectively.

Effective January 1, 2017, an updated rule increased the assessment from \$1.40 to \$1.80 per Nursing Facility-day, and for all other non-exempt provider form \$10.50 to \$15.63. This will result in increased collections of approximately \$10.8 million on an annualized basis. Half of the increase impacted FY 2017 and the fully annualized impact will be realized in FY 2018.

The FY 2019 and FY 2020 estimates for revenue generation are based on prior year experience adjusted for the increased rate of collection. No further increases are projected in FY 2020. There will always be a rolling fund balance that will be paid out in reconciliation the following year. The federal matching funds are based on the regular Title XIX FMAP rate. For FY 2019 this is a blended rate of one quarter at the FFY 2018 rate of 69.89% and



LONG TERM CARE PROGRAM
NURSING FACILITY ASSESSMENT
 FISCAL YEAR 2020
 DECISION PACKAGE JUSTIFICATION

three quarters at the FFY 2019 rate of 69.81% for an average SFY 2019 rate of 69.83%. For FY 2020 this is a blended rate of one quarter at the FFY 2019 rate of 69.81% and three quarters at the FFY 2020 rate of 69.48% for an average SFY 2020 rate of 69.56%.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM NURSING FACILITY ASSESSMENT FISCAL YEAR 2020 BUDGET REQUEST					
	FY 2018 Actual	FY 2019 Approp	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
NF Assessment Fund State	\$33,070,514	\$32,989,400	\$32,989,500	\$32,989,600	\$200
NF Assessment Fund Fed	\$76,320,529	\$76,355,600	\$76,355,800	\$75,397,000	(\$958,600)
Total Funds	\$109,391,043	\$109,345,000	\$109,345,300	\$108,386,600	(\$958,400)

Proposed solution to the problem or issue:

Decrease the Nursing Facility Assessment program by \$958,400 Total Fund (an increase of \$200 State Fund and a decrease of \$958,600 Federal Fund). AHCCCS requests that the footnote language allowing AHCCCS to increase the appropriation for payments in excess of the published appropriation be continued in FY 2020.

Performance Measures to quantify the success of the solution:

- Maintain the % of overall Health Plan compliance with key indicators at ≥99%.

Statutory Authority:



**LONG TERM CARE PROGRAM
NURSING FACILITY ASSESSMENT**

**FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION**

Title 36, Chapter 29, Article 6
A.R.S. 36-2999.51 through A.R.S. 36-2999.57

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
NURSING FACILITY ASSESSMENT
FISCAL YEAR 2020 BUDGET REQUEST**

	FY 2018 Actual	FY 2019 Approp	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
NF Assessment Fund State	\$33,070,514	\$32,989,400	\$32,989,500	\$32,989,600	\$200
NF Assessment Fund Fed	\$76,320,529	\$76,355,600	\$76,355,800	\$75,397,000	(\$958,600)
Total Funds	\$109,391,043	\$109,345,000	\$109,345,300	\$108,386,600	(\$958,400)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 8 Nursing Facility Assessment

Program: Nursing Facility Assessment
Fund: 2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(958.4)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(958.4)



**LTC PASS-THROUGH
DD BASE MODIFICATION**

LTC PASS-THROUGH – DD BASE MODIFICATION

Background

The Developmentally Disabled program budget is appropriated within the Department of Economic Security Long Term Care budget unit. As the Medicaid programs moves towards more integrated delivery systems, the funding for previously non-integrated programs needs to be aligned with the payment agency.

In the FY2019 budget, \$50,390,100 Total Fund (\$15,212,700 General Fund) was shifted from the AHCCCS Children’s Rehabilitative Services (CRS) appropriation to the ADES DD appropriation to account for those services shifting on October 1, 2018. In FY2020, this amount needs to be annualized to account for the full year of services being covered by DD. This results in a shift of \$16,796,700 Total Fund (\$5,070,900 General Fund) in FY2020 from the AHCCCS Traditional appropriation (also in FY2019, the CRS appropriation was consolidated into Traditional).

Effective October 1, 2019, ADES DD will fully integrate physical and behavioral health services, therefore, the Behavioral Health appropriations that were previously appropriated to AHCCCS Traditional and paid to the RHBA’s will be moving to the ADES DD appropriation for three quarters in FY2020. This results in a shift of \$85,367,400 Total Fund (\$26,054,100 General Fund) in FY2020. This amount will need to be annualized in the FY2021 budget submittals.

As the single state Medicaid Agency for Arizona, AHCCCS passes through the Title XIX Federal funding for this program. So while the appropriations will be moving to ADES, the funding will still flow through the AHCCCS financial systems as shown on the following page.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

**LTC PASS-THROUGH
DD BASE MODIFICATION**

Proposed Solution

Shift funding from AHCCCS appropriations to ADES appropriations as shown below:

	AHCCCS	ADES
CRS General Fund	(5,070,900)	5,070,900
CRS Federal Funds	(11,725,800)	11,725,800
CRS Total	(16,796,700)	16,796,700
BHS General Fund	(26,054,100)	26,054,100
BHS Federal Funds	(59,313,300)	59,313,300
BHS Total	(85,367,400)	85,367,400

In Buddies, the transaction is shown below:

	AHCCCS	ADES
CRS Traditional Cap	1000	(5,070,900)
CRS Traditional Cap	2120	(11,725,800)
CRS LTC-Pass-Through	2500	5,070,900
CRS LTC-Pass-Through	2223	11,725,800
BHS Traditional Cap	1000	(26,054,100)
BHS Traditional Cap	2120	(59,313,300)
BHS LTC-Pass-Through	2500	26,054,100
BHS LTC-Pass-Through	2223	59,313,300

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 15 ADES DD LTC Pass-Through - Base Modifications

Program: Capitation
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(31,125.0)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(31,125.0)

Program: Capitation
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(71,039.1)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(71,039.1)

Program: Programmatic Pass Through Funding
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency:	Arizona Health Care Cost Containment System
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Issue:	15 ADES DD LTC Pass-Through - Base Modifications
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Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	31,125.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	31,125.0

Program:	Programmatic Pass Through Funding
Fund:	2223-N Long Term Care System Fund (Non-Appropriated)

Calculated ERE:	\$0.00
Uniform Allowance:	\$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	71,039.1
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	71,039.1



ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)

TITLE OF ISSUE: Support Service Provider (SSP)

AHCCCS is requesting funding to provide Support Service Provider (SSP) service as a physical health covered benefit for individuals with a combined vision and hearing loss.

Description of problem or issue and how this furthers the agency mission or goals:

Individuals with a combined vision and hearing loss have their physical health, mental health and safety and welfare impacted by their impairments. SSPs provide visual, auditory and environmental information that supports individuals to lead self-directed independent lives. Without this service, individuals are unable to maximize their health and welfare, and therefore, are unserved or underserved.

According to the American Association of the Deaf-Blind, SSPs:

- 1) Provide access to the community making transportation available
- 2) Provide human guide service while access their environment
- 3) Relay visual, auditory, and environmental information using the individuals preferred language and communication mode

Examples of supports provided by SSPs outside of the home include:

- Medical appointments
- Pharmacy pick-up
- Grocery shopping

Examples of supports provided by SSPs inside of the home include:

- Reading and responding to mail
- Paying bills
- Assistance with household tasks (i.e. identifying stains on laundry)



Proposed solution to the problem or issue:

AHCCCS is requesting funding within the Traditional and ALTCS programs to provide these critical services to members with vision and hearing impairments. The funding analysis is based on an annual cost of \$5,200 per member based on utilization and cost per hour from the Texas experience with these services. The requested amounts shown below are annual amounts; the actual services if approved may not actually begin until October 1, 2018.

	Estimated Members	Total		State		Federal	
		Fund	Match	Funds	Funds		
Acute	114	\$592,800	\$180,400	\$412,400			
ALTCS EPD	49	\$254,800	\$77,600	\$177,200			
ALTCS DD	89	\$462,800	\$140,900	\$321,900			
Total	252	\$1,310,400	\$398,900	\$911,500			

Performance Measures to quantify the success of the solution:

Strategic Goal #1 - AHCCCS must pursue and implement long term strategies that bend the cost curve while improving member health outcomes. Without SSPs, individuals with a combined vision and hearing loss are unable to fully access and participate in their integrated health care experience. The support of an SSP to access and follow-up on health care visits can improve member health outcomes.

Legislation Required:

These services need to be added as a covered benefit under A.R.S. § 36-2907.

Impact of not funding this fiscal year:

These frail members will be unable to maximize their health and welfare.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 18 Services for Members with Vision and Hearing Loss

Program: Capitation
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	180.4
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	180.4

Program: Capitation
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	412.4
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	412.4

Program: SLI EPD ALTCS Services
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 18 Services for Members with Vision and Hearing Loss

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	38.8
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	38.8

Program: SLI EPD ALTCS Services
Fund: 9691-N County Funds (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	38.8
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	38.8

Program: SLI EPD ALTCS Services
Fund: 2223-N Long Term Care System Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	177.2
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	177.2

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 18 Services for Members with Vision and Hearing Loss

Program: Programmatic Pass Through Funding
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	140.9
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	140.9

Program: Programmatic Pass Through Funding
Fund: 2223-N Long Term Care System Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	321.9
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	321.9



ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)

DIVISION: ISD

TITLE OF ISSUE: Provider Management System Upgrade

BLUF: AHCCCS is requesting \$4,774,600 TF (\$779,900 GF) for operational costs of the Provider Management System Upgrade.

Description of problem or issue and how this furthers the agency mission or goals:

Situation: AHCCCS business relies on a Medicaid Management Information System (MMIS) which is currently built on a mainframe using 1980s technology. In order to continue to receive federal funding, we must replace this system using modular, reusable components. The replacement of the provider management component is the first project aimed at modernizing the agency's MMIS system. The current provider management processes rely on manual, burdensome workflows which must be streamlined. This also makes the provider management processes the easiest to replace with a commercial off-the-shelf (COTS) or software-as-a-service (SaaS) module repurposing existing technology in our environment. The intent of consolidating and streamlining the provider enrollment process is to reduce the processing time and duplication of work by AHCCCS, Med-QUEST Division (MQD), and providers by allowing providers to submit data once, whether the provider is enrolling or revalidating, in one program or in multiple state-supported programs. In addition, because much of the same information is collected both by AHCCCS or MQD (for registering and enrolling providers) and its contracted managed care entities (for provider credentialing), AHCCCS envisions that the System will have the capacity to share some provider enrollment data with managed care credentialing entities. Sharing this data allows for streamlining the enrollment and credentialing process and further reduces the provider's administrative burden.

Problem: Current systems are manual and take weeks, if not months, to adjudicate a decision for a given provider request. As back logs build up, the system gets further behind in responding to the oldest requests, leaving providers unable to provide services to members. The potential for waste, fraud and abuse escalates as re-registration efforts also become overwhelmed.

Proposed solution to the problem or issue:

This solution will transform the current system which is almost 100% paper driven into an efficient model, providing almost 95% automation for the Provider Registration processes in place for both Arizona Health Care Cost Containment System (AHCCCS) and Med-QUEST Division (MQD). The solution consists of a web portal to be used by providers to submit their registration documentation and any supporting information needed.

Performance Measures to quantify the success of the solution:
AHCCCS Strategic Goal: 1/4

- Reduce manual submittal of provider documents (new applications, reactivations, revalidations, updates) from 100% to 15% within 12 months of implementation.
- Reduce number of days to process new provider documents from 19 to 12 calendar days within 12 months of implementation.
- Reduce return mail from 5660 returned provider documents to 2831 within 12 months of implementation.

Alternatives considered and reasons for rejection:

Do Nothing -

Rejected due to: The processes maintained by the current, paper driven system are unsustainable in any long-term fashion. As costs continue to increase, states must automate as many of their systems as possible to keep up with increased demand for their services. Additionally, ensuring accurate and timely response to providers is key to maintaining a broad system for our members that is reliable, safe and secure for their medical needs.

Build a custom system in house -

Rejected due to: While Arizona maintains a robust staff of business analysts and programmers capable of building a custom system that fully integrates into our existing mainframe MMIS, this type of build is not in line with either CMS' vision for future MMIS development nor the State of Arizona's initiatives for IT expansions. In both cases, the request is that the states invest in COTS technology which is reliable and reusable in lieu of custom home built systems. Neither agency would have received approval for funding or authorization for expenditures if a custom-built solution was chosen.

Impact of not funding this fiscal year:

\$779,900 Direct General Fund Expenditure, \$4,774,600 Total Fund Expenditure; no offsetting Revenue for SFY 2020

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 17 Provider Management System

Program: Central Administration
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	0.0
Other Operating Expenditures	779.9
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	779.9

Program: Central Administration
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	0.0
Other Operating Expenditures	3,994.7
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	3,994.7



PRESCRIPTION DRUG REBATE FUNDING

PRESCRIPTION DRUG REBATE FUNDING

Background

The Patient Protection and Affordable Care Act of 2010 (ACA) made payments under the Medicaid Drug Rebate program available to the state Medicaid programs for drugs purchased through Medicaid Managed Care Organizations (MCOs). Previously, only fee-for-service (FFS) drug purchases were eligible to participate. Prior to the ACA, Arizona's 1115 waiver exempted it from the FFS drug rebate program due to the low volume of FFS drug expenditures.

The resulting rebates are shared between the states and the federal government. The percentage amount for calculating the rebates was also increased, although the entire amount of the increase is returned to the federal government. This percentage (known as the ACA percentage) is currently estimated to be 5.86% (based on actual activity since inception), with the remaining 94.14% being split between the state and federal government based on the Federal Medical Assistance Percentage (FMAP) in effect on the date of service.

Laws 2011, Chapter 24, Section 14 created the Prescription Drug Rebate (PDR) Fund. In FY 2011, AHCCCS contracted with Magellan Medicaid Administration Inc. (Magellan) to provide drug rebate administrative services. Administrative costs are matched at 50% Federal Financial Participation. AHCCCS was appropriated 2.0 FTE for SFY 2012 for administrative functions related to the prescription drug rebate program. In SFY 2018, AHCCCS was appropriated funding for an additional 5.0 FTE from the PDR Fund to staff its Prescription Drug Review initiative.

In May 2015, CMS approved a state plan amendment to allow AHCCCS to initiate supplemental drug rebate agreements with manufacturers for certain drug classes. The first supplemental drug rebate invoices went out in March 2016.

Collections Experience

Through June 2018, AHCCCS has collected nearly \$3.2 billion in Total Fund Prescription Drug Rebates since the program's inception. The collection rate, adjusted for credit balances, is approximately 98%. In the first few years of the program, there were several invoicing/encounter issues that impacted billing and collections, making future projection more difficult. It appears that most of those issues have been rectified. However, since the invoicing is based on encounters and encounter submission can fluctuate, it is possible that there may be future fluctuations in rebate billing. Collections increased substantially in SFY 2016 (see the chart on the following page), which is attributed to caseload growth in SFY 2014-2015.

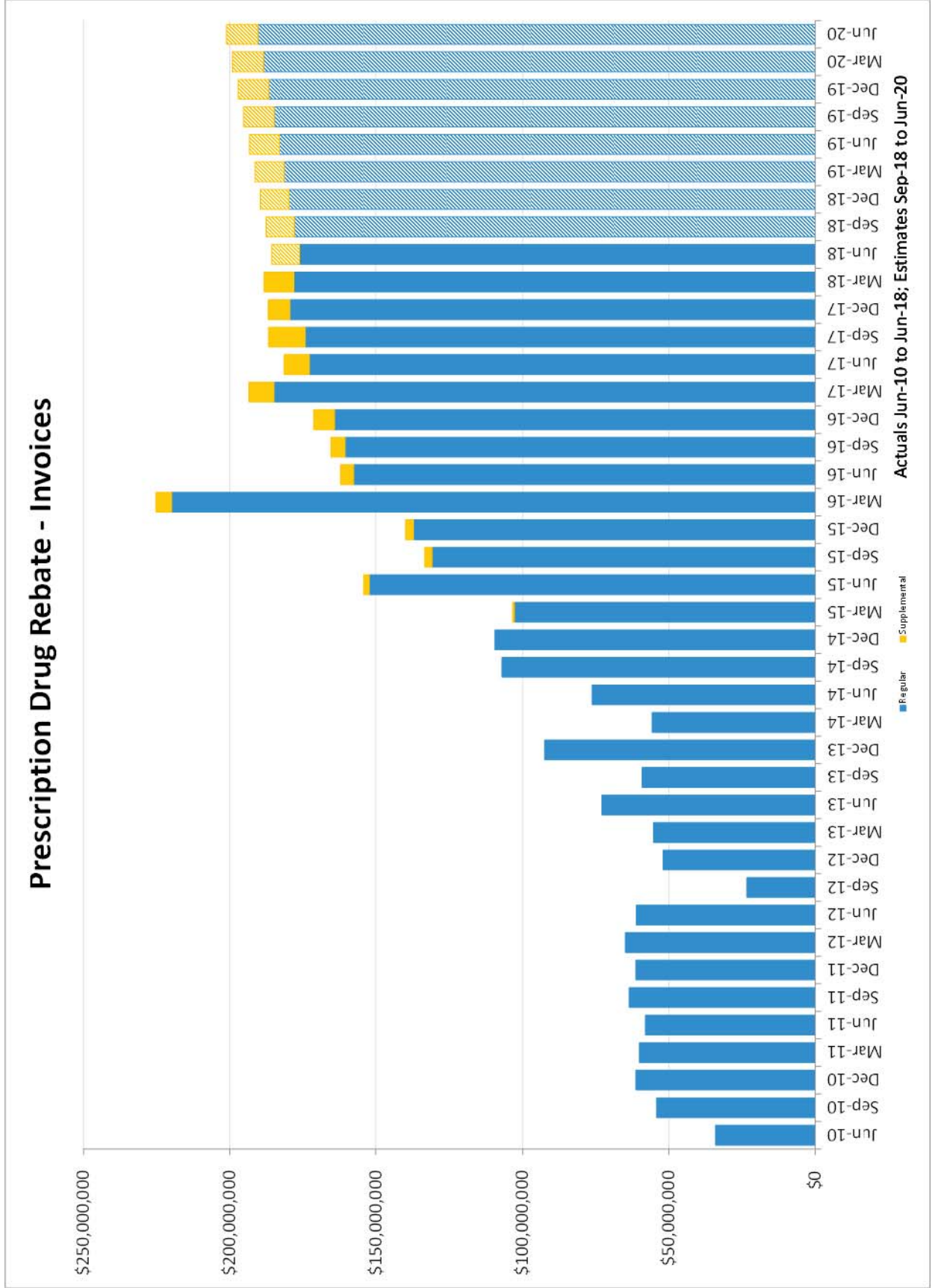
Magellan invoices labelers four times per year in February, May, August, and November for the prior quarter (so the February invoice is for the October-December quarter). The timing of the invoice billing impacts the available cash for each State Fiscal Year. For example, June collections that



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

PRESCRIPTION DRUG REBATE FUNDING

come in after the monthly capitation invoice is paid are not available as an expenditure fund source in the Fiscal Year in which the monies are actually collected.





FY 2019 and FY 2020 Methodology

AHCCCS is projecting total fund collections of \$753.1 million in FY 2019 and \$781.0 million in FY 2020, as shown in the attached Table A.

For regular rebates, invoices for FY 2019 and FY 2020 are projected at \$176.0 million per quarter based on the average invoice amounts for the most recent four quarters. \$41.3 million was backed out of the December 2017 quarter due to a one-time adjustment for late submittals for previous quarters prior to computing the four quarter average. For supplemental rebates, invoices for FY 2019 and FY 2020 are projected at \$9.8 million per quarter, based on the actual March 2018 invoice. The combined projected quarterly invoice amount is \$185.8 million. Both invoice amounts are grown quarterly at the rate of 0.6% based on the projected AHCCCS overall population growth for the same periods.

Regular and supplemental rebate amounts continue to be somewhat volatile because they are dependent on a combination of factors, including clinical and policy decisions made by the AHCCCS Pharmacy and Therapeutics (P&T) Committee and pricing decisions made by pharmaceutical manufacturers. The P&T Committee is advisory to the AHCCCS Administration and is responsible for evaluating scientific evidence of the relative safety, efficacy, effectiveness, and clinical appropriateness of prescription drugs. The Committee evaluates pharmaceutical policies on an ongoing basis and may make policy changes that impact utilization and unit costs for prescription drugs. Pharmaceutical manufacturers are engaged in a variety of strategies to negotiate competitive pricing, including between brand name drugs that are discounted by rebates and generic drugs that are less expensive up-front. The Committee determines how the State can minimize the net cost of pharmaceuticals when considering the value of negotiated drug rebates. Each individual policy decision may have a positive or negative impact on future drug rebate collections, so it would be difficult to estimate the potential aggregate, net impacts.

The state and federal splits are based on the ACA percentage (100% Federal) of collections with the remaining amount split at a weighted FMAP. The projected federal share is expected to increase in future years due to growth in the Newly Eligible Adults (NEA) and Prop 204 Expansion State Adults (ESA) populations, which are both eligible for higher than traditional FMAP.

FY 2020 Decision Package

In FY 2020, AHCCCS is estimating an increase in federal disbursements of \$61,458,800 Federal Funds, compared to the FY 2019 appropriation. AHCCCS is also estimating a decrease in non-appropriated federal collections of \$27,900,800 Federal Funds, compared to the FY 2019 estimate. See the attached Table B for additional detail

The split between Acute and ALTCS disbursements is based on utilization units. These utilization unit percentages vary by quarter. For the FY 2020 request, AHCCCS is using the average split of the most recent four quarters, which is 93.57% Acute and 6.43% ALTCS. This applies only to the current year collections.



FISCAL YEAR 2020

DECISION PACKAGE JUSTIFICATION

PRESCRIPTION DRUG REBATE FUNDING

Note that if Federal collections exceed the amount of Prescription Drug Rebate Federal Funds included in the appropriation, AHCCCS is still required to return the full amount collected to the Federal government.

Prescription Drug Rebate Fund Balance

The beginning and ending fund balances shown in Table B represent the Total Fund balance. The attached Table C shows the funding flows of State and Federal shares of the Prescription Drug Rebate Fund. Note that collections in the Prescription Drug Rebate Fund are not recorded as revenue, but as non-appropriated contra expenditures. PDRF State Disbursements are projected to remain at the current FY 2019 appropriated amount of \$145,691,200. Although this amount is less than the projected annual State collections amounts of \$185.5 M in FY 2019, a fund sweep of \$52.6 M during FY 2019 is expected to result in a lower ending balance for FY 2019 (\$61.7 M) than the beginning balance for FY 2019 (\$102.7 M). For FY 2020, the ending balance will increase to \$80.1 M in the absence of additional fund sweeps.

Performance Measures to quantify the success of the solution:

- Increase supplemental drug rebates received by the State.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
PRESCRIPTION DRUG REBATE PROJECTIONS
FISCAL YEAR 2019-2020
TABLE A**

Actual Based on CMS 64	TF Savings	Fed Savings	State Savings (Note 7)
SFY11 Total	168,562,012	125,837,737	42,724,275
SFY12 Total	290,854,332	203,763,939	87,090,392
SFY13 Total	173,262,803	119,842,481	53,420,322
SFY14 Total	290,468,754	202,483,992	87,984,762
SFY15 Total	376,650,941	280,855,370	95,795,570
SFY16 Total	485,470,170	375,425,880	110,044,290
SFY17 Total	691,919,920	546,247,078	145,672,842
SFY18 Total	811,445,895	639,644,014	171,801,881
Grand Total	3,288,634,826	2,494,100,491	794,534,335

Invoice Date	Total Fund	Federal Share	State Share	Date of Service	Effective FMAP with ACA %
May 2018 (Note 3)	94,217,200	74,733,000	19,484,200	FFY18 Q2 (Jan-Mar 2018)	79.32%
August 2018	185,877,450	146,203,600	39,673,850	FFY18 Q3 (Apr-June 2018)	78.66%
November 2018	187,712,000	147,664,200	40,047,800	FFY18 Q4 (July-Sept 2018)	78.67%
February 2019	189,564,800	148,979,000	40,585,800	FFY19 Q1 (Oct-Dec 2018)	78.59%
May 2019 (Note 4)	95,717,900	75,431,900	20,286,000	FFY19 Q2 (Jan-Apr 2019)	78.81%
Total SFY 2019 Projection	753,089,350	593,011,700	160,077,650		

Invoice Date	Total Fund	Federal Share	State Share	Date of Service	Effective FMAP with ACA %
May 2019 (Note 4)	95,717,900	75,431,900	20,286,000	FFY18 Q2 (Jan-Mar 2018)	78.81%
August 2019	193,325,300	152,352,900	40,972,400	FFY18 Q3 (Apr-June 2018)	78.81%
November 2019	195,233,400	153,856,600	41,376,800	FFY18 Q4 (July-Sept 2018)	78.81%
February 2020	197,160,400	154,892,700	42,267,700	FFY19 Q1 (Oct-Dec 2018)	78.56%
May 2020 (Note 4)	99,553,200	77,564,100	21,989,100	FFY19 Q2 (Jan-Apr 2019)	77.91%
Total SFY 2020 Projection	780,990,200	614,098,200	166,892,000		

Notes and Assumptions:

- 1) Future collections assumes 99% collection rate.
- 2) Future fund sourcing assumes ACA rate (100% Federal return) of 5.86% (based on average since inception).
- 3) This represents approximately 50% of the May 2018 invoices which is expected to be received in SFY 2019.
- 4) While shown as a SFY 2019 collection, a portion of this invoice will be collected in late June 2019, and the funding will be received too late to utilize in SFY 2019. Likewise, a portion of the May 2020 invoice will be received in FY 2019, however, AHCCCS will not be able to utilize it until FY 2021.
- 5) Beginning 1/1/14 AHCCCS started receiving the expansion state FMAP for the Prop 204 Childless Adult (AHCCCS Care) populations and 100% FMAP for Newly Eligible Adults, therefore, a portion of the drug rebate collections will also need to be returned to the federal government at these higher rates. AHCCCS is estimating this impact by using a weighted FMAP for the projected growth for the respective populations.
- 6) Invoice amounts are adjusted based on population growth.
- 7) State savings used to offset state match is subject to legislative appropriation.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
 PRESCRIPTION DRUG REBATE PROJECTIONS
 FISCAL YEAR 2017-2020
 TABLE B**

	<u>FY18 Actual</u>	<u>FY19 Approp</u>	<u>FY19 Rebase</u>	<u>FY20 Request</u>	<u>FY20 DP</u>
Beginning Balance	(152,004,100)	NA	(183,348,700)	(137,131,222)	NA
Total Collections (Non-Approp Fund)	(811,445,900)		(753,089,400)	(780,990,200)	(27,900,800)
Total Available (BB plus Collections)	<u>(963,450,000)</u>	<u>NA</u>	<u>(936,438,100)</u>	<u>(918,121,422)</u>	<u>NA</u>
State Disbursements					
Traditional Capitation	137,191,000	140,158,600	140,158,600	140,158,600	-
ALTCS	7,578,400	7,578,400	7,578,400	7,578,400	-
Administration	515,700	720,900	720,900	720,900	-
Subtotal State Disbursements	<u>145,285,100</u>	<u>148,457,900</u>	<u>148,457,900</u>	<u>148,457,900</u>	<u>-</u>
Federal Disbursements					
Traditional Capitation	570,758,190	514,085,200	559,802,800	572,638,300	58,553,100
ALTCS	34,308,700	36,422,000	38,446,178	39,327,700	2,905,700
Subtotal Return of Federal Share	<u>605,066,890</u>	<u>550,507,200</u>	<u>598,248,978</u>	<u>611,966,000</u>	<u>61,458,800</u>
State Share Fund Sweep	30,000,000	52,600,000	52,600,000	-	-
Total Disbursements	<u>780,351,990</u>	<u>751,565,100</u>	<u>799,306,878</u>	<u>760,423,900</u>	<u>61,458,800</u>
Other Adjustments	(250,698)	-	-	-	-
Ending Balance	(183,348,708)	NA	(137,131,222)	(157,697,522)	NA

Notes:

- 1) Collections are recorded as contra expenditures, therefore, a credit balance (shown in parenthesis above) represents a positive cash balance in the fund.
- 2) See Table C for the Ending Balance breakout of State and Federal Share.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
PRESCRIPTION DRUG REBATES - FUNDING ANALYSIS
TABLE C**

	STATE	FEDERAL	TOTAL
FY18 Fund Balance (June 2018) ¹	102,679,530	80,669,178	183,348,708
Projected FY19 Collections	160,077,650	593,011,700	753,089,350
Less Unable to Utilize June Collections	<u>(20,286,000)</u>	<u>(75,431,900)</u>	<u>(95,717,900)</u>
FY19 Available to Spend in FY19	242,471,180	598,248,978	840,720,158
Fund Sweep	52,600,000	-	-
FY19 Spending Plan	<u>148,457,900</u>	<u>598,248,978</u>	<u>746,706,878</u>
Estimated FY19 Ending Balance	61,699,280	75,431,900	137,131,180
Projected FY20 Collections	166,892,000	614,098,200	780,990,200
Less Unable to Utilize June Collections	<u>(21,989,100)</u>	<u>(77,564,100)</u>	<u>(99,553,200)</u>
FY20 Expenditure Plan	148,457,900	611,966,000	760,423,900
FY19 Appropriation Base	148,457,900	550,507,200	698,965,100
Surplus/Shortfall to Appropriation	-	61,458,800	61,458,800
Estimated FY20 Ending Balance	80,133,380	77,564,100	157,697,480

NOTES:

1) State beginning balance includes estimated collections in June from the May 25th invoices (for dates of service in January - March). While recorded in the year collected, this funding arrives too late in the fiscal year to be utilized in the year received. This will be an annual phenomena that needs to be taken into account when determining funding utilization by year.

2) Note that if Federal collections exceed the amount of Prescription Drug Rebate Federal Funds included in the appropriation, AHCCCS is still required to return the full amount collected to the Federal government.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 12 Prescription Drug Collections

Program: Capitation
Fund: 2546-N Prescription Drug Rebate Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(27,900.8)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(27,900.8)



FISCAL YEAR 2020

DECISION PACKAGE JUSTIFICATION

LONG TERM CARE PASS-THROUGH

LONG TERM CARE PASS-THROUGH

DEPARTMENT OF ECONOMIC SECURITY DEVELOPMENTALLY DISABLED (DES DD) – PASS-THROUGH

PROGRAM DESCRIPTION/BACKGROUND

The Developmentally Disabled program budget is appropriated within the Department of Economic Security Long Term Care budget unit. As the single state Medicaid Agency for Arizona, AHCCCS passes through the Title XIX Federal funding for this program. The funding flows through the AHCCCS financial systems as follows:

- 1) DES transfers the state match (General Fund) to AHCCCS via the Intergovernmental/Interagency Service fund (IGA and ISA Fund 2500).
- 2) AHCCCS draws down the federal match based on the Title XIX FMAP into the LTC System Fund (2223).
- 3) AHCCCS transfers both the federal match and state match back to DES in the respective funds.

The official budget request for this program will come from ADES. ADES provided the following figures to AHCCCS to more accurately reflect the revenue, sources, and uses schedule:

LTC - 2003	FY18 Actual	FY19 Approp/Est	FY20 Request	FY20 DP
DES DD	452,875,400	509,200,900	581,915,600	72,714,700
	1,032,144,800	1,152,220,400	1,342,024,500	189,804,100
TF	1,485,020,200	1,661,421,300	1,923,940,100	262,518,800

Note: Decision Package amount above includes Base Modifications and Services for Individuals with a Combined Vision and Hearing Impairment.

STATUTORY AUTHORITY
A.R.S. §41-1954.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
 FY2018-FY2020
 PROGRAMMATIC PASS-THROUGH LINES**

LTC - 2003		FY18 Actual	FY19 Approp/Est	FY20 Request	FY20 DP
DES DD	2500	452,875,400	509,200,900	581,915,600	72,714,700
	2223	1,032,144,800	1,152,220,400	1,342,024,500	189,804,100
	TF	1,485,020,200	1,661,421,300	1,923,940,100	262,518,800

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 13 LTC Pass-Through - DD

Program: Programmatic Pass Through Funding
Fund: 2223-N Long Term Care System Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	118,443.1
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	118,443.1

Program: Programmatic Pass Through Funding
Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	41,448.8
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	41,448.8



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

SCHOOL BASED SERVICES

SCHOOL BASED SERVICES – PROGRAMMATIC PASS-THROUGH

DIRECT SERVICE CLAIMS (DSC) PROGRAM DESCRIPTION/BACKGROUND

Under the Individuals with Disabilities Education Act (IDEA), Part B, states are required to make available special education and related services that are necessary for students with disabilities to obtain a free and appropriate public education. Some of these services provided to Title XIX eligible children by the school under IDEA are covered by Title XIX, which reimburses schools as qualified providers.

AHCCCS, in cooperation with the Arizona Department of Education (ADOE), launched the program in January 2001. Under the program, the local education agencies (LEAs) which include public school districts, certain charter schools and the Arizona School for the Deaf and Blind, are allowed to bill AHCCCS directly on a cost-based methodology for the provision of certain AHCCCS covered services. These services must be provided to Title XIX and IDEA eligible children.

As a result of the CMS approved Arizona State Plan Amendment (SPA) No. 11-007, the reimbursement methodology for school-based claiming was revised in order to enhance the identification of actual costs and improve the accuracy of claims reimbursement. Prior to July 1, 2011, LEAs billed AHCCCS using a fee-for-service fee schedule; it is now paid on a cost-based methodology. The cost-based methodology includes an interim fee-for-service payment and a reconciliation of final costs versus estimated costs within a two-year period after the end of a fiscal year. The SFY2018 reconciliation payment estimate of \$19,300,300 is for SFY2015. The SFY2019 reconciliation payment estimate of \$18,500,000 is for SFY2016.

Currently, there are 97 LEAs participating in the program. The LEAs submit their claims through a third party vendor. The Centers for Medicare and Medicaid Services (CMS) reimburses LEAs according to the applicable FMAP for the contract year the Medicaid services are provided and also 50% of the third party vendor’s administrative charges.

It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	68.81%
Oct. 2019 – Sept. 2020	69.48%

As the single state Medicaid Agency for Arizona, AHCCCS draws down the Title XIX Federal Match for this program and passes those dollars through to the LEAs. Although AHCCCS only passes-through the Federal portion of the claims to the LEAs, by contract, each LEA must certify that it has met the state match requirement.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

SCHOOL BASED SERVICES

DSC METHODOLOGY

Expenditures are forecasted by inflating the average expenditures from October 2017 through June 2018 every October, by a factor of 2.7%. The inflation factor is based on a weighted average of the Global Insights Hospital Market Basket inflation forecasts.

FY 2020 DSC EXPENDITURES

The DSC program Federal share expenditures are expected to increase by \$401,400 compared to the FY 2019 estimate. The primary cause of the increase is that there is no change in the estimated reconciliation payment for SFY 2017 in FY 2020. See the table below for further explanation.

	FY 2018 <u>Actual</u>	FY 2019 <u>Rebase</u>	FY 2020 <u>Request</u>	FY 2020 <u>Change</u>
Direct Service	28,658,266	33,778,500	34,676,500	898,000
TPA Fee	129,645	132,100	135,500	3,400
Reconciliation Pymnts	<u>19,300,338</u>	<u>18,500,000</u>	<u>18,000,000</u>	<u>(500,000)</u>
DSC Total	48,088,249	52,410,600	52,812,000	401,400

MEDICAID ADMINISTRATIVE CLAIMING (MAC) PROGRAM DESCRIPTION/BACKGROUND

The Federal government permits state Medicaid agencies to claim reimbursement for activities that are necessary for the proper and efficient administration of the Medicaid state plan. Children receiving appropriate health services are better prepared to succeed in school, and in life, since poor health can interfere with the learning process.

The program, which was initiated in May 1997, reimburses LEAs for the cost of administrative activities, such as outreach, which support the Medicaid program. Schools are often involved in informing families of their potential eligibility for Medicaid or in helping them arrange medical appointments for the children. These activities are considered “administrative,” and schools are able to receive reimbursement through Medicaid.



FISCAL YEAR 2020
DECISION PACKAGE JUSTIFICATION

SCHOOL BASED SERVICES

In May 2003, CMS published a comprehensive guide, entitled: "Medicaid School-Based Administrative Claiming Guide." The purpose of the guide was to inform schools, state Medicaid agencies, and other interested parties on the appropriate methods for claiming federal reimbursement for the costs of Medicaid administrative activities performed in the school setting.

The CMS guide, which was effective October 1, 2003, contains many significant changes related to the definition of claimable administrative costs and the time study procedure. AHCCCS experienced a significant decrease in claims following implementation of the guide.

MAC METHODOLOGY

MAC expenditures have been volatile since FY2005; therefore, AHCCCS assumed the MAC cost to be maintained at the FY 2018 amount for both FY 2019 and FY 2020.

FY 2020 MAC EXPENDITURES

The following table summarizes cost estimates (Federal share only):

	FY 2018 <u>Actual</u>	FY 2019 <u>Rebase</u>	FY 2020 <u>Request</u>	FY 2020 <u>Change</u>
MAC	5,066,066	5,066,000	5,066,000	-
Disallowance	-	-	-	-
MAC Total	5,066,066	5,066,000	5,066,000	-

SCHOOL BASED SERVICES - FY 2020 REQUEST

The school based services programs are expected to require \$401,400 more in federal authority compared to the rebased FY 2019 estimate. This is a non-appropriated program that utilizes continuously appropriated funding.

Performance Measures to quantify the success of the solution:

- Increase the % of newly-enrolled CMDP Children who receive a behavioral health service at least once per month to 60%.

STATUTORY AUTHORITY

Individuals with Disabilities Education Act (IDEA)

Section 504 of the Rehabilitation Act of 1973

EPSDT (42 CFR Part 441, subpart B)

Allowable administrative claiming procedures (45 CFR parts 74 and 75)
SPA Amendment No. 11-007

- Attachment 3.1-A Limitations, pages 3-5(b)
- Attachment 4.19-B, pages 10-16

**Arizona Health Care Cost Containment System
Fiscal Year 2020 Budget Submittal
School Based Services Program**

	<u>FY 2018 Actual</u>	<u>FY 2019 Rebase</u>	<u>FY 2020 Request</u>	<u>FY 2020 Change</u>
Direct Service	28,658,266	33,778,500	34,676,500	898,000
TPA Fee	129,645	132,100	135,500	3,400
Reconciliation Pymnts	19,300,338	18,500,000	18,000,000	(500,000)
DSC Total	<u>48,088,249</u>	<u>52,410,600</u>	<u>52,812,000</u>	<u>401,400</u>
MAC	5,066,066	5,066,000	5,066,000	-
Disallowance	-	-	-	-
MAC Total	<u>5,066,066</u>	<u>5,066,000</u>	<u>5,066,000</u>	<u>-</u>
Total	<u><u>53,154,314</u></u>	<u><u>57,476,600</u></u>	<u><u>57,878,000</u></u>	<u><u>401,400</u></u>

Notes:

1. Budget is federal funds only.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 14 School Based Services

Program: Medicaid in the Public Schools
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	401.4
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	401.4



ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)

DIVISION: DMS/OIG

TITLE OF ISSUE: Asset Verification System (AVS)

BLUF: *Federal Mandate* AHCCCS is requesting \$449,700 TF (\$125,100 GF) for operational costs of the Asset Verification System (AVS).

Description of problem or issue and how this furthers the agency mission or goals:

Situation: The Supplemental Appropriations Act of 2008 (P.L. 110-252), which added section 1940 of the Social Security Act (the Act) and a new subsection 1903(i)(X24) of the Act, requires all states to implement a system for verifying the assets of individuals aged 65 and older and individuals living with blindness or disability who are applying for, or receiving, Medicaid. In Arizona, this population is covered under the ALTCS (Arizona Long Term Care System) program which currently covers approximately 60,000 people within the state. All eligibility determinations are made through the Health-e-Arizona Plus (HEAplus) system. AHCCCS already has an approved PJJ for this project. AHCCCS is paying for the development out of base funding.

The Asset Verification System, at minimum, must:

- Use electronic means for all request and response
- Be secure based on recognized industry standards
- Establish and maintain a database of financial institutions to participate
- Send requests to financial institutions other than those identified by applicants
- Respond with information on both open and closed accounts for up to 5 years
- Provide evidence that the search was completed, even if no assets are located

Problem: AHCCCS needs a system that is flexible enough to allow both manual and automated requests and responses to allow us to stand up a system in the time required, while also continuing to develop automation to reduce or eliminate human intervention wherever possible.

Proposed solution to the problem or issue:

Procure the AVS solution contracted through NESCSO - NESCSO has negotiated a pricing structure for a system that complies with all CMS requirements for asset verification. The system is already in implementation or operation in 20 states and the vendor is known to CMS for its compliance with Sections 1940 and 1903 of the Social Security Act. The system can be accessed for requests through a batch file exchange direct integration with the HEAplus eligibility system, as well as direct Web Portal access for manual requests. The implementation period for the PCG product is less than 90 days which should allow the agency to have the system operational by the CMS deadline of February 6, 2019.

The AHCCCS, Office of the Inspector General (OIG) believes that the ability to have access to the AVS will save investigative time, reduce investigator case hours, validate financial institution information timely, and ensure the OIG returns AHCCCS funds back to the state of Arizona. The OIG anticipate benefitting from the Asset Verification System (AVS) in several ways, to include but not limited to the following:

First, the OIG will be able to access financial information in a timely manner regarding those individuals who have applied for AHCCCS benefits, but their eligibility remains in question. The OIG does not have a current capability that allows the OIG to attempt to verify assets; this is due to the longer time period to access the data, through alternative means.

Second, AVS will provide accurate and timely financial institution information on current AHCCCS members being investigated for receiving state Medicaid funds and benefits; but failed to report income or self-employment, for example. The OIG's current process for obtaining financial information requires the issuance of a subpoena. The subpoena process can be time consuming, as it can take up to six weeks to obtain information that the AHCCCS member failed to or inadvertently did not disclose. The AVS is anticipated to reduce the time to confirm from the financial institution, or institutions, potential evidence identified during the course of the investigation.

Third, AVS is anticipated to allow Investigators to identify both AHCCCS Members and Providers' assets earlier in an investigation for the purpose of seeking forfeiture.

Fourth, AVS should save AHCCCS funding by assisting the OIG identify fraudulent applications and stopping the individual from becoming a member. This would reduce the loss from the system.

Performance Measures to quantify the success of the solution:

AHCCCS Strategic Goal: 1

- From 0 to 25,000 unique customers queried in the Asset Verification portal by 6 months post-implementation
- From 0% to 85% or greater of verifications returned from AVS within 5 post-implementation
- Portal is accessible 95% or greater during standard business hours (6:00 am to 6:00 pm, Monday through Friday) by 1 month post-implementation

Alternatives considered and reasons for rejection:

Do Nothing -

Rejected due to: If nothing is done to incorporate an Asset Verification Program for the covered applicants under section 1940 of the Social Security Act (the Act) and subsection 1903(iX24) of the Act, AHCCCS will be out of compliance with federal law and will face loss of our federal financial



participation funds. The agency will also continue to be exposed to waste, fraud and abuse of Medicaid services provided to members who would otherwise be deemed ineligible through an asset verification process.

Self-contract for an AVS solution -

Rejected due to: Both CMS and the State of Arizona are driving agencies towards modular technologies which are reusable by other agencies. A custom-procured, custom-built system would serve neither of those purposes. The RFP process would be lengthy and resource intensive on the agency at a time when we are engaged in a number of very large projects and our resources are already stretched due to competing, simultaneous federal and state mandates. It is also doubtful that a COTS solution could be identified at a cost lower than that already negotiated through NESCSO.

Impact of not funding this fiscal year:

\$125,100 Direct General Fund Expenditure, \$449,700 Total Fund Expenditure; no offsetting Revenue for SFY 2020

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 16 Asset Verification System

Program: Central Administration
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	0.0
Other Operating Expenditures	125.1
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	125.1

Program: Central Administration
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	0.0
Other Operating Expenditures	324.6
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	324.6



ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)

DIVISION: DHCM

TITLE OF ISSUE: Electronic Visit Verification System (EVV)

BLUF:

***Federal Mandate* AHCCCS is requesting Contingent upon RFP TF (TBD GF) for operational costs of the Electronic Visit Verification System (EVV).**

Description of problem or issue and how this furthers the agency mission or goals:

Situation: Pursuant to Section 1903 of the Social Security Act (42 U.S.C. 1396b), AHCCCS is mandated to implement Electronic Visit Verification (EVV) for non-skilled in-home services (attendant care, personal care, homemaker, habilitation, respite) by January 1, 2020 and for in-home skilled nursing services (home health) by January 1, 2023. AHCCCS is working off the following timeline to implement EVV: September 2018 release Request for Proposal (RFP), January 2019 select a state-wide vendor, April 2019 award contract, October 2019 fully implement EVV. PIJ is currently being prepared for review. AHCCCS is paying for the development out of base funding.

The EVV system, must at a minimum, electronically verify the:

- Type of service performed
- Individual receiving the service
- Date of the service
- Location of service delivery
- Individual providing the service
- Time the service begins and ends

Problem: States are required to implement EVV for personal care services by January 1, 2020, or otherwise be subject to FMAP reductions as follows:

- 25 percentage points for calendar quarters in 2020,
- 5 percentage points for calendar quarters in 2021
- 75 percentage points for calendar quarters in 2022,
- 1 percentage point for calendar quarters in 2023 and each year thereafter

Providers of these services operate under very narrow margins. Most recently, as a result of the Prop 206 Minimum Wage increases and the Department of Labor Companionship Exemption under the Fair Labor Standards Act, providers are not in a position to assume cost for the State's compliance of



the 21st Century Cures Act. Therefore, in an effort to maintain access to care standards, AHCCCS must pay for the development costs of the one statewide EVV system.

Proposed solution to the problem or issue:

AHCCCS contracts with 3rd party vendor using commercial off the shelf (COTS) product in order to provide EVV capability funded from operating lump sum.

AHCCCS plans to implement an open vendor model contracting with one statewide EVV vendor that will be an option available for use by Providers and Managed Care Organizations (MCOs). Providers and MCOs may continue to use an existing EVV system or choose to use an alternate EVV vendor. The statewide EVV vendor will offer a data collection system for Providers without a legacy/alternate verification system and a mandated data aggregator.

Performance Measures to quantify the success of the solution:

AHCCCS Strategic Goal: 1

Ensuring timely service delivery for members including real time service gap reporting and monitoring. Reducing administrative burden associated with hard copy timesheet processing by AHCCCS providers. Support the federal goal to generate cost savings from the prevention of fraud, waste and abuse.

Alternatives considered and reasons for rejection:

AHCCCS programmatically funds COTS EVV by increasing capitation rates. A provider rate increase for EVV-specific services sufficient to cover subscription/transaction fees and require MCOs to pass-on the increase directly to providers.

Rejected due to: Providers using the one state-wide system for reasons noted under the problem description may not have the resources to pay for costs upfront while awaiting reimbursement for costs of services by the MCOs. Additionally, the Federal matching rate is higher (75%) if the agency claims these costs as administrative costs rather than programmatic expenses.

Impact of not funding this fiscal year:

TBD Direct General Fund Expenditure, Contingent upon RFP Total Fund Expenditure; no offsetting Revenue for SFY 2020

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 19 Electronic Visit Verification System

Program: Central Administration
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	0.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	0.0



COMPREHENSIVE MEDICAL AND DENTAL PLAN

PROGRAM DESCRIPTION:

The Comprehensive Medical and Dental Program (CMDP) is the health plan responsible for ensuring, in partnership with foster care providers, the provision of appropriate and quality health care services for the well-being of Arizona’s children in foster care. For those children in foster care, not qualifying for long-term care services, who are Title XIX or KidsCare eligible, CMDP is also the assigned AHCCCS health plan. CMDP pays for health care services for Arizona’s children in foster care placed in and outside of the state of Arizona and cares for children and youth in out-of-home placement from birth to 18 years, and up to age 21 in rare instances when the member is not Title XIX eligible. CMDP is a program within the Arizona Department of Economic Security (DES), Division of Children, Youth and Families (DCYF) formed in July 1970 by state law (A.R.S. 8-512).

The SFY18 budget appropriated acute care funding for this population within the Traditional Medical Services line and behavioral health funding with the Medicaid Behavioral Health CMDP line. Beginning in SFY19, to reflect AHCCCS’s new integration of care contracts, funding was consolidated under the CMDP line. Beginning in SFY19, AHCCCS will contract with “AHCCCS Complete Care” health plans for services covering the full spectrum of physical and behavioral health services for most populations including CMDP.

Effective October 1, 2018, several significant program changes will take place in order to integrate the provision of physical and behavioral health services by MCOs. Capitation rates for these programs were developed as integrated rates. In addition to physical health services, DCS/CMDP now covers services previously provided under the Children’s Rehabilitative Services (CRS) program. All behavioral health services will be provided by the RBHAs, including those for members previously enrolled in CRS.

To reflect this change, appropriations for physical health services and behavioral health services for CMDP are now consolidated into a single line. RBHAs will continue to provide behavioral health services in SFY20 to foster children enrolled in CMDP.



FISCAL YEAR 2020
COMPREHENSIVE MEDICAL AND DENTAL PLAN DECISION PACKAGE JUSTIFICATION

COMPREHENSIVE MEDICAL AND DENTAL PLAN APPROPRIATION

In FY 2020, AHCCCS requests a Total Fund decrease of \$3,713,600 (General Fund decrease of \$655,400).

Description of the Problem:

AHCCCS is requesting a decrease for FY 2020 from the FY 2019 appropriation for the CMDP appropriation due to a reduction of the number children in foster care. In FY 2020, AHCCCS requests a reduction of \$3,713,600 in Total Funds (\$655,400 decrease in State Match).

	FY 2018		FY 2019		FY 2020	
	Actual	Allocation	Rebase	Request	Inc/(Dec)	
General Fund	55,172,809	60,213,900	56,522,500	59,558,500	(655,400)	
Subtotal State Match	55,172,809	60,213,900	56,522,500	59,558,500	(655,400)	
Federal Title XIX	127,568,903	139,700,600	131,481,100	136,642,400	(3,058,200)	
Subtotal Federal Funding	127,568,903	139,700,600	131,481,100	136,642,400	(3,058,200)	
Grand Total	182,741,712	199,914,500	188,003,600	196,200,900	(3,713,600)	

CMDP Budget Methodology:



FISCAL YEAR 2020
COMPREHENSIVE MEDICAL AND DENTAL PLAN **DECISION PACKAGE JUSTIFICATION**

Member Growth

The following table shows actual and projected member months for CMDP as of June of each year for FY 2018 through FY 2020.

Fiscal Year	Total CMDP
June 2018 (actual)	14,451
June 2019 (projected)	13,568
June 2020 (projected)	13,516

Member months are forecast based on an estimated 0.39% annual percent decrease provided to AHCCCS by DCS.

CMDP Rates

The changes in rates for SFY 2018 through SFY 2020 are shown below. To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for the CMDP for CYE 19. Before this, rates had been set separately for prospective and prior period.

CAPITATION RATES	
Rate Period	CMDP Rates
2018 (Eff. 7/1/18)	\$279.18
2019 (Eff. 10/1/18)	\$298.38
2019 (Eff. 7/1/19)	\$302.09
2020 (Eff. 10/1/19)	\$305.84

The overall rate adjustment for CMDP in CYE 2019 is an increase of 23.2% from the most recently submitted rates effective January 1, 2018. Several factors contributed to this increase:

- 7.2 percentage points are attributable to rebasing gross medical expenses to reflect the more current actual experience of the program. The observed increase in expenses is likely attributable to higher utilization resulting from the care management “onboarding” initiative by CMDP to ensure new members receive timely services, as well as the potential higher acuity of current CMDP members.
- 6.2 percentage points are attributable to benefit cost assumptions, including utilization and unit cost trends.
- 6.8 percentage points are attributable to recognition of care management costs as a non-benefit cost component of the CMDP rate. Previous rate certifications for CMDP did not discretely identify and fund allowable care management activities performed by CMDP program staff. DCS/CMDP has since identified the costs of specific care management activities, which are now included in the capitation rate.
- 1.7 percentage points are attributable to increased administrative expenses, including spreading fixed administrative costs across fewer member months.
- 1.3 percentage points are attributable to the addition of care management and administrative expenses associated with the anticipated transition of Children’s Rehabilitative Services (CRS) activities to CMDP, effective October 1, 2018. In advance of the programmatic transition, CMDP is required to hire and train staff for this purpose, effective July 1, 2018.

The CYE 2019 rate increase of 23.2% is in contrast to rate decreases of -9.4% in CYE 2017 and -3.3% in CYE 2018. In the same period July 2016 to April 2018, enrollment in CMDP has declined by -19.6%.

The significant contraction of program membership in a short period of time means that fixed administrative and care management costs are now spread out across fewer member months, and so reflect a higher proportion of the overall capitation rate. The steep decline in membership has also resulted in more volatility in medical expenses due to changes in the acuity mix within a smaller risk group.



FISCAL YEAR 2020
COMPREHENSIVE MEDICAL AND DENTAL PLAN DECISION PACKAGE JUSTIFICATION

FMAP

It is assumed that the FMAP will decrease from 69.81% in FFY 2018 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	69.48%

PROPOSED SOLUTION:

AHCCCS is requesting decrease of \$3,713,600 Total Fund (\$655,400 General Fund decrease) for the Comprehensive Medical and Dental Plan (CMDP) compared to the FY 2019 appropriation.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Comprehensive Medical and Dental Plan.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

Statutory Authority:

A.R.S. Chapter 4, Article 4, 8-512.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
 COMPREHENSIVE MEDICAL AND DENTAL PROGRAM
 CMDP ALL EXPENDITURES**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	55,172,809	60,213,900	56,522,500	59,558,500	(655,400)
Subtotal State Match	55,172,809	60,213,900	56,522,500	59,558,500	(655,400)
Federal Title XIX	127,568,903	139,700,600	131,481,100	136,642,400	(3,058,200)
Subtotal Federal Funding	127,568,903	139,700,600	131,481,100	136,642,400	(3,058,200)
Grand Total	182,741,712	199,914,500	188,003,600	196,200,900	(3,713,600)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 11 CMDP

Program: SLI Comprehensive Medical and Dental Program
Fund: 1000-A General Fund (Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(655.4)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(655.4)

Program: SLI Comprehensive Medical and Dental Program
Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Calculated ERE: \$0.00
Uniform Allowance: \$0.00

Expenditure Categories	FY 2020
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(3,058.2)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	(3,058.2)

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
Program: Administration

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Program Summary				
1-1 Central Administration	105,024.8	105,545.1	5,224.3	110,769.4
1-2 ADOA Data Center	15,999.1	19,325.8	0.0	19,325.8
1-4 SLI DES Eligibility	75,561.8	88,874.5	0.0	88,874.5
1-6 Title XIX Pass-Through - DHS	742.8	0.0	0.0	0.0
1-7 Title XIX Pass-Through - DES	0.0	0.0	0.0	0.0
1-11 Children's Health Insurance Program Administratio	2,512.3	5,565.8	0.0	5,565.8
1-12 SLI Proposition 206 Study	61.7	0.0	0.0	0.0
Program Summary Total:	199,902.5	219,311.2	5,224.3	224,535.5

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Expenditure Categories				
0000 FTE Positions	1,908.2	1,908.2	0.0	1,908.2
6000 Personal Services	47,392.5	47,027.2	0.0	47,027.2
6100 Employee Related Expenses	20,067.1	19,893.5	0.0	19,893.5
6200 Professional and Outside Services	12,740.9	12,954.6	0.0	12,954.6
6500 Travel In-State	124.2	117.6	0.0	117.6
6600 Travel Out of State	27.2	26.8	0.0	26.8
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	6,479.8	6,479.8	0.0	6,479.8
7000 Other Operating Expenses	34,857.4	37,964.5	5,224.3	43,188.8
8000 Equipment	1,165.7	1,272.6	0.0	1,272.6
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	77,047.7	93,574.6	0.0	93,574.6
Expenditure Categories Total:	199,902.5	219,311.2	5,224.3	224,535.5

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Fund Source				
Appropriated Funds				
1000-A General Fund (Appropriated)	59,708.1	59,894.5	905.0	60,799.5
2227-A Substance Abuse Services Fund (Appropriated)	0.0	0.0	0.0	0.0
2409-A Children's Health Insurance Program (Appropriated)	2,524.7	5,725.8	0.0	5,725.8
2546-A Prescription Drug Rebate Fund (Appropriated)	454.5	660.9	0.0	660.9
Non-Appropriated Funds	62,687.3	66,281.2	905.0	67,186.2
2000-N Federal Grant (Non-Appropriated)	8,924.4	8,906.7	0.0	8,906.7
2120-N AHCCCS Fund (Non-Appropriated)	116,520.3	133,194.5	4,319.3	137,513.8

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
 Program: Administration

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
2130-N Delivery System Reform Incentive Payment Fund(	0.0	0.0	0.0	0.0
2438-N AHCCCS Intergovernmental Service Fund (Non-Ap	6,542.0	8,713.9	0.0	8,713.9
2449-N Employee Recognition Fund (Non-Appropriated)	0.5	2.0	0.0	2.0
2500-N IGA and ISA Fund (Non-Appropriated)	4,658.9	1,643.8	0.0	1,643.8
2532-N Hospital Loan Residency Fund (Non-Appropriated)	0.0	0.0	0.0	0.0
2546-N Prescription Drug Rebate Fund (Non-Appropriated)	0.0	0.0	0.0	0.0
2567-N Nursing Facility Provider Assessment Fund (Non-A	569.1	569.1	0.0	569.1
	137,215.2	153,030.0	4,319.3	157,349.3
	199,902.5	219,311.2	5,224.3	224,535.5

Fund Source Total:

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020	
Program: Administration		Actual	Expd. Plan	Fund. Issue	Total Request	Total Request	Total Request	Total Request	Total Request
Fund:	1000-A General Fund (Appropriated)								
Program Expenditures									
COST CENTER/PROGRAM BUDGET UNIT									
1-1	Central Administration	30,366.6	28,487.9	905.0	29,392.9				
1-2	ADOA Data Center	4,694.0	5,915.4	0.0	5,915.4				
1-4	SLI DES Eligibility	24,647.5	25,491.2	0.0	25,491.2				
1-7	Title XIX Pass-Through - DES	0.0	0.0	0.0	0.0				
1-11	Children's Health Insurance Program Administrati	0.0	0.0	0.0	0.0				
	Total	59,708.1	59,894.5	905.0	60,799.5				
Appropriated Funding									
Expenditure Categories									
	FTE Positions	854.9	854.9	0.0	854.9				
	Personal Services	16,293.3	15,305.3	0.0	15,305.3				
	Employee Related Expenses	6,876.6	6,458.4	0.0	6,458.4				
	Professional and Outside Services	2,385.4	2,245.7	0.0	2,245.7				
	Travel In-State	38.7	36.2	0.0	36.2				
	Travel Out of State	12.1	11.3	0.0	11.3				
	Food	0.0	0.0	0.0	0.0				
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0				
	Other Operating Expenses	8,069.1	9,028.8	905.0	9,933.8				
	Equipment	340.4	337.3	0.0	337.3				
	Capital Outlay	0.0	0.0	0.0	0.0				
	Debt Service	0.0	0.0	0.0	0.0				
	Cost Allocation	0.0	0.0	0.0	0.0				
	Transfers	25,692.5	26,471.5	0.0	26,471.5				
	Expenditure Categories Total:	59,708.1	59,894.5	905.0	60,799.5				
	Fund 1000-A Total:	59,708.1	59,894.5	905.0	60,799.5				

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
Program:	Administration				
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Fund:	2000-N Federal Grant (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
1-1	Central Administration	8,910.8	8,906.7	0.0	8,906.7
1-2	ADOA Data Center	13.6	0.0	0.0	0.0
1-6	Title XIX Pass-Through - DHS	0.0	0.0	0.0	0.0
	Total	8,924.4	8,906.7	0.0	8,906.7

Non-Appropriated Funding					
Expenditure Categories					
	Personal Services	601.8	600.9	0.0	600.9
	Employee Related Expenses	231.1	230.7	0.0	230.7
	Professional and Outside Services	1,426.9	1,426.8	0.0	1,426.8
	Travel In-State	4.1	0.0	0.0	0.0
	Travel Out of State	2.4	2.4	0.0	2.4
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	6,479.8	6,479.8	0.0	6,479.8
	Other Operating Expenses	160.3	150.4	0.0	150.4
	Equipment	18.0	15.7	0.0	15.7
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
	Expenditure Categories Total:	8,924.4	8,906.7	0.0	8,906.7

Fund 2000-N Total:		8,924.4	8,906.7	0.0	8,906.7
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Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Administration		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	2120-N AHCCCS Fund (Non-Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
1-1	Central Administration	56,598.5	56,560.8	4,319.3	60,880.1					
1-2	ADOA Data Center	11,275.6	13,250.4	0.0	13,250.4					
1-4	SLI DES Eligibility	48,274.8	63,383.3	0.0	63,383.3					
1-6	Title XIX Pass-Through - DHS	371.4	0.0	0.0	0.0					
1-7	Title XIX Pass-Through - DES	0.0	0.0	0.0	0.0					
Total		116,520.3	133,194.5	4,319.3	137,513.8					
Non-Appropriated Funding										
Expenditure Categories										
FTE Positions										
	Personal Services	1,013.1	1,013.1	0.0	1,013.1					
	Employee Related Expenses	27,165.7	27,184.8	0.0	27,184.8					
	Professional and Outside Services	11,496.4	11,502.6	0.0	11,502.6					
	Travel In-State	8,186.5	8,208.4	0.0	8,208.4					
	Travel Out of State	80.2	80.2	0.0	80.2					
	Food	12.1	12.1	0.0	12.1					
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0					
	Other Operating Expenses	19,865.9	21,667.5	4,319.3	25,986.8					
	Equipment	772.1	860.6	0.0	860.6					
	Capital Outlay	0.0	0.0	0.0	0.0					
	Debt Service	0.0	0.0	0.0	0.0					
	Cost Allocation	0.0	0.0	0.0	0.0					
	Transfers	48,941.4	63,678.3	0.0	63,678.3					
Expenditure Categories Total:		116,520.3	133,194.5	4,319.3	137,513.8					
Fund 2120-N Total:		116,520.3	133,194.5	4,319.3	137,513.8					

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Program: Administration

	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request

Fund: 2130-N Delivery System Reform Incentive Payment Fund(Non-Appropriated)

Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT

1-1	Central Administration	0.0	0.0	0.0	0.0
Total		0.0	0.0	0.0	0.0

Non-Appropriated Funding

Expenditure Categories

Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0	0.0

Fund 2130-N Total: 0.0 0.0 0.0 0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Program: Administration

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Fund: 2227-A Substance Abuse Services Fund (Appropriated)

Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT

1-6	Title XIX Pass-Through - DHS	0.0	0.0	0.0	0.0
Total		0.0	0.0	0.0	0.0

Appropriated Funding

Expenditure Categories

Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0	0.0

Fund 2227-A Total: 0.0 0.0 0.0 0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Administration		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2409-A Children's Health Insurance Program (Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
1-2	ADOA Data Center	12.4	160.0	0.0	160.0
1-7	Title XIX Pass-Through - DES	0.0	0.0	0.0	0.0
1-11	Children's Health Insurance Program Administrati	2,512.3	5,565.8	0.0	5,565.8
	Total	2,524.7	5,725.8	0.0	5,725.8
Appropriated Funding					
Expenditure Categories					
	FTE Positions	38.2	38.2	0.0	38.2
	Personal Services	492.0	1,085.3	0.0	1,085.3
	Employee Related Expenses	193.1	425.8	0.0	425.8
	Professional and Outside Services	84.0	185.0	0.0	185.0
	Travel In-State	0.5	1.2	0.0	1.2
	Travel Out of State	0.3	0.7	0.0	0.7
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
	Other Operating Expenses	555.0	1,380.3	0.0	1,380.3
	Equipment	19.7	43.5	0.0	43.5
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	1,180.1	2,604.0	0.0	2,604.0
	Expenditure Categories Total:	2,524.7	5,725.8	0.0	5,725.8
	Fund 2409-A Total:	2,524.7	5,725.8	0.0	5,725.8

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Administration		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
1-1	Central Administration	6,542.0	8,713.9	0.0	8,713.9
Total		6,542.0	8,713.9	0.0	8,713.9
Non-Appropriated Funding					
Expenditure Categories					
	Personal Services	1,688.8	1,688.8	0.0	1,688.8
	Employee Related Expenses	581.6	581.6	0.0	581.6
	Professional and Outside Services	4.5	4.5	0.0	4.5
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.3	0.3	0.0	0.3
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
	Other Operating Expenses	3,328.1	5,500.0	0.0	5,500.0
	Equipment	15.5	15.5	0.0	15.5
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	923.2	923.2	0.0	923.2
Expenditure Categories Total:		6,542.0	8,713.9	0.0	8,713.9
Fund 2438-N Total:		6,542.0	8,713.9	0.0	8,713.9

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Program: Administration

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Fund: 2449-N Employee Recognition Fund (Non-Appropriated)

Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT

1-1	Central Administration	0.5	2.0	0.0	2.0
Total		0.5	2.0	0.0	2.0

Non-Appropriated Funding

Expenditure Categories

Personal Services	0.0	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
Other Operating Expenses	0.5	2.0	0.0	2.0	2.0
Equipment	0.0	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:	0.5	2.0	0.0	2.0	2.0

Fund 2449-N Total: 0.5 2.0 0.0 2.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Administration		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	2500-N IGA and ISA Fund (Non-Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
1-1	Central Administration	1,644.5	1,643.8	0.0	1,643.8					
1-2	ADOA Data Center	3.5	0.0	0.0	0.0					
1-4	SLI DES Eligibility	2,639.5	0.0	0.0	0.0					
1-6	Title XIX Pass-Through - DHS	371.4	0.0	0.0	0.0					
1-7	Title XIX Pass-Through - DES	0.0	0.0	0.0	0.0					
Total		4,658.9	1,643.8	0.0	1,643.8					
Non-Appropriated Funding										
Expenditure Categories										
	Personal Services	1,083.7	1,083.7	0.0	1,083.7					
	Employee Related Expenses	550.9	550.9	0.0	550.9					
	Professional and Outside Services	1.0	1.0	0.0	1.0					
	Travel In-State	0.7	0.0	0.0	0.0					
	Travel Out of State	0.0	0.0	0.0	0.0					
	Food	0.0	0.0	0.0	0.0					
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0					
	Other Operating Expenses	2,651.2	8.2	0.0	8.2					
	Equipment	0.0	0.0	0.0	0.0					
	Capital Outlay	0.0	0.0	0.0	0.0					
	Debt Service	0.0	0.0	0.0	0.0					
	Cost Allocation	0.0	0.0	0.0	0.0					
	Transfers	371.4	0.0	0.0	0.0					
Expenditure Categories Total:		4,658.9	1,643.8	0.0	1,643.8					
Fund 2500-N Total:		4,658.9	1,643.8	0.0	1,643.8					

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Program: Administration

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Fund: 2532-N Hospital Loan Residency Fund (Non-Appropriated)

Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT

1-6	Title XIX Pass-Through - DHS	0.0	0.0	0.0	0.0
Total		0.0	0.0	0.0	0.0

Non-Appropriated Funding

Expenditure Categories

Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0	0.0

Fund 2532-N Total: 0.0 0.0 0.0 0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020	
Program: Administration		Actual	Expd. Plan	Fund. Issue	Total Request				
Fund:	2546-A Prescription Drug Rebate Fund (Appropriated)								
Program Expenditures									
COST CENTER/PROGRAM BUDGET UNIT									
1-1	Central Administration	392.8	660.9	0.0	0.0	660.9			
1-12	SLI Proposition 206 Study	61.7	0.0	0.0	0.0	0.0			
Total		454.5	660.9	0.0	0.0	660.9			
Appropriated Funding									
Expenditure Categories									
	FTE Positions	2.0	2.0	0.0	0.0	2.0			
	Personal Services	16.3	27.5	0.0	0.0	27.5			
	Employee Related Expenses	8.5	14.6	0.0	0.0	14.6			
	Professional and Outside Services	490.6	721.2	0.0	0.0	721.2			
	Travel In-State	0.0	0.0	0.0	0.0	0.0			
	Travel Out of State	0.0	0.0	0.0	0.0	0.0			
	Food	0.0	0.0	0.0	0.0	0.0			
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0			
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0			
	Equipment	0.0	0.0	0.0	0.0	0.0			
	Capital Outlay	0.0	0.0	0.0	0.0	0.0			
	Debt Service	0.0	0.0	0.0	0.0	0.0			
	Cost Allocation	0.0	0.0	0.0	0.0	0.0			
	Transfers	(60.9)	(102.4)	0.0	0.0	(102.4)			
Expenditure Categories Total:		454.5	660.9	0.0	0.0	660.9			
Fund 2546-A Total:		454.5	660.9	0.0	0.0	660.9			

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Administration		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2546-N Prescription Drug Rebate Fund (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
1-1	Central Administration	0.0	0.0	0.0	0.0
Total		0.0	0.0	0.0	0.0
Non-Appropriated Funding					
Expenditure Categories					
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		0.0	0.0	0.0	0.0
Fund 2546-N Total:		0.0	0.0	0.0	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020	
Program: Administration		Actual	Expd. Plan	Fund. Issue	Total Request				
Fund:	2567-N	Nursing Facility Provider Assessment Fund (Non-Appropriated)							
Program Expenditures									
COST CENTER/PROGRAM BUDGET UNIT									
1-1	Central Administration	569.1	569.1	0.0	0.0	569.1			
Total		569.1	569.1	0.0	0.0	569.1			
Non-Appropriated Funding									
Expenditure Categories									
	Personal Services	50.9	50.9	0.0	0.0	50.9			
	Employee Related Expenses	128.9	128.9	0.0	0.0	128.9			
	Professional and Outside Services	162.0	162.0	0.0	0.0	162.0			
	Travel In-State	0.0	0.0	0.0	0.0	0.0			
	Travel Out of State	0.0	0.0	0.0	0.0	0.0			
	Food	0.0	0.0	0.0	0.0	0.0			
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0			
	Other Operating Expenses	227.3	227.3	0.0	0.0	227.3			
	Equipment	0.0	0.0	0.0	0.0	0.0			
	Capital Outlay	0.0	0.0	0.0	0.0	0.0			
	Debt Service	0.0	0.0	0.0	0.0	0.0			
	Cost Allocation	0.0	0.0	0.0	0.0	0.0			
	Transfers	0.0	0.0	0.0	0.0	0.0			
Expenditure Categories Total:		569.1	569.1	0.0	0.0	569.1			
Fund 2567-N Total:		569.1	569.1	0.0	0.0	569.1			
Program 1 Total:		199,902.5	219,311.2	5,224.3	224,535.5				



FISCAL YEAR 2020
ADMINISTRATION JUSTIFICATION

CENTRAL ADMINISTRATION

CENTRAL ADMINISTRATION

BUDGET JUSTIFICATION

These expenditures are appropriated for administration and operation of the Title XIX program. Administration responsibilities include eligibility determinations, rate negotiations, health plan auditing and financial oversight, and assisting with the formulation of new health plans. Other major Administration responsibilities include the development and maintenance of the management information system, policy development and research, and agency finance and accounting.

Children's Health Insurance Program (CHIP) administrative appropriations have been rolled into the Central Administration appropriation, however, for purposes of this budget submittal, it is being reported in its respective cost center. Also included in the Central Administration appropriation is the Prescription Drug Rebate admin appropriation of \$660,900.

The FY 2019 appropriation is \$91,485,300 Total Fund (\$28,487,900 General Fund).



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

CENTRAL ADMINISTRATION

AHCCCS ADMINISTRATION

FUND SUMMARY JUSTIFICATION

1000 – OPERATING LUMP SUM – GENERAL FUND

This fund contains all general fund expenditures that are part of the operating lump sum appropriation. These expenditures are appropriated for administration and operation of the Title XIX program.

2120 – OPERATING LUMP SUM – AHCCCS FUND

This fund contains all Federal Title XIX expenditures that are part of the operating lump sum appropriation. In addition, during FY 2019 this fund is used for School Based Claims and Imaging expenditures.

2546 – OPERATING LUMP SUM – PRESCRIPTION DRUG REBATE FUND

This fund contains all prescription drug rebate expenditures that are part of the operating lump sum appropriation. These expenditures are appropriated for administration and operation of the Prescription Drug Rebate program.

2438 – AHCCCS INTERGOVERNMENTAL SERVICE FUND

This fund is used to report expenditures related to the agreement between AHCCCS and the State of Hawaii for the development and management of its Medicaid Information System.

2000 – FEDERAL GRANT

This fund is used for various federal grants.

2500 – IGA AND ISA FUND

This fund is used for expenditures resulting from intergovernmental agreements with other Arizona state agencies for facilities, equipment, or services. Expenditures in FY 2019 consist of the cost of providing services to agencies such as Department of Economic Services, Department of Health Services, Maricopa County, Pima County, and Department of Corrections. Services provided to these entities include eligibility and health care for inmates in county jails and Arizona prisons.

2449 – EMPLOYEE RECOGNITION FUND

This fund is used for expenditures related to activities held by the Employee Recognition Committee (ERC) to honor and recognize employees for the work they do at AHCCCS.

2567 – NURSING FACILITY ASSESSMENT FUND

This fund, as it relates to central administration expenditures, is used to report administrative costs related to the Nursing Facility Tax Assessment.

AHCCCS ADMINISTRATION

COMPTROLLER SOURCE GROUP 6200 - PROFESSIONAL AND OUTSIDE SERVICES

6219 – OTHER EXTERNAL FINANCIAL SERVICES

The agency, during the course of the fiscal year, will acquire services from external entities that will be charged under this Source Group. These external services will include, but are not be limited to, some internal auditing as set forth by the Single Audit Act of 1984 and the Single Audit Act Amendments of 1996 (P.L. 98-502 and P.L. 104-156 respectively), rate setting, and researching historical and present financial data in areas of interest to the agency, the legislature, and the public. The detailed and extensive services provided by such vendors increase the accuracy of the agency's financial expectation calculations and in turn, eliminate the need of time-consuming adjustments and requests.

6222 – EXTERNAL LEGAL SERVICES

External legal services will be obtained for legal proceeding representation, complaint responding, and research. The need for these services may increase during the fiscal year due to changes in the AHCCCS programs and other legislative changes that may result in additional litigation.

6241 – TEMPORARY AGENCY SERVICES

Temporary services are usually required when full-time employees are on extended leave due to illness or maternity leave or while the agency is waiting to fill positions, especially during peak workload periods. AHCCCS has continued its efforts to reduce the use of temporary services; however, temporary services are still required for the timely processing of provider registration and claims imaging in the Office of Inspector General.

6259 – OTHER MEDICAL SERVICES

Physician Consultants are regularly acquired by the agency to complete medical assessments that need further analysis to determine eligibility. This area is also used for Reinsurance research, concurrent FFS Medical Reviews, Medical Audits, and External Quality Review Organizations (EQRO) Annual Reports.

6271 – EDUCATION & TRAINING

External companies or individuals occasionally provide AHCCCS' employees training services such as coding for medical billing training and certification.



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

6291 – NON-EMPLOYEE TRAVEL

At times, the agency may be obligated to pay travel expenses for consultants.

6299 – OTHER PROFESSIONAL & OUTSIDE SERVICES

Services that are categorized and paid under this comptroller Source Group include language interpretation services for program members and form translation. Additional services in this category include agency security, IKON facilities management, ComPsych (employee assistance program), programmatic and management research, and fingerprint processing for AHCCCS employees through the Arizona Department of Public Safety.



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

AHCCCS ADMINISTRATION

COMPTROLLER SOURCE GROUP 6500 – TRAVEL IN-STATE

All expenses associated with in-state travel are charged to this line. Expenditures in this Comptroller Source Group include mileage, motor pool charges, lodging, meals and incidentals, travel advances and other miscellaneous travel expenditures. However, operations have changed significantly and have resulted in reduced travel. For example, travel needs have decreased greatly for hiring and training staff due to the use of e-learning and telephonic interviewing. In addition, meetings, regional conferences, workshops, and other trips that used to require travel are now being done through Web Ex (web conferencing tool). Due to the current budget situation, in-state travel is subject to scrutiny and only the most important or required travel will occur.

In-State Travel for Program Support Administration:
Office of Eligibility Training

In the past, training related activities in the agency involving eligibility and ACE would require extensive travel; however, much of the current training is done via e-learning and does not require travel.

In-State Travel for ALTCSC Eligibility Administration:
Central Office Middle Management On-Site Visits

Previously, these visits were scheduled in each Regional/Branch office on an annual or bi-annual basis; however, these bi-annual conferences are now done almost exclusively via telephone and/or Web Ex. Travel for this purpose is now on an as-needed basis and reserved for situations that cannot be resolved otherwise. In these cases, Management staff utilizes state vehicles and frequently delivers goods from other divisions to minimize additional trips and save on postage. Travel costs could include overnight accommodations at a hotel within the allowable cost and per diem when visits occur outside the metro Phoenix area.

Central Office Medical PAS, Quality Control and Quality Assurance (Financial) On-Site Visits

Many of these visits have also moved from on-site visits to electronic communication. The QA/QC process has been revised to allow for more system review and less travel to field offices to reduce travel expenses. The one exception to this is the PAS evaluations which must occur in person in the home setting.

Regional Managers Meetings

Previously, these meetings were held at Central Office every two months. Regional Managers from Kingman, Flagstaff, Tucson, and Casa Grande would incur accommodations and per diem expenses; however, these meetings are now conducted as needed via electronic means of communication.

General Travel In-State

This includes all other travel expenses that may be incurred throughout the Agency. This may include, but is not limited to, Contracts Management and field office maintenance, the Agency's Native American Coordinator to meet with IHS and other tribal organizations, and agency representation in informational seminars or gatherings.



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

AHCCCS ADMINISTRATION

COMPTROLLER SOURCE GROUP 6600 – TRAVEL OUT-OF-STATE

All expenses associated with out-of-state travel are charged to this line. These expenditures include airfare, car rental, lodging, per diem, and other miscellaneous out-of-state travel costs. Due to the current budget climate all out-of-state travel is subject to scrutiny, and only the most important or required travel will be approved.

Travel-Out for Compliance

At certain times during the fiscal year, agency staff will be subject to travel out-of-state. This is requested to comply with CMS' requests for AHCCCS attendance at meetings at the home office in Washington or other sites. Typically the Office of the Director is responsible for attending these meetings or functions.

Travel-Out for Seminars and/or Research

Travel out-of-state is done by the agency for seminars in addition to the above-mentioned meetings. Seminars are not attended frequently, but do occur throughout the fiscal year.



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

AHCCCS ADMINISTRATION

COMPTROLLER SOURCE GROUP 7000 – OTHER OPERATING EXPENDITURES

7110 – INSURANCE AND RELATED CHARGES

The agency pays risk management charges in this area. These charges are published in the Appropriation Report and must be paid to ADOA.

7150 – INFORMATION TECHNOLOGY SERVICES

This expenditure area is needed for mainframe programming and services, internal and external programming and services, data processing, and telecommunication charges; including the mandatory AZNET payments.

7180 – UTILITIES

The agency is responsible for paying utility costs of its central and outlying field offices across Arizona which provides AHCCCS program administrative services to its members. Recent reductions in rental space have reduced utility costs within the Agency. Additionally, the Agency has implemented a number of cost saving energy initiatives over the past years.

7200 – RENTAL EXPENDITURES

As mentioned above in 7180, the agency has a number of outlying field offices across Arizona. All rent and lease costs are paid under this Comptroller Source Group. Expenditures have been reduced in this Com Obj. due to our ongoing efforts to renegotiate rental agreements and reduce rental space.

7230 – INTEREST PAYMENTS

Interest charges for lease purchases are paid under this Comptroller Source Group.

7250 – REPAIR & MAINTENANCE

Repairs and maintenance to all AHCCCS office buildings (including outlying field offices), equipment, and agency vehicles are paid under this Comptroller Source Group. Repairs and maintenance includes, but is not limited to, IT equipment, facilities (air conditioning/ heat/ ventilation), and vehicles.

7300 – OPERATING SUPPLIES

As with all other state agencies, this area is a general operating supplies category. A variety of agency supply expenditures are paid for under this Comptroller Source Group including office supplies, data processing supplies, housekeeping supplies, building and non-building repair, and maintenance supplies.

7450 – CONFERENCE, EDUCATION, AND TRAINING

Eligible employees may apply for and receive tuition reimbursement and other training to promote employee education and better work ethics. Included in this Comptroller Source Group are things such as continuing education classes, seminars, and workshops.



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

AHCCCS ADMINISTRATION

7460 – ADVERTISING
AHCCCS’ advertising expenses include advertising for outreach programs. Generally, recruitment advertising contributes to the greatest percentage of expenditures under this Comptroller Source Group.

7470 – PRINTING AND PHOTOGRAPHY
Agency printing and photography for all program brochures and flyers are paid under this Comptroller Source Group. Also, many reports and informational packets that are mandated reporting requirements handed down from the legislature, the Governor, and CMS are included under this Comptroller Source Group.

7480 – POSTAGE AND DELIVERY
All mailings of forms, brochures, flyers, change notifications, status letters, reports, and informational packets are charged under Postage and Delivery. The costs in this area have increased over the last few years due to increases in postage rates. The agency uses electronic mailing when feasible.

7500 – MISCELLANEOUS OPERATING
Operating expenses not covered elsewhere are charged under this Comptroller Source Group.

7900 – DEPRECIATION EXPENSE
AHCCCS complies with depreciation accounting methods and requirements as set forth by the General Accounting Office (GAO).

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: Central Administration

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
0000 FTE	977.3	977.3	0.0	977.3	977.3
6000 Personal Services	46,627.6	45,616.9	0.0	45,616.9	45,616.9
6100 Employee Related Expenses	19,771.3	19,345.5	0.0	19,345.5	19,345.5
6200 Professional and Outside Services	12,415.2	12,556.1	0.0	12,556.1	12,556.1
6500 Travel In-State	123.7	116.4	0.0	116.4	116.4
6600 Travel Out of State	26.9	26.1	0.0	26.1	26.1
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	6,479.8	6,479.8	0.0	6,479.8	6,479.8
7000 Other Operating Expenses	16,797.3	18,745.7	5,224.3	23,970.0	23,970.0
8000 Equipment	580.5	562.5	0.0	562.5	562.5
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	2,202.5	2,096.1	0.0	2,096.1	2,096.1
Expenditure Categories Total:	105,024.8	105,545.1	5,224.3	110,769.4	110,769.4

Fund Source

Appropriated Funds	2018	2019	2020	2020	2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
1000-A General Fund (Appropriated)	30,366.6	28,487.9	905.0	29,392.9	29,392.9
2546-A Prescription Drug Rebate Fund (Appropriated)	392.8	660.9	0.0	660.9	660.9
Appropriated Funds Total:	30,759.4	29,148.8	905.0	30,053.8	30,053.8
Non-Appropriated Funds					
2000-N Federal Grant (Non-Appropriated)	8,910.8	8,906.7	0.0	8,906.7	8,906.7
2120-N AHCCCS Fund (Non-Appropriated)	56,598.5	56,560.8	4,319.3	60,880.1	60,880.1
2130-N Delivery System Reform Incentive Payment Fund(	0.0	0.0	0.0	0.0	0.0
2438-N AHCCCS Intergovernmental Service Fund (Non-App	6,542.0	8,713.9	0.0	8,713.9	8,713.9
2449-N Employee Recognition Fund (Non-Appropriated)	0.5	2.0	0.0	2.0	2.0
2500-N IGA and ISA Fund (Non-Appropriated)	1,644.5	1,643.8	0.0	1,643.8	1,643.8
2546-N Prescription Drug Rebate Fund (Non-Appropriated)	0.0	0.0	0.0	0.0	0.0
2567-N Nursing Facility Provider Assessment Fund (Non-A	569.1	569.1	0.0	569.1	569.1
Non-Appropriated Funds Total:	74,265.4	76,396.3	4,319.3	80,715.6	80,715.6
Fund Source Total:	105,024.8	105,545.1	5,224.3	110,769.4	110,769.4

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020	
	Actual	Expd. Plan	Fund. Issue	Total Request	Actual	Expd. Plan	Fund. Issue	Total Request	Actual	Total Request
Program: Central Administration										
Fund: 1000-A General Fund										
Appropriated										
0000 FTE		404.6		404.6		404.6		404.6	0.0	404.6
6000 Personal Services	16,232.6	15,228.6		15,228.6		15,228.6		15,228.6	0.0	15,228.6
6100 Employee Related Expenses	6,854.0	6,429.8		6,429.8		6,429.8		6,429.8	0.0	6,429.8
6200 Professional and Outside Services	2,360.6	2,214.5		2,214.5		2,214.5		2,214.5	0.0	2,214.5
6500 Travel In-State	38.7	36.2		36.2		36.2		36.2	0.0	36.2
6600 Travel Out of State	12.1	11.3		11.3		11.3		11.3	0.0	11.3
6700 Food	0.0	0.0		0.0		0.0		0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0		0.0		0.0		0.0	0.0	0.0
7000 Other Operating Expenses	3,539.3	3,320.6	905.0	4,225.6		3,320.6	905.0	4,225.6	0.0	4,225.6
8000 Equipment	284.3	266.6		266.6		266.6		266.6	0.0	266.6
8100 Capital Outlay	0.0	0.0		0.0		0.0		0.0	0.0	0.0
8600 Debt Service	0.0	0.0		0.0		0.0		0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0		0.0		0.0		0.0	0.0	0.0
9100 Transfers	1,045.0	980.3		980.3		980.3		980.3	0.0	980.3
Appropriated Total:	30,366.6	28,487.9	905.0	29,392.9		28,487.9	905.0	29,392.9		29,392.9
Fund Total:	30,366.6	28,487.9	905.0	29,392.9		28,487.9	905.0	29,392.9		29,392.9
Fund: 2000-N Federal Grant Fund										
Non-Appropriated										
6000 Personal Services	600.9	600.9		600.9		600.9		600.9	0.0	600.9
6100 Employee Related Expenses	230.7	230.7		230.7		230.7		230.7	0.0	230.7
6200 Professional and Outside Services	1,426.8	1,426.8		1,426.8		1,426.8		1,426.8	0.0	1,426.8
6500 Travel In-State	4.1	0.0		0.0		0.0		0.0	0.0	0.0
6600 Travel Out of State	2.4	2.4		2.4		2.4		2.4	0.0	2.4
6700 Food	0.0	0.0		0.0		0.0		0.0	0.0	0.0
6800 Aid to Organizations and Individuals	6,479.8	6,479.8		6,479.8		6,479.8		6,479.8	0.0	6,479.8
7000 Other Operating Expenses	150.4	150.4		150.4		150.4		150.4	0.0	150.4
8000 Equipment	15.7	15.7		15.7		15.7		15.7	0.0	15.7
8100 Capital Outlay	0.0	0.0		0.0		0.0		0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Central Administration					
Fund: 2000-N Federal Grant Fund					
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		8,910.8	8,906.7	0.0	8,906.7
Fund Total:		8,910.8	8,906.7	0.0	8,906.7
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
0000	FTE	570.7	570.7	0.0	570.7
6000	Personal Services	26,954.4	26,936.5	0.0	26,936.5
6100	Employee Related Expenses	11,416.7	11,409.0	0.0	11,409.0
6200	Professional and Outside Services	8,031.4	8,026.1	0.0	8,026.1
6500	Travel In-State	80.2	80.2	0.0	80.2
6600	Travel Out of State	12.1	12.1	0.0	12.1
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	9,543.5	9,537.2	4,319.3	13,856.5
8000	Equipment	265.0	264.7	0.0	264.7
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	295.2	295.0	0.0	295.0
Non-Appropriated Total:		56,598.5	56,560.8	4,319.3	60,880.1
Fund Total:		56,598.5	56,560.8	4,319.3	60,880.1
Fund: 2130-N Delivery System Reform Incentive Payment Fund					
Non-Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0

All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Central Administration				
Fund: 2130-N	Delivery System Reform Incentive Payment Fund			
Non-Appropriated				
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	0.0	0.0	0.0	0.0
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0	0.0
Fund: 2438-N	AHCCCS Intergovernmental Service Fund			
Non-Appropriated				
6000	1,688.8	1,688.8	0.0	1,688.8
6100	581.6	581.6	0.0	581.6
6200	4.5	4.5	0.0	4.5
6500	0.0	0.0	0.0	0.0
6600	0.3	0.3	0.0	0.3
6700	0.0	0.0	0.0	0.0
6800	0.0	0.0	0.0	0.0
7000	3,328.1	5,500.0	0.0	5,500.0
8000	15.5	15.5	0.0	15.5
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	923.2	923.2	0.0	923.2

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Central Administration				
Fund: 2438-N AHCCCS Intergovernmental Service Fund				
Non-Appropriated				
Non-Appropriated Total: 6,542.0 8,713.9 0.0 8,713.9				
Fund Total: 6,542.0 8,713.9 0.0 8,713.9				
Fund: 2449-N Employee Recognition Fund				
Non-Appropriated				
6000	0.0	0.0	0.0	0.0
6100	0.0	0.0	0.0	0.0
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	0.0	0.0	0.0	0.0
7000	0.5	2.0	0.0	2.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0
Non-Appropriated Total: 0.5 2.0 0.0 2.0				
Fund Total: 0.5 2.0 0.0 2.0				
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
6000	1,083.7	1,083.7	0.0	1,083.7
6100	550.9	550.9	0.0	550.9
6200	1.0	1.0	0.0	1.0
6500	0.7	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0

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Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Central Administration					
Fund: 2500-N IGA and ISA Fund					
Non-Appropriated					
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	8.2	8.2	0.0	8.2
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		1,644.5	1,643.8	0.0	1,643.8
Fund Total:		1,644.5	1,643.8	0.0	1,643.8
Fund: 2546-A Prescription Drug Rebate Fund					
Appropriated					
0000	FTE	2.0	2.0	0.0	2.0
6000	Personal Services	16.3	27.5	0.0	27.5
6100	Employee Related Expenses	8.5	14.6	0.0	14.6
6200	Professional and Outside Services	428.9	721.2	0.0	721.2
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	(60.9)	(102.4)	0.0	(102.4)
Appropriated Total:		392.8	660.9	0.0	660.9
Fund Total:		392.8	660.9	0.0	660.9

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Central Administration				
Fund: 2546-N Prescription Drug Rebate Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0	0.0
Fund: 2567-N Nursing Facility Provider Assessment Fund				
Non-Appropriated				
6000 Personal Services	50.9	50.9	0.0	50.9
6100 Employee Related Expenses	128.9	128.9	0.0	128.9
6200 Professional and Outside Services	162.0	162.0	0.0	162.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	227.3	227.3	0.0	227.3
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Central Administration

Fund:	2567-N Nursing Facility Provider Assessment Fund				
	Non-Appropriated				
	8600 Debt Service	0.0	0.0	0.0	0.0
	9000 Cost Allocation	0.0	0.0	0.0	0.0
	9100 Transfers	0.0	0.0	0.0	0.0
	Non-Appropriated Total:	569.1	569.1	0.0	569.1
	Fund Total:	569.1	569.1	0.0	569.1
	Program Total For Selected Funds:	105,024.8	105,545.1	5,224.3	110,769.4

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Central Administration	
	FY 2018 Actual	FY 2019 Expd. Plan
FTE	977.3	977.3
Expenditure Category Total	977.3	977.3
Appropriated		
1000-A General Fund (Appropriated)	404.6	404.6
2546-A Prescription Drug Rebate Fund (Appropriated)	2.0	2.0
	406.6	406.6
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	570.7	570.7
	570.7	570.7
Fund Source Total	977.3	977.3
<hr/>		
Personal Services	46,628.0	45,616.9
Boards and Commissions	(0.4)	0.0
Expenditure Category Total	46,627.6	45,616.9
Appropriated		
1000-A General Fund (Appropriated)	16,232.6	15,228.6
2546-A Prescription Drug Rebate Fund (Appropriated)	16.3	27.5
	16,248.9	15,256.1
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	600.9	600.9
2120-N AHCCCS Fund (Non-Appropriated)	26,954.4	26,936.5
2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)	1,688.8	1,688.8
2500-N IGA and ISA Fund (Non-Appropriated)	1,083.7	1,083.7
2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate)	50.9	50.9
	30,378.7	30,360.8
Fund Source Total	46,627.6	45,616.9
<hr/>		
Employee Related Expenses	19,771.3	19,345.5
Expenditure Category Total	19,771.3	19,345.5
Appropriated		
1000-A General Fund (Appropriated)	6,854.0	6,429.8
2546-A Prescription Drug Rebate Fund (Appropriated)	8.5	14.6
	6,862.5	6,444.4
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	230.7	230.7
2120-N AHCCCS Fund (Non-Appropriated)	11,416.7	11,409.0
2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)	581.6	581.6
2500-N IGA and ISA Fund (Non-Appropriated)	550.9	550.9
2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate)	128.9	128.9
	12,908.8	12,901.1
Fund Source Total	19,771.3	19,345.5
<hr/>		
Professional and Outside Services		12,556.1
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	21.0	
Attorney General Legal Services	0.0	
External Legal Services	582.4	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Central Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Other Design	0.0	
Temporary Agency Services	989.8	
Hospital Services	0.0	
Other Medical Services	987.7	
Institutional Care	0.0	
Education And Training	80.6	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	9,753.7	
Expenditure Category Total	12,415.2	12,556.1
Appropriated		
1000-A General Fund (Appropriated)	2,360.6	2,214.5
2546-A Prescription Drug Rebate Fund (Appropriated)	428.9	721.2
	2,789.5	2,935.7
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	1,426.8	1,426.8
2120-N AHCCCS Fund (Non-Appropriated)	8,031.4	8,026.1
2130-N Delivery System Reform Incentive Payment Fund(Non-Appro	0.0	0.0
2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated	4.5	4.5
2500-N IGA and ISA Fund (Non-Appropriated)	1.0	1.0
2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate	162.0	162.0
	9,625.7	9,620.4
Fund Source Total	12,415.2	12,556.1
<hr/>		
Travel In-State	123.7	116.4
Expenditure Category Total	123.7	116.4
Appropriated		
1000-A General Fund (Appropriated)	38.7	36.2
	38.7	36.2
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	4.1	0.0
2120-N AHCCCS Fund (Non-Appropriated)	80.2	80.2
2500-N IGA and ISA Fund (Non-Appropriated)	0.7	0.0
	85.0	80.2
Fund Source Total	123.7	116.4
<hr/>		
Travel Out of State	26.9	26.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Central Administration	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	26.9	26.1
Appropriated		
1000-A General Fund (Appropriated)	12.1	11.3
	12.1	11.3
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	2.4	2.4
2120-N AHCCCS Fund (Non-Appropriated)	12.1	12.1
2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)	0.3	0.3
	14.8	14.8
Fund Source Total	26.9	26.1
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	6,479.8	6,479.8
Expenditure Category Total	6,479.8	6,479.8
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	6,479.8	6,479.8
	6,479.8	6,479.8
Fund Source Total	6,479.8	6,479.8
<hr/>		
Other Operating Expenses		18,745.7
Other Operating Expenditures Budg Approp	(216.8)	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	168.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	2,711.3	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	4,802.8	
External Programming- Pc/Lan/Serv/Web	656.2	
External Data Entry	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Central Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	157.4	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	1,074.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	284.0	
Electricity	242.6	
Sanitation Waste Disposal	0.9	
Water	25.0	
Gas And Fuel Oil For Buildings	5.8	
Other Utilities	0.0	
Building Rent Charges To State Agencies	13.4	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	523.0	
Rental Of Computer Equipment	1.2	
Rental Of Other Machinery And Equipment	7.5	
Miscellaneous Rent	21.9	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	163.3	
Repair And Maintenance - Vehicles	49.4	
Repair And Maint - Mainframe And Legacy	1.4	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	146.0	
Other Repair And Maintenance	584.5	
Software Support And Maintenance	2,913.7	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	157.6	
Computer Supplies	4.6	
Housekeeping Supplies	28.3	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	67.5	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	12.4	
Other Operating Supplies	17.2	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Central Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	21.1	
Conference Registration-Attendance Fees	16.5	
Other Education And Training Costs	26.3	
Advertising	4.4	
Sponsorships	0.0	
Internal Printing	(5.3)	
External Printing	1,082.0	
Photography	0.0	
Postage And Delivery	674.8	
Document shredding and Destruction Services	3.2	
Translation and Sign Language Services	28.1	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	7.5	
Entertainment And Promotional Items	0.8	
Dues	34.1	
Books- Subscriptions And Publications	42.1	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	111.8	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	105.6	
Other Miscellaneous Operating	20.2	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Central Administration

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	16,797.3	18,745.7
Appropriated		
1000-A General Fund (Appropriated)	3,539.3	3,320.6
	3,539.3	3,320.6
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	150.4	150.4
2120-N AHCCCS Fund (Non-Appropriated)	9,543.5	9,537.2
2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)	3,328.1	5,500.0
2449-N Employee Recognition Fund (Non-Appropriated)	0.5	2.0
2500-N IGA and ISA Fund (Non-Appropriated)	8.2	8.2
2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate)	227.3	227.3
	13,258.0	15,425.1
Fund Source Total	16,797.3	18,745.7

		562.5
Current Year Expenditures		
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	2.3	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	60.7	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	45.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	426.4	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	10.2	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	4.3	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	31.6	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Central Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	580.5	562.5
Appropriated		
1000-A General Fund (Appropriated)	284.3	266.6
	284.3	266.6
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	15.7	15.7
2120-N AHCCCS Fund (Non-Appropriated)	265.0	264.7
2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)	15.5	15.5
	296.2	295.9
Fund Source Total	580.5	562.5
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	2,202.5	2,096.1
Expenditure Category Total	2,202.5	2,096.1
Appropriated		
1000-A General Fund (Appropriated)	1,045.0	980.3
2546-A Prescription Drug Rebate Fund (Appropriated)	(60.9)	(102.4)
	984.1	877.9
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	295.2	295.0
2438-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)	923.2	923.2
2546-N Prescription Drug Rebate Fund (Non-Appropriated)	0.0	0.0
	1,218.4	1,218.2
Fund Source Total	2,202.5	2,096.1

Employee Retirement Coverage			
Retirement System	FTE	Personal Services	Fund#
Arizona State Retirement System	404.6	15,228.6	1000-A
Arizona State Retirement System	570.7	26,936.5	2000-N
Arizona State Retirement System	0.0	27.5	2546-A
Arizona State Retirement System	0.0	600.9	2000-N

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Central Administration

		<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Arizona State Retirement System	0.0	1,688.8	2438-N
Arizona State Retirement System	0.0	1,083.7	2500-N
Arizona State Retirement System	0.0	50.9	2567-N



FISCAL YEAR 2020

ARIZONA DEPARTMENT OF ADMINISTRATION **ADMINISTRATION JUSTIFICATION**
DATA CENTER

ARIZONA DEPARTMENT OF ADMINISTRATION (ADOA) DATA CENTER

BUDGET JUSTIFICATION

These are costs associated with the agency's usage of mainframe computing services provided by ADOA. The ADOA Data Center appropriation was rolled into the Central Administration appropriation; however, for purposes of this budget submittal, the costs will be shown in the ADOA Data Center cost center.

The FY 2019 allocation (within the ADOA Data Center SLI appropriation) is \$19,325,800 (\$5,915,400 General Fund).

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
 Program: ADOA Data Center

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
6000 Personal Services	272.9	325.0	0.0	325.0	325.0
6100 Employee Related Expenses	102.7	122.2	0.0	122.2	122.2
6200 Professional and Outside Services	180.0	213.5	0.0	213.5	213.5
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	14,878.0	17,998.5	0.0	17,998.5	17,998.5
8000 Equipment	565.5	666.6	0.0	666.6	666.6
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:	15,999.1	19,325.8	0.0	19,325.8	19,325.8

Fund Source	1000-A	2409-A	Non-Appropriated Funds	Fund Source Total:
General Fund (Appropriated)	4,694.0	5,915.4	0.0	5,915.4
Children's Health Insurance Program (Appropriated)	12.4	160.0	0.0	160.0
Non-Appropriated Funds	4,706.4	6,075.4	0.0	6,075.4
2000-N Federal Grant (Non-Appropriated)	13.6	0.0	0.0	0.0
2120-N AHCCCS Fund (Non-Appropriated)	11,275.6	13,250.4	0.0	13,250.4
2500-N IGA and ISA Fund (Non-Appropriated)	3.5	0.0	0.0	0.0
Fund Source Total:	11,292.7	13,250.4	0.0	13,250.4
Fund Source Total:	15,999.1	19,325.8	0.0	19,325.8

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
Program: ADOA Data Center					
Fund: 1000-A General Fund					
Appropriated					
6000 Personal Services	60.7	76.7	0.0	0.0	76.7
6100 Employee Related Expenses	22.6	28.6	0.0	0.0	28.6
6200 Professional and Outside Services	24.8	31.2	0.0	0.0	31.2
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	4,529.8	5,708.2	0.0	0.0	5,708.2
8000 Equipment	56.1	70.7	0.0	0.0	70.7
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0	0.0
Appropriated Total:	4,694.0	5,915.4	0.0	0.0	5,915.4
Fund Total:	4,694.0	5,915.4	0.0	0.0	5,915.4
Fund: 2000-N Federal Grant Fund					
Non-Appropriated					
6000 Personal Services	0.9	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.4	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.1	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	9.9	0.0	0.0	0.0	0.0
8000 Equipment	2.3	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: ADOA Data Center				
Fund: 2000-N Federal Grant Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	13.6	0.0	0.0	0.0
Fund Total:	13.6	0.0	0.0	0.0
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
6000 Personal Services	211.3	248.3	0.0	248.3
6100 Employee Related Expenses	79.7	93.6	0.0	93.6
6200 Professional and Outside Services	155.1	182.3	0.0	182.3
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	10,322.4	12,130.3	0.0	12,130.3
8000 Equipment	507.1	595.9	0.0	595.9
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	11,275.6	13,250.4	0.0	13,250.4
Fund Total:	11,275.6	13,250.4	0.0	13,250.4
Fund: 2409-A Children's Health Insurance Program Fund				
Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0

Date Printed: 8/27/2018 8:27:44 PM All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: ADOA Data Center				
Fund: 2409-A Children's Health Insurance Program Fund				
Appropriated				
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	12.4	160.0	0.0	160.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	12.4	160.0	0.0	160.0
Fund Total:	12.4	160.0	0.0	160.0
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	3.5	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Agency: Arizona Health Care Cost Containment System				
Program: ADOA Data Center				
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
Non-Appropriated Total:	3.5	0.0	0.0	0.0
Fund Total:	3.5	0.0	0.0	0.0
Program Total For Selected Funds:	15,999.1	19,325.8	0.0	19,325.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ADOA Data Center

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	272.9	325.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	272.9	325.0
Appropriated		
1000-A General Fund (Appropriated)	60.7	76.7
	60.7	76.7
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	0.9	0.0
2120-N AHCCCS Fund (Non-Appropriated)	211.3	248.3
Fund Source Total	212.2	248.3
<hr/>		
Employee Related Expenses	102.7	122.2
Expenditure Category Total	102.7	122.2
Appropriated		
1000-A General Fund (Appropriated)	22.6	28.6
2409-A Children's Health Insurance Program (Appropriated)	0.0	0.0
	22.6	28.6
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	0.4	0.0
2120-N AHCCCS Fund (Non-Appropriated)	79.7	93.6
Fund Source Total	80.1	93.6
<hr/>		
Professional and Outside Services		213.5
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	180.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	ADOA Data Center	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	180.0	213.5
Appropriated		
1000-A General Fund (Appropriated)	24.8	31.2
	24.8	31.2
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	0.1	0.0
2120-N AHCCCS Fund (Non-Appropriated)	155.1	182.3
	155.2	182.3
Fund Source Total	180.0	213.5
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
Appropriated		
1000-A General Fund (Appropriated)	0.0	0.0
	0.0	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	0.0	0.0
	0.0	0.0
Fund Source Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
Appropriated		
1000-A General Fund (Appropriated)	0.0	0.0
	0.0	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	0.0	0.0
	0.0	0.0
Fund Source Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Other Operating Expenses		17,998.5
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ADOA Data Center

	FY 2018 Actual	FY 2019 Expd. Plan
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	14,402.1	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	202.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	1.2	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	9.1	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	263.6	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ADOA Data Center

	FY 2018 Actual	FY 2019 Expd. Plan
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ADOA Data Center

	FY 2018 Actual	FY 2019 Expd. Plan
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	14,878.0	17,998.5
Appropriated		
1000-A General Fund (Appropriated)	4,529.8	5,708.2
2409-A Children's Health Insurance Program (Appropriated)	12.4	160.0
	4,542.2	5,868.2
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	9.9	0.0
2120-N AHCCCS Fund (Non-Appropriated)	10,322.4	12,130.3
2500-N IGA and ISA Fund (Non-Appropriated)	3.5	0.0
	10,335.8	12,130.3
Fund Source Total	14,878.0	17,998.5

Current Year Expenditures		666.6
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	565.5	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ADOA Data Center

	FY 2018 Actual	FY 2019 Expd. Plan
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	565.5	666.6
Appropriated		
1000-A General Fund (Appropriated)	56.1	70.7
Expenditure Category Total	56.1	70.7
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	2.3	0.0
2120-N AHCCCS Fund (Non-Appropriated)	507.1	595.9
Expenditure Category Total	509.4	595.9
Fund Source Total	565.5	666.6
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0

Employee Retirement Coverage			
Retirement System	FTE	Personal Services	Fund#
Arizona State Retirement System	0.0	76.7	1000-A
Arizona State Retirement System	0.0	248.3	2120-N



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

DES ELIGIBILITY

DES ELIGIBILITY SLI

BUDGET JUSTIFICATION

The DES Eligibility funding is appropriated to AHCCCS to fund eligibility for the Acute Care program. DES, through an intergovernmental agreement, performs eligibility determinations for the Acute Care program.

The FY 2019 DES Eligibility portion of the DES Eligibility SLI appropriation is \$88,874,500 (\$25,491,200 General Fund).

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
 Program: SLIDES Eligibility

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
0000 FTE	885.0	885.0	0.0	885.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	2,639.5	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	72,922.3	88,874.5	0.0	88,874.5
Expenditure Categories Total:	75,561.8	88,874.5	0.0	88,874.5

Fund Source

Appropriated Funds	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1000-A General Fund (Appropriated)	24,647.5	25,491.2	0.0	25,491.2
Non-Appropriated Funds				
2120-N AHCCCS Fund (Non-Appropriated)	48,274.8	63,383.3	0.0	63,383.3
2500-N IGA and ISA Fund (Non-Appropriated)	2,639.5	0.0	0.0	0.0
	50,914.3	63,383.3	0.0	63,383.3
Fund Source Total:	75,561.8	88,874.5	0.0	88,874.5

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLIDES Eligibility					
Fund: 1000-A General Fund					
Appropriated					
0000	FTE	442.6	442.6	0.0	442.6
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	24,647.5	25,491.2	0.0	25,491.2
Appropriated Total:		24,647.5	25,491.2	0.0	25,491.2
Fund Total:		24,647.5	25,491.2	0.0	25,491.2
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
0000	FTE	442.4	442.4	0.0	442.4
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLIDES Eligibility					
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	48,274.8	63,383.3	0.0	63,383.3
Non-Appropriated Total:		48,274.8	63,383.3	0.0	63,383.3
Fund Total:		48,274.8	63,383.3	0.0	63,383.3
Fund: 2500-N IGA and ISA Fund					
Non-Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	2,639.5	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		2,639.5	0.0	0.0	0.0
Fund Total:		2,639.5	0.0	0.0	0.0
Program Total For Selected Funds:		75,561.8	88,874.5	0.0	88,874.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	885.0	885.0
Expenditure Category Total	885.0	885.0
Appropriated		
1000-A General Fund (Appropriated)	442.6	442.6
	442.6	442.6
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	442.4	442.4
	442.4	442.4
Fund Source Total	885.0	885.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

	FY 2018 Actual	FY 2019 Expd. Plan
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	2,639.5	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	2,639.5	0.0
Non-Appropriated		
2500-N IGA and ISA Fund (Non-Appropriated)	2,639.5	0.0
	2,639.5	0.0
Fund Source Total	2,639.5	0.0
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

	FY 2018 Actual	FY 2019 Expd. Plan
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	72,922.3	88,874.5
Expenditure Category Total	72,922.3	88,874.5
<hr/>		
Appropriated		
1000-A General Fund (Appropriated)	24,647.5	25,491.2
	24,647.5	25,491.2
<hr/>		
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	48,274.8	63,383.3
	48,274.8	63,383.3
Fund Source Total	72,922.3	88,874.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
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Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: Title XIX Pass-Through - DHS

	FY 2018		FY 2019		FY 2020	
	Actual	Expd. Plan	Fund. Issue	Total Request	Fund. Issue	Total Request
6000 Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0	0.0
9100 Transfers	742.8	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:	742.8	0.0	0.0	0.0	0.0	0.0

	FY 2018		FY 2019		FY 2020	
	Actual	Expd. Plan	Fund. Issue	Total Request	Fund. Issue	Total Request
Fund Source						
Appropriated Funds						
2227-A Substance Abuse Services Fund (Appropriated)	0.0	0.0	0.0	0.0	0.0	0.0
Non-Appropriated Funds						
2000-N Federal Grant (Non-Appropriated)	0.0	0.0	0.0	0.0	0.0	0.0
2120-N AHCCCS Fund (Non-Appropriated)	371.4	0.0	0.0	0.0	0.0	0.0
2500-N IGA and ISA Fund (Non-Appropriated)	371.4	0.0	0.0	0.0	0.0	0.0
2532-N Hospital Loan Residency Fund (Non-Appropriated)	0.0	0.0	0.0	0.0	0.0	0.0
Fund Source Total:	742.8	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: Title XIX Pass-Through - DHS

Fund:	2000-N	Federal Grant Fund		
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0	0.0

Fund:	2120-N	AHCCCS Fund		
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Title XIX Pass-Through - DHS					
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	371.4	0.0	0.0	0.0
Non-Appropriated Total:		371.4	0.0	0.0	0.0
Fund Total:		371.4	0.0	0.0	0.0
Fund: 2227-A Substance Abuse Services Fund					
Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Appropriated Total:		0.0	0.0	0.0	0.0
Fund Total:		0.0	0.0	0.0	0.0
Fund: 2500-N IGA and ISA Fund					
Non-Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0

Date Printed: 8/28/2018 8:56:53 AM All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
Program: Title XIX Pass-Through - DHS					
Fund: 2500-N IGA and ISA Fund					
Non-Appropriated					
6200	0.0	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0	0.0
6800	0.0	0.0	0.0	0.0	0.0
7000	0.0	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0	0.0
9100	371.4	0.0	0.0	0.0	0.0
Non-Appropriated Total:	371.4	0.0	0.0	0.0	0.0
Fund Total:	371.4	0.0	0.0	0.0	0.0
Fund: 2532-N Hospital Loan Residency Fund					
Non-Appropriated					
6000	0.0	0.0	0.0	0.0	0.0
6100	0.0	0.0	0.0	0.0	0.0
6200	0.0	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0	0.0
6800	0.0	0.0	0.0	0.0	0.0
7000	0.0	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Agency: Arizona Health Care Cost Containment System				
Program: Title XIX Pass-Through - DHS				
Fund: 2532-N Hospital Loan Residency Fund				
Non-Appropriated				
Non-Appropriated Total:	0.0	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0	0.0
Program Total For Selected Funds:	742.8	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Title XIX Pass-Through - DHS

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
Appropriated		
2227-A Substance Abuse Services Fund (Appropriated)	0.0	0.0
Fund Source Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
Appropriated		
2227-A Substance Abuse Services Fund (Appropriated)	0.0	0.0
Fund Source Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Title XIX Pass-Through - DHS

	FY 2018 Actual	FY 2019 Expd. Plan
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	0.0
Expenditure Category Total	0.0	0.0
Appropriated		
2227-A Substance Abuse Services Fund (Appropriated)	0.0	0.0
	0.0	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	0.0	0.0
	0.0	0.0
Fund Source Total	0.0	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Title XIX Pass-Through - DHS

	FY 2018 Actual	FY 2019 Expd. Plan
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Title XIX Pass-Through - DHS

	FY 2018 Actual	FY 2019 Expd. Plan
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Title XIX Pass-Through - DHS

	FY 2018 Actual	FY 2019 Expd. Plan
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	742.8	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Title XIX Pass-Through - DHS

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	742.8	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	371.4	0.0
2500-N IGA and ISA Fund (Non-Appropriated)	371.4	0.0
2532-N Hospital Loan Residency Fund (Non-Appropriated)	0.0	0.0
	742.8	0.0
Fund Source Total	742.8	0.0



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

CHIP ADMINISTRATION

CHILDREN'S HEALTH INSURANCE PROGRAM (CHIP) ADMINISTRATION

BUDGET JUSTIFICATION

KidsCare, also known as the Children's Health Insurance Program (CHIP), provides health insurance coverage to uninsured children whose families have an income less than 200% of the Federal Poverty Level (FPL). The CHIP Administrative appropriation was rolled into the Central Administration appropriation; however, for purposes of this budget submittal, the costs will be shown in the CHIP Administration cost center.

The total FY 2019 CHIP allocation (within the Central Administration appropriation) is \$5,565,800 Total Fund (\$0 General Fund).

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: Children's Health Insurance Program Administration

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
0000 FTE	45.9	45.9	0.0	45.9
6000 Personal Services	492.0	1,085.3	0.0	1,085.3
6100 Employee Related Expenses	193.1	425.8	0.0	425.8
6200 Professional and Outside Services	84.0	185.0	0.0	185.0
6500 Travel In-State	0.5	1.2	0.0	1.2
6600 Travel Out of State	0.3	0.7	0.0	0.7
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	542.6	1,220.3	0.0	1,220.3
8000 Equipment	19.7	43.5	0.0	43.5
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	1,180.1	2,604.0	0.0	2,604.0
Expenditure Categories Total:	2,512.3	5,565.8	0.0	5,565.8

Fund Source

Appropriated Funds	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1000-A General Fund (Appropriated)	0.0	0.0	0.0	0.0
2409-A Children's Health Insurance Program (Appropriated)	2,512.3	5,565.8	0.0	5,565.8
Fund Source Total:	2,512.3	5,565.8	0.0	5,565.8

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Children's Health Insurance Program Administration

	1000-A	General Fund			
Appropriated					
0000 FTE			7.7	7.7	7.7
6000 Personal Services			0.0	0.0	0.0
6100 Employee Related Expenses			0.0	0.0	0.0
6200 Professional and Outside Services			0.0	0.0	0.0
6500 Travel In-State			0.0	0.0	0.0
6600 Travel Out of State			0.0	0.0	0.0
6700 Food			0.0	0.0	0.0
6800 Aid to Organizations and Individuals			0.0	0.0	0.0
7000 Other Operating Expenses			0.0	0.0	0.0
8000 Equipment			0.0	0.0	0.0
8100 Capital Outlay			0.0	0.0	0.0
8600 Debt Service			0.0	0.0	0.0
9000 Cost Allocation			0.0	0.0	0.0
9100 Transfers			0.0	0.0	0.0
Appropriated Total:			0.0	0.0	0.0
Fund Total:			0.0	0.0	0.0

	2409-A	Children's Health Insurance Program Fund			
Appropriated					
0000 FTE			38.2	38.2	38.2
6000 Personal Services			492.0	1,085.3	1,085.3
6100 Employee Related Expenses			193.1	425.8	425.8
6200 Professional and Outside Services			84.0	185.0	185.0
6500 Travel In-State			0.5	1.2	1.2
6600 Travel Out of State			0.3	0.7	0.7
6700 Food			0.0	0.0	0.0
6800 Aid to Organizations and Individuals			0.0	0.0	0.0
7000 Other Operating Expenses			542.6	1,220.3	1,220.3
8000 Equipment			19.7	43.5	43.5
8100 Capital Outlay			0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Children's Health Insurance Program Administration

Fund:	2409-A	Children's Health Insurance Program Fund			
	Appropriated				
	8600	Debt Service	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0
	9100	Transfers	1,180.1	2,604.0	2,604.0
		Appropriated Total:	2,512.3	5,565.8	5,565.8
		Fund Total:	2,512.3	5,565.8	5,565.8
		Program Total For Selected Funds:	2,512.3	5,565.8	5,565.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Administration

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	45.9	45.9
Expenditure Category Total	45.9	45.9
Appropriated		
1000-A General Fund (Appropriated)	7.7	7.7
2409-A Children's Health Insurance Program (Appropriated)	38.2	38.2
Fund Source Total	45.9	45.9
<hr/>		
Personal Services	492.0	1,085.3
Boards and Commissions	0.0	0.0
Expenditure Category Total	492.0	1,085.3
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	492.0	1,085.3
Fund Source Total	492.0	1,085.3
<hr/>		
Employee Related Expenses	193.1	425.8
Expenditure Category Total	193.1	425.8
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	193.1	425.8
Fund Source Total	193.1	425.8
<hr/>		
Professional and Outside Services		185.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	2.7	
Attorney General Legal Services	0.0	
External Legal Services	9.7	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	45.8	
Hospital Services	0.0	
Other Medical Services	3.2	
Institutional Care	0.0	
Education And Training	1.4	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	21.2	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	84.0	185.0
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	84.0	185.0
Fund Source Total	84.0	185.0
<hr/>		
Travel In-State	0.5	1.2
Expenditure Category Total	0.5	1.2
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	0.5	1.2
Fund Source Total	0.5	1.2
<hr/>		
Travel Out of State	0.3	0.7
Expenditure Category Total	0.3	0.7
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	0.3	0.7
Fund Source Total	0.3	0.7
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Other Operating Expenses		1,220.3
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	2.6	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	78.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	16.7	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	23.7	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	4.0	
Electricity	3.0	
Sanitation Waste Disposal	0.0	
Water	0.3	
Gas And Fuel Oil For Buildings	0.1	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	1.1	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.1	
Miscellaneous Rent	0.4	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	2.3	
Repair And Maintenance - Vehicles	0.4	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	2.5	
Other Repair And Maintenance	6.2	
Software Support And Maintenance	37.7	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	13.9	
Computer Supplies	0.1	
Housekeeping Supplies	0.5	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.5	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.2	
Other Operating Supplies	0.3	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.3	
Conference Registration-Attendance Fees	0.2	
Other Education And Training Costs	0.3	
Advertising	0.1	
Sponsorships	0.0	
Internal Printing	(0.1)	
External Printing	331.7	
Photography	0.0	
Postage And Delivery	11.5	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.1	
Dues	0.4	
Books- Subscriptions And Publications	0.6	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	2.1	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.2	
Other Miscellaneous Operating	0.6	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Administration

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	542.6	1,220.3
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	542.6	1,220.3
Fund Source Total	542.6	1,220.3
<hr/>		
Current Year Expenditures		43.5
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.6	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	18.4	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.1	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.1	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.5	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	19.7	43.5
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	19.7	43.5
Fund Source Total	19.7	43.5
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	1,180.1	2,604.0
Expenditure Category Total	1,180.1	2,604.0
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	1,180.1	2,604.0
Fund Source Total	1,180.1	2,604.0

Employee Retirement Coverage			
Retirement System	FTE	Personal Services	Fund#
Arizona State Retirement System	45.9	1,085.3	2409-A

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: SLI Proposition 206 Study

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Expenditure Categories				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	61.7	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	61.7	0.0	0.0	0.0

Fund Source

Appropriated Funds				
2546-A Prescription Drug Rebate Fund (Appropriated)	61.7	0.0	0.0	0.0
Fund Source Total:	61.7	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Proposition 206 Study

Fund: 2546-A Prescription Drug Rebate Fund

Appropriated	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	61.7	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	61.7	0.0	0.0	0.0
Fund Total:	61.7	0.0	0.0	0.0
Program Total For Selected Funds:	61.7	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	SLI Proposition 206 Study	
	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	61.7	
Expenditure Category Total	61.7	0.0
Appropriated		
2546-A Prescription Drug Rebate Fund (Appropriated)	61.7	0.0
Fund Source Total	61.7	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Proposition 206 Study

	FY 2018 Actual	FY 2019 Expd. Plan
Aid to Organizations and Individuals	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Proposition 206 Study

	FY 2018 Actual	FY 2019 Expd. Plan
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Proposition 206 Study

	FY 2018 Actual	FY 2019 Expd. Plan
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Proposition 206 Study

	FY 2018 Actual	FY 2019 Expd. Plan
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
Program: Long Term Care

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Program Summary				
2-1 SLI EPD ALTCS Services	1,395,497.1	1,457,670.7	112,966.3	1,570,637.0
2-2 Board of Nursing	209.7	209.9	0.0	209.9
2-3 Programmatic Pass Through Funding	1,485,020.2	1,661,421.3	262,518.8	1,923,940.1
2-4 SLI Long Term Care Clawback Payments	37,039.2	38,741.6	2,158.0	40,899.6
2-5 Nursing Facility Assessment	108,822.0	109,345.0	(958.4)	108,386.6
Program Summary Total:	3,026,588.2	3,267,388.5	376,684.7	3,644,073.2

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Expenditure Categories				
0000 FTE Positions	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	3,026,124.5	3,266,921.7	376,684.7	3,643,606.4
7000 Other Operating Expenses	209.7	209.9	0.0	209.9
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	254.0	256.9	0.0	256.9
Expenditure Categories Total:	3,026,588.2	3,267,388.5	376,684.7	3,644,073.2

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Fund Source				
Appropriated Funds				
1000-A General Fund (Appropriated)	185,152.6	198,827.9	24,974.2	223,802.1
2546-A Prescription Drug Rebate Fund (Appropriated)	7,578.4	7,578.4	0.0	7,578.4
Non-Appropriated Funds				
2120-N AHCCCS Fund (Non-Appropriated)	104.8	104.9	0.0	104.9
2223-N Long Term Care System Fund (Non-Appropriated)	2,237,736.7	2,137,354.6	263,446.5	2,400,801.1
2500-N IGA and ISA Fund (Non-Appropriated)	452,885.0	509,200.9	72,714.7	581,915.6
2546-N Prescription Drug Rebate Fund (Non-Appropriated)	34,308.7	36,422.0	2,905.7	39,327.7
2567-N Nursing Facility Provider Assessment Fund (Non-A)	108,822.0	109,345.0	(958.4)	108,386.6
9691-N County Funds (Non-Appropriated)	0.0	268,554.8	13,602.0	282,156.8

All dollars are presented in thousands (not FTE).

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
 Program: Long Term Care

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
	2,833,857.2	3,060,982.2	351,710.5	3,412,692.7
Fund Source Total:	3,026,588.2	3,267,388.5	376,684.7	3,644,073.2

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Program: Long Term Care

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Fund:	1000-A	General Fund (Appropriated)			
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	169,806.1	182,246.9	23,364.1	205,611.0
2-2	Board of Nursing	104.9	105.0	0.0	105.0
2-4	SLI Long Term Care Clawback Payments	15,241.6	16,476.0	1,610.1	18,086.1
	Total	185,152.6	198,827.9	24,974.2	223,802.1

Appropriated Funding				
Expenditure Categories				
FTE Positions	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	185,047.7	198,722.9	24,974.2	223,697.1
Other Operating Expenses	104.9	105.0	0.0	105.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	185,152.6	198,827.9	24,974.2	223,802.1

Fund 1000-A Total: 185,152.6 198,827.9 24,974.2 223,802.1

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
 Program: Long Term Care

FY 2018 FY 2019 FY 2020 FY 2020
 Actual Expd. Plan Fund. Issue Total Request

Fund: 2120-N AHCCCS Fund (Non-Appropriated)

Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	0.0	0.0	0.0	0.0
2-2	Board of Nursing	104.8	104.9	0.0	104.9
	Total	104.8	104.9	0.0	104.9

Non-Appropriated Funding

Expenditure Categories

Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
Other Operating Expenses	104.8	104.9	0.0	104.9
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0

Expenditure Categories Total: 104.8 104.9 0.0 104.9

Fund 2120-N Total: 104.8 104.9 0.0 104.9

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System	FY 2018	FY 2019	FY 2020	FY 2020
Program:	Long Term Care	Actual	Expd. Plan	Fund. Issue	Total Request

Fund:	2223-N Long Term Care System Fund (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	1,183,794.3	985,134.2	73,642.4	1,058,776.6
2-3	Programmatic Pass Through Funding	1,032,144.8	1,152,220.4	189,804.1	1,342,024.5
2-4	SLI Long Term Care Clawback Payments	21,797.6	0.0	0.0	0.0
Total		2,237,736.7	2,137,354.6	263,446.5	2,400,801.1

Non-Appropriated Funding					
Expenditure Categories					
FTE Positions		0.0	0.0	0.0	0.0
Personal Services		0.0	0.0	0.0	0.0
Employee Related Expenses		0.0	0.0	0.0	0.0
Professional and Outside Services		0.0	0.0	0.0	0.0
Travel In-State		0.0	0.0	0.0	0.0
Travel Out of State		0.0	0.0	0.0	0.0
Food		0.0	0.0	0.0	0.0
Aid to Organizations and Individuals		2,237,482.7	2,137,354.6	263,446.5	2,400,801.1
Other Operating Expenses		0.0	0.0	0.0	0.0
Equipment		0.0	0.0	0.0	0.0
Capital Outlay		0.0	0.0	0.0	0.0
Debt Service		0.0	0.0	0.0	0.0
Cost Allocation		0.0	0.0	0.0	0.0
Transfers		254.0	0.0	0.0	0.0
Expenditure Categories Total:		2,237,736.7	2,137,354.6	263,446.5	2,400,801.1

Fund 2223-N Total:		2,237,736.7	2,137,354.6	263,446.5	2,400,801.1
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Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Program: Long Term Care

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Fund: 2500-N IGA and ISA Fund (Non-Appropriated)

Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
2-1	9.6	0.0	0.0	0.0
2-3	452,875.4	509,200.9	72,714.7	581,915.6
	452,885.0	509,200.9	72,714.7	581,915.6
Total				

Non-Appropriated Funding				
Expenditure Categories				
FTE Positions	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	452,885.0	509,200.9	72,714.7	581,915.6
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	452,885.0	509,200.9	72,714.7	581,915.6
Fund 2500-N Total:	452,885.0	509,200.9	72,714.7	581,915.6

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Long Term Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	2546-A Prescription Drug Rebate Fund (Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
2-1	SLI EPD ALTCS Services	7,578.4	7,578.4	0.0	7,578.4					
Total		7,578.4	7,578.4	0.0	7,578.4					
Appropriated Funding										
Expenditure Categories										
	Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	7,578.4	7,578.4	0.0	7,578.4	0.0	0.0	0.0	7,578.4	0.0
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:		7,578.4	7,578.4	0.0	7,578.4	0.0	0.0	0.0	7,578.4	0.0
Fund 2546-A Total:		7,578.4	7,578.4	0.0	7,578.4	0.0	0.0	0.0	7,578.4	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020	
Program: Long Term Care		Actual	Expd. Plan	Fund. Issue	Total Request				
Fund:	2546-N Prescription Drug Rebate Fund (Non-Appropriated)								
Program Expenditures									
COST CENTER/PROGRAM BUDGET UNIT									
2-1	SLI EPD ALTCS Services	34,308.7	36,422.0	2,905.7	39,327.7				
Total		34,308.7	36,422.0	2,905.7	39,327.7				
Non-Appropriated Funding									
Expenditure Categories									
	FTE Positions	0.0	0.0	0.0	0.0				
	Personal Services	0.0	0.0	0.0	0.0				
	Employee Related Expenses	0.0	0.0	0.0	0.0				
	Professional and Outside Services	0.0	0.0	0.0	0.0				
	Travel In-State	0.0	0.0	0.0	0.0				
	Travel Out of State	0.0	0.0	0.0	0.0				
	Food	0.0	0.0	0.0	0.0				
	Aid to Organizations and Individuals	34,308.7	36,422.0	2,905.7	39,327.7				
	Other Operating Expenses	0.0	0.0	0.0	0.0				
	Equipment	0.0	0.0	0.0	0.0				
	Capital Outlay	0.0	0.0	0.0	0.0				
	Debt Service	0.0	0.0	0.0	0.0				
	Cost Allocation	0.0	0.0	0.0	0.0				
	Transfers	0.0	0.0	0.0	0.0				
Expenditure Categories Total:		34,308.7	36,422.0	2,905.7	39,327.7				
Fund 2546-N Total:		34,308.7	36,422.0	2,905.7	39,327.7				

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Long Term Care			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Fund: 2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)				
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
2-5 Nursing Facility Assessment	108,822.0	109,345.0	(958.4)	108,386.6
Total	108,822.0	109,345.0	(958.4)	108,386.6
Non-Appropriated Funding				
Expenditure Categories				
FTE Positions	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	108,822.0	109,345.0	(958.4)	108,386.6
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	108,822.0	109,345.0	(958.4)	108,386.6
Fund 2567-N Total:	108,822.0	109,345.0	(958.4)	108,386.6

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Program: Long Term Care

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Fund:	9691-N	County Funds (Non-Appropriated)			
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	0.0	246,289.2	13,054.1	259,343.3
2-4	SLI Long Term Care Clawback Payments	0.0	22,265.6	547.9	22,813.5
	Total	0.0	268,554.8	13,602.0	282,156.8

Non-Appropriated Funding				
Expenditure Categories				
FTE Positions	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	268,297.9	13,602.0	281,899.9
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	256.9	0.0	256.9
Expenditure Categories Total:	0.0	268,554.8	13,602.0	282,156.8

Fund 9691-N Total:	0.0	268,554.8	13,602.0	282,156.8
Program 2 Total:	3,026,588.2	3,267,388.5	376,684.7	3,644,073.2



ALTCs SERVICES
LONG-TERM CARE EPD

FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROGRAM DESCRIPTION/BACKGROUND:

The Arizona Long-Term Care System (ALTCs) was established to provide Federal Medicaid long-term care services to persons meeting federally prescribed income and resource standards and those persons at risk of being institutionalized. The program for the developmentally disabled was implemented on December 19, 1988 and the elderly and physically disabled program began January 1, 1989.

The AHCCCS administration conducts ALTCs eligibility, and is also responsible for contracting with ALTCs Contractors. ALTCs offers a complete array of acute medical care services, institutional services, behavioral health services, home and community-based services (HCBS) and case management services for all eligible persons.

The ALTCs EPD program is broken down into four components: Capitation, Fee-For-Service, Reinsurance, and Medicare Premiums. Capitation is comprised of EPD prospective, EPD prior period, and Tribal Case Management payments. Fee-For-Service is paid primarily for those enrolled with tribes. Reinsurance includes High Cost Behavioral Health (HCBH), as well as transplants and other reinsurance.

ALTCs is unique in that all covered services are integrated into a single delivery package, coordinated and managed by ALTCs Contractors. ALTCs contractors provide services for ALTCs members in the same way that health plans provide acute care services to AHCCCS enrolled members.

STATUTORY AUTHORITY:

A.R.S Title 36, Chapter 29, Article 2 and A.R.S. Title 11, Chapter 2, Article 7.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

ALTCs SERVICES
LONG-TERM CARE EPD

ALTCs FUNDING SUMMARY

Description of the Problem:

AHCCCS is requesting an increase for FY 2020 over the FY 2019 appropriation for the Arizona Long Term Care System (ALTCs) lump sum appropriation due to rate increases, demographic growth and increases in the Arizona minimum wage as a result of Proposition 206. In FY 2020, AHCCCS requires an additional \$112,711,500 in Total Funds (\$36,340,600 increase in State Match). The General Fund portion of state match increased by \$23,325,300. The SFY 2020 funding request is shown below (these amounts exclude Medicare Clawback funding). The ALTCs-EPD share of Prescription Drug Rebate (PDR) collections are included as part of the State Match (for additional information on the PDR, see the separate Decision Package).

	FY18 Actual	FY19 Approp.	FY19 Rebase	FY20 Request	FY20 Increase
General	\$145,987,248	\$182,246,900	\$194,377,100	\$205,572,200	\$23,325,300
PDR State	\$7,441,300	\$7,578,400	\$7,578,400	\$7,578,400	\$0
County	\$264,673,200	\$246,289,200	\$262,682,000	\$259,304,500	\$13,015,300
Subtotal SM	\$418,101,748	\$436,114,500	\$447,537,500	\$472,455,100	\$36,340,600
PDR FF	\$33,346,728	\$36,422,000	\$36,422,000	\$39,327,700	\$2,905,700
Federal	\$945,937,872	\$985,134,200	\$1,016,068,300	\$1,058,599,400	\$73,465,200
Subtotal FM	\$979,284,600	\$1,021,556,200	\$1,052,490,300	\$1,097,927,100	\$76,370,900
Total	\$1,397,386,348	\$1,457,670,700	\$1,500,027,800	\$1,570,382,200	\$112,711,500



PERFORMANCE MEASURES TO QUANTIFY THE SUCCESS OF THE SOLUTION:

- AHCCCS member enrollment in ALTCS.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

COUNTY SPLIT:

The split of State Match between General Fund and County Funds is prescribed by A.R.S. §11-292 (known internally as the “County Model”), which specifies that at least 50% of any increase in overall non-federal expenditures will be covered by the state. In addition, there are various circuit breakers specified in this law such as utilization, property tax rates, Native American population, and statutory growth caps which may further shift expenditures from the counties to the state. If after the application of all relevant circuit breakers, an individual county’s contributions divided by the most recent population estimate for that county approved by the Office of Employment and Population Statistics (EPS) exceeds the same per capita contribution for the state as a whole, the county’s contribution shall be reduced so that it is equal to the statewide average and the difference shall be paid by the state.

Based on July 1, 2017 Arizona population numbers from EPS, Arizona counties qualified for a total of \$15,917,500 as a result of the per capita circuit breaker in FY20, compared with \$8,608,144 in FY19. The benefit from the per capita cap circuit breaker to Maricopa County increased by 37.1% from \$6,392,400 in FY19 to \$8,762,000 in FY20.

At the time of this budget submittal, the most recent population figures approved by EPS were for July 1, 2017. It is anticipated that July 1, 2018 population estimates will be available in mid-December 2018.



Methodology:

A description of the methodology used in the SFY2020 request follows:

Demographic growth is expected in both FY 2019 and FY 2020 due to population growth and an aging population. The following table presents ALTCS member month growth for FY 2017 through FY 2020. FY 2017 and FY 2018 figures are actuals.

SFY	Caseload Growth - August 2018 Projections					
	EPD			Tribal		Total
	Y-o-Y	J-o-J	Y-o-Y	J-o-J	Y-o-Y	J-o-J
2017	0.15%	0.78%	0.90%	1.00%	0.21%	0.80%
2018	1.86%	2.03%	1.47%	0.27%	1.83%	1.88%
2019	2.84%	2.48%	0.48%	1.09%	2.63%	2.36%
2020	0.88%	0.79%	0.54%	0.51%	0.85%	0.76%

AHCCCS estimates that there will be modest growth in the ALTCS population in FY 2019 and FY 2020. For the EPD population, the growth rates are based on a 120 month regression model using Arizona population from the "The Forecasting Project" at the Eller School as an independent variable. Tribal Case Management growth rates are based on a 24 month regression model using the log of transfer payments from "The Forecasting Project" as an independent variable.



CAPITATION RATES

On October 1, 2018, ALTCS rates will increase for the new contract year based on the new RFP (see Attachment A). Overall, the CYE 2019 rates represent an approximate increase of 5.00% (500 basis points) over the CYE 2018 rates that took effect January 1, 2018.

Primary drivers of the CYE 2019 ALTCS rate increase include:

- Rebase and trend adjustments - expected impact 1.9% (190 basis points) of the overall capitation rate increase.
- Nursing facility 3.0% rate increase - expected impact 1.4% (140 basis points) of the overall capitation rate increase.
- Reinsurance adjustment for newly excluded services - expected impact 0.8% (80 basis points) of the overall capitation rate increase.
- Effective January 1, 2019, HCBS providers will receive a rate increase as a result of passage of voter initiative Prop. 206 which increases the minimum wage in Arizona. The expected impact is 0.6% (60 basis points) of the overall capitation rate increase.
- Care management and administration – 0.5% (50 basis points) of the overall capitation rate increase.
- Implementation of the Differential Adjusted Payment for Hospitals. The estimated impact is 0.30% (30 basis points) of the overall capitation rate increase (includes both baseline and non-baseline adjustments).
- An offset is provided by growth in the HCBS mix since the issuance of the new RFP which reduces the overall capitation rate increase by 0.5% (-50 basis points).

ALTCS SERVICES

LONG-TERM CARE EPD

FISCAL YEAR 2020

BUDGET JUSTIFICATION



In CYE 2020, AHCCCS expects that utilization and medical inflation increases will require a 5.0% increase in capitation rates to remain actuarially sound. This 5.0% increase includes an adjustment for the January 1, 2019 increase in the Arizona minimum wage as a result of the passage of voter initiative Proposition 206 and Flagstaff Proposition 414, which sets the minimum wage in Flagstaff at an even higher level. Both will affect EPD HCBS expenses. Proposition 206 increases the state's previous hourly minimum wage of \$8.05 in 4 steps to \$12.00 in 2020 beginning with the increase to \$10.00 on January 1, 2017. Prop. 206 also mandates 40 hours annual "earned paid sick time" for employers with 15 or more employees and 24 hours annual of "earned paid sick time" for employers with fewer than 15 employees.

Phase-in schedule for increase in the Arizona minimum wage due to Proposition 206:

- \$10 on and after January 1, 2017
- \$10.50 on and after January 1, 2018
- \$11 on and after January 1, 2019
- \$12 on and after January 1, 2020
- Subsequent years will be adjusted by cost of living

An adjustment retroactive to July 1, 2017 was made to EPD rates to adjust for the increase in the minimum wage that took effect January 1, 2017. Rates will be increased by 0.73% effective January 1, 2018 to adjust for the additional minimum wage increase that occurred on that date. As noted above, the January 1, 2019 minimum wage increase is included as part of the 3.0% overall rate increase.

On November 8, 2016 City of Flagstaff voters approved and passed Proposition 414. On November 28, 2016 Proposition 414 was proclaimed law by the Mayor and became Title 15 of the Flagstaff City Code. Proposition 414 would have increased the city minimum wage to \$12 per hour on July 1, 2017, but on March 21, 2017 the Flagstaff City Council voted to adopt Ordinance 2017-08 amending Title 15 and reducing the July 1, 2017 increase to \$10.50 per hour and also removing the requirement that the Flagstaff minimum wage be at least \$2 above the Arizona minimum wage through 2021. As it stands, the Flagstaff minimum wage will still reach \$15 an hour by 2021, increasing by \$1 per year, but a proposition to reduce increases in the minimum wage proscribed by Proposition 414 will appear on the Flagstaff ballot in November 2018. The July 1, 2017 increase in the Flagstaff minimum wage is incorporated into October 1, 2017 rates.

Tribal case management rates are also projected to increase by 2.4% in CYE 2019 and in CYE 2020 due to utilization and medical inflation.

ALTCS SERVICES

LONG-TERM CARE EPD

FISCAL YEAR 2020

BUDGET JUSTIFICATION



To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for the ALTCS/EPD for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. For comparison purposes, historical rates in the following table have been converted to the new rate structure.

CAPITATION RATES		
Rate Period	EPD Rates	Tribal Case Management
2018 (Eff. 1/1/18)	\$3,455.59	\$155.73
2019 (Eff. 10/1/18)	\$3,607.36	\$159.45
2019 (Eff. 1/1/19)	\$3,635.79	\$159.45
2019 (Eff. 10/1/19)	\$3,726.68	\$163.26

Tribal Case Management is considered an administrative expense by CMS, and therefore, matched at the FFP rate of 50% rather than the regular FMAP rate.

Rates vary by health plan and by region, so the statewide average rate paid during a contract year may differ from the statewide weighted average for that same year that would result from using weights from a different contract year. This is one reason why the percentage increase in rates reflected in the budget submittal may differ from that in the actuarial memo.



ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

ALTCs SERVICES
LONG-TERM CARE EPD

In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for ALTCs EPD was \$3,269,100 Total Fund (\$984,300 State Match).

FEE-FOR-SERVICE

ALTCs FFS expenditures are estimated based on multiplying the PMPMs for IHS facilities and non-facility claims by projected member months for ALTCs Tribal Case Management since this is the ALTCs population that is paid FFS. The base PMPMs for both facilities and non-facility claims are calculated by dividing the total FFS expenditures for each category by Tribal Case Management member months. IHS facilities are paid at 100% FMAP, while non-facility claims are paid at the regular FMAP, which necessitates forecasting expenditures for these populations separately. Non-facility services include: Acute Care, HCBS, Nursing Facility, and Behavioral Health claims.

The FFS PMPM for January 2018 through June 2018 for IHS non-facility claims was \$4,090.23. This PMPM was used to estimate the first quarter of FY 2019. It was then inflated by 2.39%, based on a weighted average of Global Insight's Hospital Market Basket resulting in a PMPM of \$4,187.99, which was used for the remainder of FY 2019 and the first quarter of FY 2020. The same inflation rate of 2.39% was then applied to arrive at the PMPM of \$4,288.08 used for the remainder of FY 2020. Amounts were adjusted to account for the number of payment cycles in each month.

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually. The IHS rates are used to calculate the IHS Facility expenditure forecast. The most recent three year average inpatient/outpatient rate changes of 9.75% and 6.87% respectively, were used for CY 2019 and CY 2020 budget calculations. A weighted average of inpatient/outpatient of 7.48% is applied to IHS PMPMs in January of each projected year.

The FFS PMPM for IHS facilities for January 2018 through June 2018 was \$618.79. This PMPM was used to estimate the first two quarters of FY 2019 and then increased by a weighted average inflation of 7.48% resulting in a PMPM of \$665.06 which was used for the final two quarters of FY 2018 and the first two quarters of FY 2019. This same inflation factor of 7.48% was applied again in January of 2020 yielding a rate of \$665.06 which was used to estimate the final two quarters of FY 2020. For further details regarding the derivation of this weighted inflation rate, see the chart on the following page.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

ALTCS SERVICES
LONG-TERM CARE EPD

Historical AHP Payment Rates		2013			2014			2015			2016			2017			2018			Average Inflation		Programmatic Weights for AHP Inflation		
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% +/-	Outpatient	Inpatient	% +/-	Outpatient	Inpatient	% +/-	Outpatient	Inpatient	% +/-	Outpatient	Inpatient	% +/-	Outpatient	Inpatient	% +/-	OP/IP	Program	Weights	Weighted Inflation Factor
Outpatient/Inpatient		\$ 330.00	\$ 342.00	3.64%																OP	Traditional	74.25%	5.10%	
Outpatient Rate		\$ 2,272.00	\$ 2,413.00	6.21%																IP	Traditional	25.75%	2.51%	
Inpatient Rate																				Total	Traditional	100.00%	7.61%	
Outpatient Rate		\$ 342.00	\$ 350.00	2.34%																OP	Proposition 204	76.49%	5.25%	
Inpatient Rate		\$ 2,413.00	\$ 2,443.00	1.24%																IP	Proposition 204	23.51%	2.29%	
Outpatient Rate		\$ 350.00	\$ 368.00	5.14%																Total	Proposition 204	100.00%	7.54%	
Inpatient Rate		\$ 2,443.00	\$ 2,655.00	8.68%																OP	Newly Eligible Children	89.12%	6.12%	
Outpatient Rate		\$ 368.00	\$ 391.00	6.25%																IP	Newly Eligible Children	10.88%	1.06%	
Inpatient Rate		\$ 2,655.00	\$ 2,933.00	10.47%																Total	Newly Eligible Children	100.00%	7.18%	
Outpatient Rate		\$ 391.00	\$ 427.00	9.21%																OP	Newly Eligible Adults	81.43%	5.59%	
Inpatient Rate		\$ 2,933.00	\$ 3,229.00	10.09%																IP	Newly Eligible Adults	18.57%	1.81%	
Outpatient Rate		\$ 427.00	\$ 470.00	9.81%																Total	Newly Eligible Adults	100.00%	7.40%	
Inpatient Rate		\$ 3,229.00	\$ 3,525.00	9.17%																OP	ALTCS-EPD	78.81%	5.41%	
Outpatient Rate		\$ 470.00	\$ 510.00	8.51%																IP	ALTCS-EPD	21.19%	2.06%	
Inpatient Rate		\$ 3,525.00	\$ 3,835.00	8.80%																Total	ALTCS-EPD	100.00%	7.48%	
AHP Non-Facility																								
AHP Non-Facility Inflation Factors																								
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	Dental ⁵	LTC ⁶																		
SFY 2020	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%																		
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%																		
AHP Non-Facility Programmatic Weights																								
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC																		
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%																		
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%																		
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%																		
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%																		
ALTCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%																		

ALTCs SERVICES

FISCAL YEAR 2020

LONG-TERM CARE EPD

BUDGET JUSTIFICATION



PRIOR QUARTER

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS required AHCCCS to reinstate Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS had been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage will require AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services, at any time during that period, of a type covered by the health plan; and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.

Example: An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

Prior Quarter began in January 2014 and member months are paid at the regular EPD Capitation rate. Prior Quarter member months paid for previous months were estimated by dividing the total dollars paid for Prior Quarter for each quarter of FY 2016 by the regular EPD capitation rate for that same quarter. Prior Quarter member months for FY 2018 and FY 2019 were estimated using a 24 month regression.

If the AHCCCS waiver is approved, prior quarter will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.



RECONCILIATIONS

There are a number of reconciliations, including Share of Cost, PPC and HCBS, summarized in the tables below, which will result in additional payments to Program Contractors during FY 2019. The same amounts were used for FY 2020 with FY 2020 FMAP applied.

It is estimated that FY 2019 reconciliations will total \$6,267,700 (\$1,892,200 State Match).

RECONCILIATION	SM	FF	TF
SOC for CY19	\$ 2,047,700	\$ 4,735,300	\$ 6,783,000
PPC for CY19	(\$ 518,800)	(\$ 1,199,800)	(\$ 1,718,600)
HCBS for CY19	\$ 363,300	\$ 840,000	\$ 1,203,300
TOTAL	\$ 1,892,200	\$ 4,375,500	\$ 6,267,700

It is estimated that FY 2020 reconciliations will total \$6,267,700 (\$1,912,900 State Match).

RECONCILIATION	SM	FF	TF
SOC for CY20	\$ 2,070,200	\$ 4,712,800	\$ 6,783,000
PPC for CY20	(\$ 524,500)	(\$ 1,194,100)	(\$ 1,718,600)
HCBS for CY20	\$ 367,200	\$ 836,100	\$ 1,203,300
TOTAL	\$ 1,912,900	\$ 4,354,800	\$ 6,267,700

ALTCS SERVICES

FISCAL YEAR 2020

LONG-TERM CARE EPD

BUDGET JUSTIFICATION



REINSURANCE

ALTCS Reinsurance includes High Cost Behavioral Health (HCBH), as well as transplants and other reinsurance. Expenditures for ALTCS reinsurance, excluding HCBH, for SFY 2018 were \$39,722,518.

In past years, non-HCBH reinsurance has exhibited pronounced seasonality with approximately 60% of payments for occurring in the quarters ending in September and October. A trend factor of 3.8% (Global Insight's Inpatient Inflation Factor from QE 6/30/16 to QE 6/30/20 annualized) was applied to payments for each quarter of the year to estimate payments for each quarter of the following year.

HCBH REINSURANCE

Beginning October 1, 2007 no new HCBH reinsurance cases were created by AHCCCS, however, existing cases are continuing to be paid as reinsurance. The cost of new HCBH is now incorporated into ALTCS capitation rates. The presentation rate of remaining cases is close to 100% and projections of future HCBH expenditures are based on cost per eligible cases.

It is estimated, based on 190 existing HCBH cases as of June 30, 2018 and an anticipated decrease in active HCBH cases by one case per quarter, that there will be 2,258 HCBH case payments during SFY 2019 and 2,210 HCBH case payments during FY 2020. The HCBH average cost per case was an average of \$5,605.10 for the six month period ending June 2018. This cost per case was inflated by 3.8% to yield a cost per case of \$5,817.58 for the remaining three quarters of SFY 2019 and the first quarter of FY 2020 and then inflated by an additional 3.8% to yield a cost per case of \$6,038.23 for the remaining three quarters of FY 2020.

ALTCS SERVICES

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BUDGET JUSTIFICATION



FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to CYE 2018 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$613,500 Total Fund, consisting of \$428,300 Federal Fund and \$185,200 State Match for FY 2019 and \$613,500, consisting of \$426,200 Federal Fund and \$187,300 State Match for FY 2020.

MEDICARE PREMIUMS

PMPM costs for Medicare Premiums are calculated by dividing Medicare Part A expenditures and Medicare Part B expenditures by ALTCS member months for January through June of 2018 to calculate the PMPM for this period. Medicare premium rates increase in January of each year.

- (1) The Medicare Part A premium projected for Calendar Years 2019 and 2020 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 1.59%.
- (2) The Medicare Part B premium projected for Calendar Years 2019 and 2020 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 5.23%.

STATUTORY AUTHORITY:

A.R.S. § 36-2931 to 2960.

A.R.S. § 11-291 to 309.

ALTCS FMAP

Unless otherwise noted above, ALTCS members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2018 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).



FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	69.48%

**ALTCS SERVICES
LONG-TERM CARE EPD**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



MEDICARE PART D “CLAWBACK” PAYMENTS

DESCRIPTION OF THE PROBLEM:

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	SFY18 Actual	SFY19 Allocation	SFY19 Rebase	SFY20 Request	SFY20 Inc.(Dec)
AHCCCS ACUTE	51,307,400	56,090,800	53,530,700	56,874,700	783,900
AHCCCS ALTCS					
General Fund	15,241,439	16,476,000	16,370,900	18,086,100	1,610,100
County Fund	21,797,785	22,265,600	22,123,800	22,813,500	547,900
TOTAL ALTCS	37,039,225	38,741,600	38,494,700	40,899,600	2,158,000
BHS	19,070,500	19,897,000	19,897,000	21,140,100	1,243,100
DES-DD	3,925,200	4,074,900	4,095,400	4,351,600	276,700
Grand Total	111,342,325	118,804,300	116,017,800	123,266,000	4,461,700



FISCAL YEAR 2020
BUDGET JUSTIFICATION

ALTCs SERVICES
LONG-TERM CARE EPD

METHODOLOGY:

Notes:

- 1) The Acute Clawback is appropriated as part of the Traditional Medicaid Services line item.
- 2) The ALTCS Clawback is appropriated as part of the ALTCS Services line item.
- 3) County/General Fund split in FY18 Actual of 41.15% General and 58.85% County based on Appropriated split from JLBC FY18 Appropriations Report.
- 4) County/General Fund split for FY19 Allocation and FY20 Request is based on the ALTCS county model.
- 5) In FY19, the BHS Clawback moved from the BHS Traditional Line Item to the Combined Traditional Line Item

CLAWBACK PMPM:

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCS, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

	Actual 1/1/2015 to 9/30/2015	Actual 10/1/2015 to 12/31/2015	Actual 1/1/2016 to 9/30/2016	Actual 10/1/2016 to 12/31/2016	Actual 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Estimate 10/1/2018 to 12/31/2018	Estimate 1/1/2019 to 9/30/2019	Estimate 10/1/2019 to 12/31/2019	Estimate 1/1/2020 to 9/30/2020
Total Fund PMPM	200.04	200.04	223.29	223.28	249.93	249.93	252.98	252.98	257.88	257.89	262.87
FMAP	68.46%	68.92%	68.92%	69.24%	69.24%	69.89%	69.89%	69.81%	69.81%	69.48%	69.48%
State Match PMPM	63.09	62.17	69.40	68.68	76.88	75.25	76.17	76.37	77.85	78.71	80.23
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	47.32	46.63	52.05	51.51	57.66	56.44	57.13	57.28	58.39	59.03	60.17



The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.
- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state's Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it decreases to 69.81%.
- It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.

ALTCS SERVICES

FISCAL YEAR 2020

LONG-TERM CARE EPD

BUDGET JUSTIFICATION



PROGRAM DISTRIBUTION:

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

AHCCCS Acute	46.14%
ALTCS-EPD	33.18%
ALTCS-DD (DES)	3.53%
DHS BHS	17.15%

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using a 12 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.20% in SFY 2019 and 3.41% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,525 by June 2019 and 176,313 by June 2020.

ALTCS SERVICES

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LONG-TERM CARE EPD

BUDGET JUSTIFICATION



PROPOSED SOLUTION TO THE PROBLEM:

Within the ALTCS Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,610,100 and a County Fund increase of \$547,900 for FY 2020.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

STATUTORY AUTHORITY:

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173)
Social Security Act, Section 1935(42 U.S.C. 1396u-5)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
ALTCS SERVICES APPROPRIATION
TABLE A**

	<u>FY19 Approp</u>	<u>FY20 Request</u>	<u>FY20 Inc/(Dec)</u>
EPD Lump Sum			
General Fund	182,246,900	205,572,200	23,325,300
County Fund	246,289,200	259,304,500	13,015,300
PDR State	7,578,400	7,578,400	-
PDR Federal	36,422,000	39,327,700	2,905,700
Federal	985,134,200	1,058,599,400	73,465,200
Total Funds	<u>1,457,670,700</u>	<u>1,570,382,200</u>	<u>112,711,500</u>
Medicare Clawback			
General Fund	16,476,000	18,086,100	1,610,100
County Fund	22,265,600	22,813,500	547,900
Total Funds	<u>38,741,600</u>	<u>40,899,600</u>	<u>2,158,000</u>
ALTCS Services Appropriation			
General Fund	198,722,900	223,658,300	24,935,400
County Fund	268,554,800	282,118,000	13,563,200
PDR State	7,578,400	7,578,400	-
PDR Federal	36,422,000	39,327,700	2,905,700
Federal	985,134,200	1,058,599,400	73,465,200
Total Funds	<u>1,496,412,300</u>	<u>1,611,281,800</u>	<u>114,869,500</u>
Notes:			
1) Nursing Facility Assessment is tracked in a separate subprogram.			

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
ALTCS EPD**

SFY 2019 Request vs. SFY 2018 Appropriation

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
ALTCS LUMP SUM
FISCAL YEAR 2019-2020 BUDGET REQUEST

	FY18 Actual	FY19 Approp.	FY19 Rebase	FY20 Request	FY20 Increase
General	\$145,987,248	\$182,246,900	\$194,377,100	\$205,572,200	\$23,325,300
PDR State	\$7,441,300	\$7,578,400	\$7,578,400	\$7,578,400	\$0
County	\$264,673,200	\$246,289,200	\$262,682,000	\$259,304,500	\$13,015,300
Subtotal SM	\$418,101,748	\$436,114,500	\$447,537,500	\$472,455,100	\$36,340,600
PDR FF	\$33,346,728	\$36,422,000	\$36,422,000	\$39,327,700	\$2,905,700
Federal	\$945,937,872	\$985,134,200	\$1,016,068,300	\$1,058,599,400	\$73,465,200
Subtotal FM	\$979,284,600	\$1,021,556,200	\$1,052,490,300	\$1,097,927,100	\$76,370,900
Total	<u>\$1,397,386,348</u>	<u>\$1,457,670,700</u>	<u>\$1,500,027,800</u>	<u>\$1,570,382,200</u>	<u>\$112,711,500</u>

ALTCS Expenditure Forecast Summary

	SFY 2018 7/18 ACTUAL			SFY 2019 7/17 REBASE			SFY 2020 7/17 REQUEST		
	Total	Fed	Non Fed	Total	Fed	Non Fed	Total	Fed	Non Fed
Capitation:									
EPD Prospective Capitation	1,135,325,759	791,663,400	343,662,359	1,184,753,900	827,304,600	357,449,300	1,239,116,800	861,936,200	377,180,600
Tribal Case Management	4,792,957	2,396,600	2,396,357	4,908,800	2,454,400	2,454,400	5,052,500	2,526,200	2,526,300
Prior Period Capitation	9,782,558	6,820,400	2,962,158	40,802,800	28,492,100	12,310,700	42,675,000	29,685,100	12,989,900
Reconciliations	-	-	-	6,267,700	4,375,500	1,892,200	6,267,700	4,354,800	1,912,900
Medicare Primary Care Rates	-	-	-	-	-	-	-	-	-
ACA Health Insur. Fee	-	-	-	3,269,100	2,284,800	984,300	-	-	-
Total Capitation	1,149,901,274	800,880,400	349,020,874	1,240,002,300	864,911,400	375,090,900	1,293,112,000	898,502,300	394,609,700
FFS Non-IHS	124,671,300	86,930,400	37,740,900	132,600,500	92,593,200	40,007,300	143,260,500	99,649,000	43,611,500
IHS Facilities Only	19,401,900	19,401,900	-	19,891,000	19,891,000	-	21,490,000	21,490,000	-
FQHC	491,900	343,600	148,300	613,500	428,300	185,200	613,500	426,200	187,300
Prior Quarter	551,000	384,600	166,400	150,900	105,600	45,300	-	-	-
Total Fee-For-Service	145,116,100	107,060,500	38,055,600	153,255,900	113,018,100	40,237,800	165,364,000	121,565,200	43,798,800
Non-TBI	39,722,500	27,669,700	12,052,800	42,629,400	29,771,700	12,857,700	44,596,800	31,038,800	13,558,000
TBI	14,355,100	10,001,200	4,353,900	13,015,200	9,088,600	3,926,600	13,221,700	9,197,000	4,024,700
Total Reinsurance	54,077,600	37,670,900	16,406,700	55,644,600	38,860,300	16,784,300	57,818,500	40,235,800	17,582,700
Total Medicare Premiums	48,291,374	33,672,800	14,618,574	51,125,000	35,700,500	15,424,500	54,087,700	37,623,800	16,463,900
Total ALTCS	1,397,386,348	979,284,600	418,101,748	1,500,027,800	1,052,490,300	447,537,500	1,570,382,200	1,097,927,100	472,455,100

Notes:

1) Capitated expenditures for SFY17 are based on Date of Service and do not match AFIS which is based on Date of Payment.

ALTCs EPD PROGRAM EXPENDITURES - CAPITATION

TOTAL FUND

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
<u>FY 18 ACTUAL</u>													
REG CAPITATION:													
EPD	92,573,377	93,291,048	93,459,160	94,186,748	94,551,481	96,526,622	94,692,150	95,064,438	94,642,388	95,422,996	95,331,852	95,583,498	1,135,325,759
TRIBAL CASE MGMT.	396,760	401,696	401,165	400,932	400,399	399,791	396,220	400,140	399,422	398,392	399,505	398,535	4,792,957
TOTAL REG CAP	92,970,137	93,692,744	93,860,325	94,587,680	94,951,881	96,926,413	95,088,370	95,464,578	95,041,810	95,821,388	95,731,357	95,982,032	1,140,118,716
TOTAL PP CAP	796,684	977,555	769,406	917,818	871,756	728,066	708,203	713,036	853,052	743,089	845,778	858,116	9,782,558
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITATION SFY18:	93,766,821	94,670,299	94,629,730	95,505,498	95,823,637	97,654,479	95,796,573	96,177,614	95,894,862	96,564,477	96,577,135	96,840,149	1,149,901,274
<u>FY 19 REBASE</u>													
REG CAPITATION:													
EPD	94,960,000	95,069,900	95,115,400	99,421,300	99,549,300	99,518,300	99,916,300	99,929,400	100,070,700	100,213,600	100,416,100	100,573,600	1,184,753,900
TRIBAL CASE MGMT.	400,800	401,000	401,200	410,900	411,200	411,400	411,600	411,800	412,000	412,100	412,300	412,500	4,908,800
TOTAL REG CAP	95,360,800	95,470,900	95,516,600	99,832,200	99,960,500	99,929,700	100,327,900	100,341,200	100,482,700	100,625,700	100,828,400	100,986,100	1,189,662,700
TOTAL PP CAP	3,270,400	3,274,200	3,275,800	3,424,100	3,428,500	3,427,400	3,441,100	3,441,600	3,446,400	3,451,300	3,458,300	3,463,700	40,802,800
ACA HEALTH INSURER FEE	-	-	-	-	-	3,269,100	-	-	-	-	-	-	3,269,100
RECONCILIATIONS	-	-	-	-	-	-	6,267,700	-	-	-	-	-	6,267,700
TOTAL CAPITATION SFY19:	98,631,200	98,745,100	98,792,400	103,256,300	103,389,000	106,626,200	110,036,700	103,782,800	103,929,100	104,077,000	104,286,700	104,449,800	1,240,002,300
<u>FY 20 REQUEST</u>													
REG CAPITATION:													
EPD	100,707,000	100,822,600	100,870,500	103,523,800	103,656,000	103,624,000	104,040,400	104,053,900	104,199,900	104,345,900	104,555,100	104,717,700	1,239,116,800
TRIBAL CASE MGMT.	412,600	412,800	413,000	423,000	423,200	423,400	423,700	423,800	424,000	424,200	424,300	424,500	5,052,500
TOTAL REG CAP	101,119,600	101,235,400	101,283,500	103,946,800	104,079,200	104,047,400	104,464,100	104,477,700	104,623,900	104,770,100	104,979,400	105,142,200	1,244,169,300
TOTAL PP CAP	3,468,300	3,472,300	3,474,000	3,565,300	3,569,900	3,568,800	3,583,100	3,583,600	3,588,600	3,593,700	3,600,900	3,606,500	42,675,000
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS	-	-	-	-	-	-	6,267,700	-	-	-	-	-	6,267,700
TOTAL CAPITATION SFY20:	104,587,900	104,707,700	104,757,500	107,512,100	107,649,100	107,616,200	114,314,900	108,061,300	108,212,500	108,363,800	108,580,300	108,748,700	1,293,112,000

ALCTS EPD PROGRAM EXPENDITURES - CAPITATION

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG CAPITATION:													
EPD	64,097,800	64,594,700	64,711,100	65,827,100	66,082,000	67,462,500	66,180,300	66,440,500	66,145,600	66,691,100	66,627,400	66,803,300	791,663,400
TRIBAL CASE MGMT.	198,400	200,800	200,600	200,500	200,200	199,900	198,100	200,100	199,700	199,200	199,800	199,300	2,396,600
TOTAL REG CAP	64,296,200	64,795,500	64,911,700	66,027,600	66,282,200	67,662,400	66,378,400	66,640,600	66,345,300	66,890,300	66,827,200	67,002,600	794,060,000
TOTAL PP CAP	551,600	676,900	532,700	641,500	609,300	508,800	495,000	498,300	596,200	519,300	591,100	599,700	6,820,400
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITATION SFY18:	64,847,800	65,472,400	65,444,400	66,669,100	66,891,500	68,171,200	66,873,400	67,138,900	66,941,500	67,409,600	67,418,300	67,602,300	800,880,400

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG CAPITATION:													
EPD	66,367,500	66,444,300	66,476,100	69,406,000	69,495,300	69,473,700	69,751,600	69,760,700	69,859,400	69,959,100	70,100,500	70,210,400	827,304,600
TRIBAL CASE MGMT.	200,400	200,500	200,600	205,500	205,600	205,700	205,800	205,900	206,000	206,100	206,100	206,200	2,454,400
TOTAL REG CAP	66,567,900	66,644,800	66,676,700	69,611,500	69,700,900	69,679,400	69,957,400	69,966,600	70,065,400	70,165,200	70,306,600	70,416,600	829,759,000
TOTAL PP CAP	2,285,700	2,288,300	2,289,400	2,390,300	2,393,400	2,392,700	2,402,200	2,402,500	2,405,900	2,409,400	2,414,300	2,418,000	28,492,100
ACA HEALTH INSURER FEE	-	-	-	-	-	2,284,800	-	-	-	-	-	-	2,284,800
RECONCILIATIONS	-	-	-	-	-	-	4,375,500	-	-	-	-	-	4,375,500
TOTAL CAPITATION SFY19:	68,853,600	68,933,100	68,966,100	72,001,800	72,094,300	74,356,900	76,735,100	72,369,100	72,471,300	72,574,600	72,720,900	72,834,600	864,911,400

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG CAPITATION:													
EPD	70,303,500	70,384,200	70,417,700	71,928,300	72,020,200	71,998,000	72,287,200	72,296,700	72,398,100	72,499,500	72,644,900	72,757,900	861,936,200
TRIBAL CASE MGMT.	206,300	206,400	206,500	211,500	211,600	211,700	211,800	211,900	212,000	212,100	212,200	212,200	2,526,200
TOTAL REG CAP	70,509,800	70,590,600	70,624,200	72,139,800	72,231,800	72,209,700	72,499,000	72,508,600	72,610,100	72,711,600	72,857,100	72,970,100	864,462,400
TOTAL PP CAP	2,421,200	2,424,000	2,425,200	2,477,200	2,480,400	2,479,600	2,489,600	2,489,900	2,493,400	2,496,900	2,501,900	2,505,800	29,685,100
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS	-	-	-	-	-	-	4,354,800	-	-	-	-	-	4,354,800
TOTAL CAPITATION SFY20:	72,931,000	73,014,600	73,049,400	74,617,000	74,712,200	74,689,300	79,343,400	74,998,500	75,103,500	75,208,500	75,359,000	75,475,900	898,502,300

ALTCs EPD PROGRAM EXPENDITURES - CAPITATION

STATE FUND

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
<u>FY 18 ACTUAL</u>													
REG CAPITATION:													
EPD	28,475,577	28,696,348	28,748,060	28,359,648	28,469,481	29,064,122	28,511,850	28,623,938	28,496,788	28,731,896	28,704,452	28,780,198	343,662,359
TRIBAL CASE MGMT.	198,360	200,896	200,565	200,432	200,199	199,891	198,120	200,040	199,722	199,192	199,705	199,235	2,396,357
TOTAL REG CAP	28,673,937	28,897,244	28,948,625	28,560,080	28,669,681	29,264,013	28,709,970	28,823,978	28,696,510	28,931,088	28,904,157	28,979,432	346,058,716
TOTAL PP CAP	245,084	300,655	236,706	276,318	262,456	219,266	213,203	214,736	256,852	223,789	254,678	258,416	2,962,158
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITATION SFY17:	28,919,021	29,197,899	29,185,330	28,836,398	28,932,137	29,483,279	28,923,173	29,038,714	28,953,362	29,154,877	29,158,835	29,237,849	349,020,874
<u>FY 19 REBASE</u>													
REG CAPITATION:													
EPD	28,592,500	28,625,600	28,639,300	30,015,300	30,054,000	30,044,600	30,164,700	30,168,700	30,211,300	30,254,500	30,315,600	30,363,200	357,449,300
TRIBAL CASE MGMT.	200,400	200,500	200,600	205,400	205,600	205,700	205,800	205,900	206,000	206,000	206,200	206,300	2,454,400
TOTAL REG CAP	28,792,900	28,826,100	28,839,900	30,220,700	30,259,600	30,250,300	30,370,500	30,374,600	30,417,300	30,460,500	30,521,800	30,569,500	359,903,700
TOTAL PP CAP	984,700	985,900	986,400	1,033,800	1,035,100	1,034,700	1,038,900	1,039,100	1,040,500	1,041,900	1,044,000	1,045,700	12,310,700
ACA HEALTH INSURER FEE	-	-	-	-	-	984,300	-	-	-	-	-	-	984,300
RECONCILIATIONS	-	-	-	-	-	-	1,892,200	-	-	-	-	-	1,892,200
TOTAL CAPITATION SFY19:	29,777,600	29,812,000	29,826,300	31,254,500	31,294,700	32,269,300	33,301,600	31,413,700	31,457,800	31,502,400	31,565,800	31,615,200	375,090,900
<u>FY 20 REQUEST</u>													
REG CAPITATION:													
EPD	30,403,500	30,438,400	30,452,800	31,595,500	31,635,800	31,626,000	31,753,200	31,757,200	31,801,800	31,846,400	31,910,200	31,959,800	377,180,600
TRIBAL CASE MGMT.	206,300	206,400	206,500	211,500	211,600	211,700	211,900	211,900	212,000	212,100	212,100	212,300	2,526,300
TOTAL REG CAP	30,609,800	30,644,800	30,659,300	31,807,000	31,847,400	31,837,700	31,965,100	31,969,100	32,013,800	32,058,500	32,122,300	32,172,100	379,706,900
TOTAL PP CAP	1,047,100	1,048,300	1,048,800	1,088,100	1,089,500	1,089,200	1,093,500	1,093,700	1,095,200	1,096,800	1,099,000	1,100,700	12,989,900
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS	-	-	-	-	-	-	1,912,900	-	-	-	-	-	1,912,900
TOTAL CAPITATION SFY20:	31,656,900	31,693,100	31,708,100	32,895,100	32,936,900	32,926,900	34,971,500	33,062,800	33,109,000	33,155,300	33,221,300	33,272,800	394,609,700

ALTCs EPD MEDICARE EXPENDITURES

TOTAL FUND

<u>FY 18 ACTUAL</u>	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>TOTAL</u>
PART A	280,970	287,260	286,598	288,498	286,161	288,249	292,888	292,293	294,639	288,246	287,085	318,925	3,491,812
PART B	3,693,777	3,700,201	3,713,722	3,721,285	3,742,902	3,719,316	3,768,922	3,745,523	3,722,425	3,745,981	3,748,786	3,776,722	44,799,562
TOTAL	3,974,747	3,987,461	4,000,320	4,009,783	4,029,063	4,007,566	4,061,810	4,037,816	4,017,064	4,034,226	4,035,871	4,095,647	48,291,374
FED SHARE	2,752,100	2,760,900	2,769,800	2,802,400	2,815,900	2,800,900	2,838,800	2,822,000	2,807,500	2,819,500	2,820,700	2,862,300	33,672,800
STATE SHARE	1,222,647	1,226,561	1,230,520	1,207,383	1,213,163	1,206,666	1,223,010	1,215,816	1,209,564	1,214,726	1,215,171	1,233,347	14,618,574
MEMBER MONTHS	26,483	26,591	26,717	26,786	26,912	26,874	26,717	26,815	26,685	26,881	26,839	26,954	321,255
PMPM													
PART A	10.61	10.80	10.73	10.77	10.63	10.73	10.96	10.90	11.04	10.72	10.70	11.83	10.87
PART B	139.48	139.15	139.00	138.93	139.08	138.40	141.07	139.68	139.50	139.35	139.67	140.12	139.45
TOTAL	146.09	149.95	149.73	149.86	149.71	149.13	152.03	150.58	150.54	150.07	150.37	151.95	150.32

<u>FY 19 REBASE</u>	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>TOTAL</u>
PART A	303,000	303,300	303,500	303,900	304,200	304,200	307,800	307,800	308,300	308,700	309,300	309,800	3,673,800
PART B	3,843,800	3,848,300	3,850,100	3,855,100	3,860,100	3,858,900	4,044,900	4,045,400	4,051,100	4,056,900	4,065,100	4,071,500	47,451,200
TOTAL	4,146,800	4,151,600	4,153,600	4,159,000	4,164,300	4,163,100	4,352,700	4,353,200	4,359,400	4,365,600	4,374,400	4,381,300	51,125,000
FED SHARE	2,898,200	2,901,600	2,903,000	2,903,400	2,907,100	2,906,300	3,038,600	3,039,000	3,043,300	3,047,600	3,053,800	3,058,600	35,700,500
STATE SHARE	1,248,600	1,250,000	1,250,600	1,255,600	1,257,200	1,256,800	1,314,100	1,314,200	1,316,100	1,318,000	1,320,600	1,322,700	15,424,500
MEMBER MONTHS	27,480	27,512	27,525	27,561	27,596	27,588	27,481	27,485	27,524	27,563	27,619	27,662	330,596
PMPM													
PART A	11.03	11.03	11.03	11.03	11.03	11.03	11.20	11.20	11.20	11.20	11.20	11.20	11.11
PART B	139.90	139.90	139.90	139.90	139.90	139.90	147.21	147.21	147.21	147.21	147.21	147.21	143.53

ALTCs EPD REINSURANCE EXPENDITURES

TOTAL FUND

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>TOTAL</u>
<u>FY 18 ACTUAL</u>													
Reg. Reinsurance	4,891,760	4,148,518	5,188,702	5,384,292	4,827,028	3,957,455	2,224,231	911,621	1,794,431	2,042,596	2,217,903	2,133,980	39,722,518
TBI	1,631,623	1,478,833	1,752,233	1,241,606	742,673	972,720	1,105,847	868,674	971,350	1,800,532	676,419	1,112,638	14,355,148
TOTAL REINSURANCE SFY 18	6,523,383	5,627,351	6,940,935	6,625,898	5,569,701	4,930,176	3,330,077	1,780,295	2,765,782	3,843,128	2,894,321	3,246,619	54,077,666
<u>FY 19 REBASE</u>													
Reg. Reinsurance	5,269,100	4,455,000	5,548,900	5,751,700	5,150,100	4,177,500	2,360,600	968,000	1,911,800	2,173,600	2,570,000	2,293,100	42,629,400
TBI	1,065,000	1,065,000	1,059,300	1,099,500	1,099,500	1,093,700	1,093,700	1,093,700	1,087,900	1,087,900	1,087,900	1,082,100	13,015,200
TOTAL REINSURANCE SFY 19	6,334,100	5,520,000	6,608,200	6,851,200	6,249,600	5,271,200	3,454,300	2,061,700	2,999,700	3,261,500	3,657,900	3,375,200	55,644,600
<u>FY 20 REQUEST</u>													
Reg. Reinsurance	5,512,500	4,660,700	5,805,100	6,017,100	5,387,700	4,370,300	2,469,600	1,012,700	2,000,100	2,273,800	2,688,500	2,398,700	44,596,800
TBI	1,082,100	1,082,100	1,076,300	1,117,100	1,117,100	1,111,000	1,111,000	1,111,000	1,105,000	1,105,000	1,105,000	1,099,000	13,221,700
TOTAL REINSURANCE SFY 20	6,594,600	5,742,800	6,881,400	7,134,200	6,504,800	5,481,300	3,580,600	2,123,700	3,105,100	3,378,800	3,793,500	3,497,700	57,818,500

ALTCs EPD REINSURANCE EXPENDITURES

FEDERAL FUND

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>TOTAL</u>
<u>FY 18 ACTUAL</u>													
Reg. Reinsurance	3,387,100	2,872,400	3,592,800	3,763,100	3,373,600	2,765,900	1,554,500	637,100	1,254,100	1,427,600	1,550,100	1,491,400	27,669,700
TBI	1,129,700	1,023,900	1,213,200	867,800	519,100	679,800	772,900	607,100	678,900	1,258,400	472,700	777,700	10,001,200
TOTAL REINSURANCE SFY 18	4,516,800	3,896,300	4,806,000	4,630,900	3,892,700	3,445,700	2,327,400	1,244,200	1,933,000	2,686,000	2,022,800	2,269,100	37,670,900
<u>FY 19 REBASE</u>													
Reg. Reinsurance	3,682,600	3,113,600	3,878,100	4,015,200	3,595,300	2,916,300	1,647,900	675,700	1,334,700	1,517,400	1,794,100	1,600,800	29,771,700
TBI	744,300	744,300	740,400	767,600	767,600	763,500	763,500	763,500	759,500	759,500	759,500	755,400	9,088,600
TOTAL REINSURANCE SFY 19	4,426,900	3,857,900	4,618,500	4,782,800	4,362,900	3,679,800	2,411,400	1,439,200	2,094,200	2,276,900	2,553,600	2,356,200	38,860,300
<u>FY 20 REQUEST</u>													
Reg. Reinsurance	3,848,300	3,253,600	4,052,600	4,180,700	3,743,400	3,036,500	1,715,900	703,600	1,389,700	1,579,900	1,868,000	1,666,600	31,038,800
TBI	755,400	755,400	751,300	776,100	776,100	771,900	771,900	771,900	767,800	767,800	767,800	763,600	9,197,000
TOTAL REINSURANCE SFY 20	4,603,700	4,009,000	4,803,900	4,956,800	4,519,500	3,808,400	2,487,800	1,475,500	2,157,500	2,347,700	2,635,800	2,430,200	40,235,800

ALTCs EPD REINSURANCE EXPENDITURES

STATE FUND

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>TOTAL</u>
<u>FY 18 ACTUAL</u>													
Reg. Reinsurance	1,504,660	1,276,118	1,595,902	1,621,192	1,453,428	1,191,555	669,731	274,521	540,331	614,996	667,803	642,380	12,052,818
TBI	501,923	454,933	539,033	373,806	223,573	292,920	332,947	261,574	292,450	542,132	203,719	334,938	4,353,948
TOTAL REINSURANCE SFY18	2,006,583	1,731,051	2,134,935	1,994,998	1,677,001	1,484,476	1,002,677	536,095	832,782	1,157,128	871,521	977,519	16,406,766
<u>FY 19 REBASE</u>													
Reg. Reinsurance	1,586,500	1,341,400	1,670,800	1,736,500	1,554,800	1,261,200	712,700	292,300	577,100	656,200	775,900	692,300	12,857,700
TBI	320,700	320,700	318,900	331,900	331,900	330,200	330,200	330,200	328,400	328,400	328,400	326,700	3,926,600
TOTAL REINSURANCE SFY19	1,907,200	1,662,100	1,989,700	2,068,400	1,886,700	1,591,400	1,042,900	622,500	905,500	984,600	1,104,300	1,019,000	16,784,300
<u>FY 20 REQUEST</u>													
Reg. Reinsurance	1,664,200	1,407,100	1,752,500	1,836,400	1,644,300	1,333,800	753,700	309,100	610,400	693,900	820,500	732,100	13,558,000
TBI	326,700	326,700	325,000	341,000	341,000	339,100	339,100	339,100	337,200	337,200	337,200	335,400	4,024,700
TOTAL REINSURANCE SFY20	1,990,900	1,733,800	2,077,500	2,177,400	1,985,300	1,672,900	1,092,800	648,200	947,600	1,031,100	1,157,700	1,067,500	17,582,700

ALTCs EPD FFS EXPENDITURES

TOTAL FUND

\$ 618.79 \$ 665.06

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
IHS NON-FACILITY PRIOR QUARTER	9,799,948	11,792,304	9,537,136	9,061,954	11,330,732	10,362,216	11,615,594	9,342,527	10,564,642	9,762,520	11,747,857	9,753,862	124,671,300
IHS FACILITY	31,031	30,711	36,439	64,876	58,497	27,138	119,744	29,653	20,602	40,422	40,570	51,341	551,024
	1,273,533	2,982,936	1,488,845	1,345,887	1,399,995	1,411,958	1,674,723	1,464,112	1,552,989	1,583,766	1,949,157	1,273,960	19,401,861
IHS TOTAL	11,104,512	14,805,951	11,062,419	10,472,717	12,789,224	11,801,312	13,410,061	10,836,292	12,138,233	11,386,709	13,737,584	11,079,162	144,624,176
FQHC	-	-	6,256	-	-	16,520	270,686	194,088	5,148	(815)	-	-	491,883

TOTAL FFS 11,104,512 14,805,951 11,068,675 10,472,717 12,789,224 11,817,832 13,680,748 11,030,379 12,143,381 11,385,894 13,737,584 11,079,162 145,116,059

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
IHS NON-FACILITY PRIOR QUARTER	9,633,600	12,047,100	9,641,700	12,958,700	10,372,900	10,378,900	12,981,200	10,389,000	10,393,000	10,397,100	13,001,700	10,405,600	132,600,500
IHS FACILITY	46,400	58,100	46,400	-	-	-	-	-	-	-	-	-	150,900
	1,471,100	1,839,700	1,472,400	1,841,200	1,473,800	1,474,700	1,982,300	1,586,500	1,587,100	1,587,700	1,985,500	1,589,000	19,891,000
IHS TOTAL	11,151,100	13,944,900	11,160,500	14,799,900	11,846,700	11,853,600	14,963,500	11,975,500	11,980,100	11,984,800	14,987,200	11,994,600	152,642,400
FQHC	-	-	-	-	-	-	613,500	-	-	-	-	-	613,500

TOTAL FFS 11,151,100 13,944,900 11,160,500 14,799,900 11,846,700 11,853,600 15,577,000 11,975,500 11,980,100 11,984,800 14,987,200 11,994,600 153,255,900

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
IHS NON-FACILITY PRIOR QUARTER	13,012,300	10,414,100	10,418,300	14,002,400	11,207,600	11,213,300	14,023,700	11,223,400	11,227,700	14,040,200	11,236,500	11,241,000	143,260,500
IHS FACILITY	1,987,100	1,590,300	1,591,000	1,989,500	1,592,400	1,593,200	2,141,500	1,713,900	1,714,600	2,144,000	1,715,900	1,716,600	21,490,000
IHS TOTAL	14,999,400	12,004,400	12,009,300	15,991,900	12,800,000	12,806,500	16,165,200	12,937,300	12,942,300	16,184,200	12,952,400	12,957,600	164,750,500
FQHC	-	-	-	-	-	-	613,500.00	-	-	-	-	-	613,500

TOTAL FFS 14,999,400 12,004,400 12,009,300 15,991,900 12,800,000 12,806,500 16,778,700 12,937,300 12,942,300 16,184,200 12,952,400 12,957,600 165,364,000

ALTCS EPD FFS EXPENDITURES

FEDERAL FUND

FY 18 ACTUAL

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>TOTAL</u>
IHS NON-FACILITY PRIOR QUARTER	6,785,500	8,165,000	6,603,500	6,333,400	7,919,000	7,242,200	8,118,100	6,529,500	7,383,600	6,823,000	8,210,600	6,817,000	86,930,400
IHS FACILITY	21,500	21,300	25,200	45,300	40,900	19,000	83,700	20,700	14,400	28,300	28,400	35,900	384,600
	1,273,533	2,982,936	1,488,845	1,345,887	1,399,995	1,411,958	1,674,723	1,464,112	1,552,989	1,583,766	1,949,157	1,273,960	19,401,900
IHS TOTAL	8,080,500	11,169,200	8,117,500	7,724,600	9,359,900	8,673,200	9,876,500	8,014,300	8,951,000	8,435,100	10,188,200	8,126,900	106,716,900
FOHC	-	-	4,300	-	-	11,500	189,200	135,600	3,600	(600)	-	-	343,600
TOTAL FFS	8,080,500	11,169,200	8,121,800	7,724,600	9,359,900	8,684,700	10,065,700	8,149,900	8,954,600	8,434,500	10,188,200	8,126,900	107,060,500

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>TOTAL</u>
IHS NON-FACILITY PRIOR QUARTER	6,732,900	8,419,700	6,738,600	9,046,400	7,241,300	7,245,500	9,062,100	7,252,500	7,255,400	7,258,200	9,076,500	7,264,100	92,593,200
IHS FACILITY	32,500	40,600	32,500	-	-	-	-	-	-	-	-	-	105,600
	1,471,100	1,839,700	1,472,400	1,841,200	1,473,800	1,474,700	1,982,300	1,586,500	1,587,100	1,587,700	1,985,500	1,589,000	19,891,000
IHS TOTAL	8,236,500	10,300,000	8,243,500	10,887,600	8,715,100	8,720,200	11,044,400	8,839,000	8,842,500	8,845,900	11,062,000	8,853,100	112,589,800
FOHC	-	-	-	-	-	-	428,300	-	-	-	-	-	428,300
TOTAL FFS	8,236,500	10,300,000	8,243,500	10,887,600	8,715,100	8,720,200	11,472,700	8,839,000	8,842,500	8,845,900	11,062,000	8,853,100	113,018,100

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>TOTAL</u>
IHS NON-FACILITY PRIOR QUARTER	9,083,900	7,270,100	7,273,000	9,728,800	7,787,000	7,791,000	9,743,700	7,798,000	7,801,000	9,755,100	7,807,200	7,810,200	99,649,000
IHS FACILITY	1,987,100	1,590,300	1,591,000	1,989,500	1,592,400	1,593,200	2,141,500	1,713,900	1,714,600	2,144,000	1,715,900	1,716,600	21,490,000
IHS TOTAL	11,071,000	8,860,400	8,864,000	11,718,300	9,379,400	9,384,200	11,885,200	9,511,900	9,515,600	11,899,100	9,523,100	9,526,800	121,139,000
FOHC	-	-	-	-	-	-	426,200	-	-	-	-	-	426,200
TOTAL FFS	11,071,000	8,860,400	8,864,000	11,718,300	9,379,400	9,384,200	12,311,400	9,511,900	9,515,600	11,899,100	9,523,100	9,526,800	121,565,200

ALTCS EPD FFS EXPENDITURES

STATE FUND

FY 18 ACTUAL

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>TOTAL</u>
IHS NON-FACILITY PRIOR QUARTER	3,014,448	3,627,304	2,933,636	2,728,554	3,411,732	3,120,016	3,497,494	2,813,027	3,181,042	2,939,520	3,537,257	2,936,862	37,740,891
IHS FACILITY	9,551	9,411	11,239	19,576	17,597	8,138	36,044	8,953	6,202	12,122	12,170	15,441	166,424
IHS TOTAL	3,023,978	3,636,715	2,944,875	2,748,130	3,429,329	3,128,154	3,533,538	2,821,979	3,187,244	2,951,643	3,549,427	2,952,303	37,907,315
FQHC	-	-	1,956	-	-	5,020	81,486	58,488	1,548	(215)	-	-	148,283
TOTAL FFS	3,023,978	3,636,715	2,946,830	2,748,130	3,429,329	3,133,173	3,615,025	2,880,467	3,188,792	2,951,428	3,549,427	2,952,303	38,055,598

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>TOTAL</u>
IHS NON-FACILITY PRIOR QUARTER	2,900,700	3,627,400	2,903,100	3,912,300	3,131,600	3,133,400	3,919,100	3,136,500	3,137,600	3,138,900	3,925,200	3,141,500	40,007,300
IHS FACILITY	13,900	17,500	13,900	-	-	-	-	-	-	-	-	-	45,300
IHS TOTAL	2,914,600	3,644,900	2,917,000	3,912,300	3,131,600	3,133,400	3,919,100	3,136,500	3,137,600	3,138,900	3,925,200	3,141,500	40,052,600
FQHC	-	-	-	-	-	-	185,200	-	-	-	-	-	185,200
TOTAL FFS	2,914,600	3,644,900	2,917,000	3,912,300	3,131,600	3,133,400	4,104,300	3,136,500	3,137,600	3,138,900	3,925,200	3,141,500	40,237,800

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>TOTAL</u>
IHS NON-FACILITY PRIOR QUARTER	3,928,400	3,144,000	3,145,300	4,273,600	3,420,600	3,422,300	4,280,000	3,425,400	3,426,700	4,285,100	3,429,300	3,430,800	43,611,500
IHS FACILITY	-	-	-	-	-	-	-	-	-	-	-	-	-
IHS TOTAL	3,928,400	3,144,000	3,145,300	4,273,600	3,420,600	3,422,300	4,280,000	3,425,400	3,426,700	4,285,100	3,429,300	3,430,800	43,611,500
FQHC	-	-	-	-	-	-	187,300	-	-	-	-	-	187,300
TOTAL FFS	3,928,400	3,144,000	3,145,300	4,273,600	3,420,600	3,422,300	4,467,300	3,425,400	3,426,700	4,285,100	3,429,300	3,430,800	43,798,800

ALTCSEPD PROGRAM EXPENDITURES - ALL

TOTAL FUND

<u>FY 18 ACTUAL</u>	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>TOTAL</u>
CAPITATION:	93,766,821	94,670,299	94,629,730	95,505,498	95,823,637	97,654,479	95,796,573	96,177,614	95,894,862	96,564,477	96,577,135	96,840,149	1,149,901,274
REINSURANCE	6,523,383	5,627,351	6,940,935	6,625,898	5,569,701	4,930,176	3,330,077	1,780,295	2,765,782	3,843,128	2,894,321	3,246,619	54,077,666
FEE-FOR-SERVICE	11,104,512	14,805,951	11,068,675	10,472,717	12,789,224	11,817,832	13,680,748	11,030,379	12,143,381	11,385,894	13,737,584	11,079,162	145,116,059
MEDICARE PREMIUMS	3,974,747	3,987,461	4,000,320	4,009,783	4,029,063	4,007,566	4,061,810	4,037,816	4,017,064	4,034,226	4,035,871	4,095,647	48,291,374
HIF													
TOTAL	115,369,462	119,091,062	116,639,659	116,613,897	118,211,625	118,410,052	116,869,208	115,026,103	114,821,089	115,827,726	117,244,912	115,261,577	1,397,386,372

<u>FY 19 REBASE</u>	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>TOTAL</u>
CAPITATION:	98,631,200	98,745,100	98,792,400	103,256,300	103,389,000	103,357,100	110,036,700	103,782,800	103,929,100	104,077,000	104,286,700	104,449,800	1,236,733,200
REINSURANCE	6,334,100	5,520,000	6,608,200	6,851,200	6,249,600	5,271,200	3,454,300	2,061,700	2,999,700	3,261,500	3,657,900	3,575,200	55,644,600
FEE-FOR-SERVICE	11,151,100	13,944,900	11,160,500	14,799,900	11,846,700	11,853,600	15,577,000	11,975,500	11,980,100	11,984,800	14,987,200	11,994,600	153,255,900
MEDICARE PREMIUMS	4,146,800	4,151,600	4,153,600	4,159,000	4,164,300	4,163,100	4,352,700	4,353,500	4,359,400	4,363,600	4,374,400	4,381,300	51,125,000
HIF						3,269,100							3,269,100
TOTAL	120,263,200	122,561,600	120,714,700	129,066,400	125,649,600	127,914,100	133,420,700	122,173,200	123,268,300	123,688,900	127,306,200	124,200,900	1,500,027,800

<u>FY 20 REQUEST</u>	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>TOTAL</u>
CAPITATION:	104,587,900	104,707,700	104,757,500	107,512,100	107,649,100	107,616,200	114,314,900	108,061,300	108,212,500	108,563,800	108,580,300	108,748,700	1,293,112,000
REINSURANCE	6,594,600	5,742,800	6,881,400	7,134,200	6,504,800	5,481,300	3,580,600	2,123,700	3,105,100	3,378,800	3,793,500	3,497,700	57,818,500
FEE-FOR-SERVICE	14,999,400	12,004,400	12,009,300	15,991,900	12,800,000	12,806,500	16,778,700	12,937,300	12,942,300	16,184,200	12,952,400	12,957,600	165,364,000
MEDICARE PREMIUMS	4,387,100	4,392,200	4,394,200	4,399,800	4,405,400	4,404,100	4,605,200	4,605,800	4,612,200	4,618,700	4,627,900	4,635,100	54,087,700
HIF													
TOTAL	130,569,000	126,847,100	128,042,400	135,038,000	131,359,300	130,308,100	139,279,400	127,728,100	128,872,100	132,545,500	129,954,100	129,839,100	1,570,382,200

ALTCs EPD PROGRAM EXPENDITURES - ALL

FEDERAL FUND

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
<u>FY 18 ACTUAL</u>													
CAPITATION:	64,847,800	65,472,400	65,444,400	66,669,100	66,891,500	68,171,200	66,873,400	67,138,900	66,941,500	67,409,600	67,418,300	67,602,300	800,880,400
REINSURANCE	4,516,800	3,896,300	4,806,000	4,630,900	3,892,700	3,445,700	2,327,400	1,244,200	1,933,000	2,686,000	2,022,800	2,269,100	37,670,900
FEE-FOR-SERVICE	8,080,500	11,169,200	8,121,800	7,724,600	9,359,900	8,684,700	10,065,700	8,149,900	8,954,600	8,434,500	10,188,200	8,126,900	107,060,500
MEDICARE PREMIUMS	2,752,100	2,760,900	2,769,800	2,802,400	2,815,900	2,800,900	2,838,800	2,822,000	2,807,500	2,819,500	2,820,700	2,862,300	33,672,800
HIF													
TOTAL	80,197,200	83,298,800	81,142,000	81,827,000	82,960,000	83,102,500	82,105,300	79,355,000	80,656,600	81,349,600	82,450,000	80,860,600	979,284,600

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
<u>FY 19 REBASE</u>													
CAPITATION:	68,853,600	68,933,100	68,966,100	72,001,800	72,094,300	72,072,100	76,735,100	72,369,100	72,471,300	72,574,600	72,720,900	72,834,600	862,626,600
REINSURANCE	4,426,900	3,857,900	4,618,500	4,782,800	4,362,900	3,679,800	2,411,400	1,439,200	2,094,200	2,276,900	2,553,600	2,356,200	38,860,300
FEE-FOR-SERVICE	8,236,500	10,300,000	8,243,500	10,887,600	8,715,100	8,720,200	11,472,700	8,839,000	8,842,500	8,845,900	11,062,000	8,853,100	113,018,100
MEDICARE PREMIUMS	2,898,200	2,901,600	2,903,000	2,903,400	2,907,100	2,906,300	3,038,600	3,039,000	3,043,300	3,047,600	3,053,800	3,058,600	35,700,500
HIF						2,284,800							2,284,800
TOTAL	84,415,200	85,992,600	84,731,100	90,575,600	88,079,400	89,663,200	93,657,800	85,686,300	86,451,300	86,745,000	89,390,300	87,102,500	1,052,490,300

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
<u>FY 20 REQUEST</u>													
CAPITATION:	72,931,000	73,014,600	73,049,400	74,617,000	74,712,200	74,689,300	79,343,400	74,998,500	75,103,500	75,208,500	75,359,000	75,475,900	898,502,300
REINSURANCE	4,603,700	4,009,000	4,803,900	4,956,800	4,519,500	3,808,400	2,487,800	1,475,500	2,157,500	2,347,700	2,635,800	2,430,200	40,235,800
FEE-FOR-SERVICE	11,071,000	8,860,400	8,864,000	11,718,300	9,379,400	9,384,200	12,311,400	9,511,900	9,515,600	11,899,100	9,523,100	9,526,800	121,565,200
MEDICARE PREMIUMS	3,062,600	3,066,200	3,067,600	3,057,000	3,060,900	3,060,000	3,199,700	3,200,100	3,204,600	3,209,100	3,215,500	3,220,500	37,623,800
HIF													
TOTAL	91,668,300	88,950,200	89,784,900	94,349,100	91,672,000	90,941,900	97,342,300	89,186,000	89,981,200	92,664,400	90,733,400	90,653,400	1,097,927,100

ALTCES EPD PROGRAM EXPENDITURES - ALL

STATE FUND

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
<u>FY 18 ACTUAL</u>													
CAPITATION:	28,919,021	29,197,899	29,185,330	28,836,398	28,932,137	29,483,279	28,923,173	29,038,714	28,953,362	29,154,877	29,158,835	29,237,849	349,020,874
REINSURANCE	2,006,583	1,731,051	2,134,935	1,994,998	1,677,001	1,484,476	1,002,677	536,095	832,782	1,157,128	871,521	977,519	16,406,766
FEE-FOR-SERVICE	3,024,012	3,636,751	2,946,875	2,748,117	3,429,324	3,133,132	3,615,048	2,880,479	3,188,781	2,951,394	3,549,384	2,952,262	38,055,559
MEDICARE PREMIUMS	1,222,647	1,226,561	1,230,520	1,207,383	1,213,163	1,206,666	1,223,010	1,215,816	1,209,564	1,214,726	1,215,171	1,233,347	14,618,574
HIF													
TOTAL	35,172,262	35,792,262	35,497,659	34,786,897	35,251,625	35,307,552	34,763,908	33,671,103	34,184,489	34,478,126	34,794,912	34,400,977	418,101,772
<u>FY 19 REBASE</u>													
CAPITATION:	29,777,600	29,812,000	29,826,300	31,254,500	31,294,700	31,285,000	33,301,600	31,413,700	31,457,800	31,502,400	31,565,800	31,615,200	374,106,600
REINSURANCE	1,907,200	1,662,100	1,989,700	2,068,400	1,886,700	1,591,400	1,042,900	622,500	905,500	984,600	1,104,300	1,019,000	16,784,300
FEE-FOR-SERVICE	2,914,600	3,644,900	2,917,000	3,912,300	3,131,600	3,133,400	4,104,300	3,136,500	3,137,600	3,138,900	3,925,200	3,141,500	40,237,800
MEDICARE PREMIUMS	1,248,600	1,250,000	1,250,600	1,255,600	1,257,200	1,256,800	1,314,100	1,314,200	1,316,100	1,318,000	1,320,600	1,322,700	15,424,500
HIF						984,300							984,300
TOTAL	35,848,000	36,369,000	35,983,600	38,490,800	37,570,200	38,250,900	39,762,900	36,486,900	36,817,000	36,943,900	37,915,900	37,098,400	447,537,500
<u>FY 20 REQUEST</u>													
CAPITATION:	31,656,900	31,693,100	31,708,100	32,895,100	32,936,900	32,926,900	34,971,500	33,062,800	33,109,000	33,155,300	33,221,300	33,272,800	394,609,700
REINSURANCE	1,990,900	1,733,800	2,077,500	2,177,400	1,985,300	1,672,900	1,092,800	648,200	947,600	1,031,100	1,157,700	1,067,500	17,582,700
FEE-FOR-SERVICE	3,928,400	3,144,000	3,145,300	4,273,600	3,420,600	3,422,300	4,467,300	3,425,400	3,426,700	4,285,100	3,429,300	3,430,800	43,798,800
MEDICARE PREMIUMS	1,324,500	1,326,000	1,326,600	1,342,800	1,344,500	1,344,100	1,405,500	1,405,700	1,407,600	1,409,600	1,412,400	1,414,600	16,463,900
HIF													
TOTAL	38,900,700	37,896,900	38,257,500	40,688,900	39,687,300	39,366,200	41,937,100	38,542,100	38,890,900	39,881,100	39,220,700	39,185,700	472,455,100

ALTCES EPD MEMBER MONTHS (REGULAR AND PRIOR PERIOD)

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
FY 18 ACTUAL													
REG CAPITATION:													
EPD	26,483	26,591	26,717	26,786	26,912	26,874	26,717	26,815	26,685	26,717	26,839	26,954	321,255
Tribal Case Mgmt.	2,558	2,593	2,582	2,582	2,577	2,571	2,547	2,572	2,563	2,548	2,558	2,562	30,814
TOTAL REG MM	29,041	29,184	29,299	29,368	29,489	29,446	29,264	29,387	29,248	29,429	29,397	29,516	352,069
TOTAL PP MM	767	946	739	905	895	771	759	765	912	795	902	914	10,070
Prior Quarter MM	9	9	10	9	9	10	19	17	8	12	12	10	132
TBI Active Cases	220	219	217	213	211	211	211	192	191	191	191	190	2,457
FY 19 REBASE													
REG CAPITATION:													
EPD	27,480	27,512	27,525	27,561	27,596	27,588	27,481	27,485	27,524	27,563	27,619	27,662	330,596
Tribal Case Mgmt.	2,574	2,575	2,576	2,577	2,579	2,580	2,582	2,583	2,584	2,585	2,586	2,587	30,966
TOTAL REG MM	30,054	30,087	30,101	30,138	30,175	30,168	30,063	30,068	30,107	30,148	30,205	30,249	361,561
TOTAL PP MM	946	948	948	949	950	950	946	947	948	949	951	953	11,386
Prior Quarter MM	9	9	9	-	-	-	-	-	-	-	-	-	26
TBI Active Cases	190	190	189	189	189	188	188	188	187	187	187	186	2,258
FY 20 REQUEST													
REG CAPITATION:													
EPD	27,699	27,731	27,744	27,779	27,815	27,806	27,699	27,703	27,742	27,781	27,836	27,880	333,214
Tribal Case Mgmt.	2,588	2,589	2,590	2,591	2,592	2,594	2,595	2,596	2,597	2,598	2,599	2,600	31,128
TOTAL REG MM	30,287	30,319	30,334	30,370	30,407	30,400	30,294	30,299	30,339	30,379	30,435	30,480	364,342
TOTAL PP MM	954	955	955	957	958	958	954	954	955	957	959	960	11,476
Prior Quarter MM	-	-	-	-	-	-	-	-	-	-	-	-	-
TBI Active Cases	186	186	185	185	185	184	184	184	183	183	183	182	2,210

Notes:
 (1) EPD member months were projected based on a 120 month regression model using Arizona population from the "The Forecasting Project" as an independent variable.
 (2) Tribal Case Management member months were projected based on a 24 month regression model using the log of transfer payments from "The Forecasting Project" as an independent variable.
 (3) Prior Period EPD member months were forecast based on a ratio of 0.03179 prior period member months per prospective member month.
 (4) Prior Quarter member months were forecast based on a 36 month regression without constant.
 (5) It is projected that the number of HCBH cases will drop by 1 case per quarter starting with 190 active cases on June 30, 2018.

ALTCS EPD FFS EXPENDITURES

FFS PMPM

FY 18 ACTUAL

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>
IHS NON-FACILITY	\$ 3,831.35	\$ 4,547.75	\$ 3,693.31	\$ 3,509.09	\$ 4,397.45	\$ 4,029.94	\$ 4,560.50	\$ 3,632.14	\$ 4,121.28	\$ 3,831.41	\$ 4,592.76	\$ 3,807.27
PRIOR QUARTER	\$ 3,540.26	\$ 3,540.26	\$ 3,540.26	\$ 7,327.54	\$ 6,675.93	\$ 2,610.22	\$ 6,378.12	\$ 1,751.66	\$ 2,623.40	\$ 3,455.59	\$ 3,455.59	\$ 5,268.58
IHS FACILITY	\$ 497.90	\$ 1,150.38	\$ 576.56	\$ 521.17	\$ 543.34	\$ 549.12	\$ 657.53	\$ 569.21	\$ 605.82	\$ 621.57	\$ 762.01	\$ 497.27

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	Inflation rates
IHS NON-FACILITY	\$ 3,742.82	\$ 4,678.54	\$ 3,742.83	\$ 5,028.36	\$ 4,022.66	\$ 4,022.66	\$ 5,028.36	\$ 4,022.68	\$ 4,022.65	\$ 4,022.67	\$ 5,028.35	\$ 4,022.68	5.33%
PRIOR QUARTER	\$ 5,407.80	\$ 6,657.76	\$ 5,229.28	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
IHS FACILITY	\$ 571.55	\$ 714.46	\$ 571.57	\$ 714.44	\$ 571.55	\$ 571.57	\$ 767.86	\$ 614.30	\$ 614.29	\$ 614.29	\$ 767.88	\$ 614.29	5.49%

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	Inflation rates
IHS NON-FACILITY	\$ 5,028.35	\$ 4,022.68	\$ 4,022.65	\$ 5,404.32	\$ 4,323.45	\$ 4,323.45	\$ 5,404.29	\$ 4,323.46	\$ 4,323.43	\$ 5,404.32	\$ 4,323.43	\$ 4,323.46	5.33%
PRIOR QUARTER	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
IHS FACILITY	\$ 614.29	\$ 614.29	\$ 614.29	\$ 614.29	\$ 614.29	\$ 614.29	\$ 648.02	\$ 610.91	\$ 610.91	\$ 627.66	\$ 627.66	\$ 627.66	5.49%

ALTCs EPD PROGRAM EXPENDITURES - FMAP

FMAP

<u>FY 18 ACTUAL</u>	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>
REG CAPITATION: EPD	69.24%	69.24%	69.24%	69.89%	69.89%	69.89%	69.89%	69.89%	69.89%	69.89%	69.89%	69.89%
TRIBAL CASE MGMT.	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%
TOTAL PP CAP	69.24%	69.24%	69.24%	69.89%	69.89%	69.89%	69.89%	69.89%	69.89%	69.89%	69.89%	69.89%

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>
REG CAPITATION: EPD	69.89%	69.89%	69.89%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%
TRIBAL CASE MGMT.	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%
TOTAL PP CAP	69.89%	69.89%	69.89%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>
REG CAPITATION: EPD	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%
TRIBAL CASE MGMT.	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%	50.00%
TOTAL PP CAP	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%

ALTCES EPD REINSURANCE EXPENDITURES

REINSURANCE PMPM

	<u>Jul-16</u>	<u>Aug-16</u>	<u>Sep-16</u>	<u>Oct-16</u>	<u>Nov-16</u>	<u>Dec-16</u>	<u>Jan-17</u>	<u>Feb-17</u>	<u>Mar-17</u>	<u>Apr-17</u>	<u>May-17</u>	<u>Jun-17</u>
<u>FY 18 ACTUAL</u>												
Reg. Reinsurance	\$ 184.71	\$ 156.01	\$ 194.21	\$ 201.01	\$ 179.36	\$ 147.26	\$ 83.25	\$ 34.00	\$ 67.25	\$ 75.99	\$ 82.64	\$ 79.17
TBI	\$ 7,416.47	\$ 6,752.66	\$ 8,074.81	\$ 5,829.14	\$ 3,519.78	\$ 4,610.05	\$ 5,240.98	\$ 4,524.34	\$ 5,085.60	\$ 9,426.87	\$ 3,541.46	\$ 5,855.99
<u>FY 19 REBASE</u>												
Reg. Reinsurance	\$ 191.74	\$ 161.93	\$ 201.59	\$ 175.54	\$ 175.54	\$ 175.54	\$ 61.20	\$ 61.20	\$ 61.20	\$ 93.35	\$ 93.35	\$ 93.35
TBI	\$ 7,416.47	\$ 6,752.66	\$ 8,074.81	\$ 4,664.04	\$ 4,664.04	\$ 4,664.04	\$ 4,664.04	\$ 4,664.04	\$ 4,664.04	\$ 4,664.04	\$ 4,664.04	\$ 4,664.04
<u>FY 20 REQUEST</u>												
Reg. Reinsurance	\$180.15	\$180.15	\$180.15	\$178.19	\$178.19	\$178.19	\$62.10	\$62.10	\$62.10	\$95.06	\$95.06	\$95.06
TBI	\$4,664.04	\$4,664.04	\$4,664.04	\$6,114.68	\$6,114.68	\$6,114.68	\$6,114.68	\$6,114.68	\$6,114.68	\$6,114.68	\$6,114.68	\$6,114.68

Medicare Premium Inflation Factors

Medicare Premium History:

	PMPM		% Change		
	Part A	Part B	Part A	Part B	
1996.01 to 1996.12	\$ 289.00	\$ 42.50	6.53%	6.53%	
1997.01 to 1997.12	\$ 311.00	\$ 43.80	7.61%	3.06%	
1998.01 to 1998.12	\$ 309.00	\$ 43.80	-0.64%	0.00%	
1999.01 to 1999.12	\$ 309.00	\$ 45.50	0.00%	3.88%	
2000.01 to 2000.12	\$ 301.00	\$ 45.50	-2.59%	0.00%	
2001.01 to 2001.12	\$ 300.00	\$ 50.00	-0.33%	9.89%	
2002.01 to 2002.12	\$ 319.00	\$ 54.00	6.33%	8.00%	
2003.01 to 2003.12	\$ 316.00	\$ 58.70	-0.94%	8.70%	
2004.01 to 2004.12	\$ 343.00	\$ 66.60	8.54%	13.46%	
2005.01 to 2005.12	\$ 375.00	\$ 78.20	9.33%	17.42%	
2006.01 to 2006.12	\$ 393.00	\$ 88.50	4.80%	13.17%	
2007.01 to 2007.12	\$ 410.00	\$ 93.50	4.33%	5.65%	
2008.01 to 2008.12	\$ 423.00	\$ 96.40	3.17%	3.10%	
2009.01 to 2009.12	\$ 443.00	\$ 96.40	4.73%	0.00%	
2010.01 to 2010.12	\$ 461.00	\$ 110.50	4.06%	14.63%	
2011.01 to 2011.12	\$ 450.00	\$ 115.40	-2.39%	4.43%	
2012.01 to 2012.12	\$ 451.00	\$ 99.90	0.22%	-13.43%	
2013.01 to 2013.12	\$ 441.00	\$ 104.90	-2.22%	5.01%	
2014.01 to 2014.12	\$ 426.00	\$ 104.90	-3.40%	0.00%	
2015.01 to 2015.12	\$ 407.00	\$ 104.90	-4.46%	0.00%	
2016.01 to 2016.12	\$ 411.00	\$ 121.80	0.98%	16.11%	
2017.01 to 2017.12	\$ 413.00	\$ 134.00	0.49%	10.02%	
2018.01 to 2018.12	\$ 422.00	\$ 134.00	2.18%	0.00%	
2019.01 to 2019.12	\$ 428.70	\$ 141.00	1.59%	5.23%	
2020.01 to 2020.12	\$ 435.50	\$ 148.37	1.59%	5.23%	
			Projected Medicare % Change		
			Part A	Part B	A & B Average
			1.33%	5.01%	3.17%
			1.22%	8.71%	4.96%
			0.97%	6.53%	3.75%
			1.59%	5.23%	3.41%

Note: Averages in the projected change table above do not include years in which there was a decrease.

FMAP

Oct 2015 - Sept 2016	68.92%
Oct 2016 - Sept 2017	69.24%
Oct 2017 - Sept 2018	69.89%
Oct 2018 - Sept 2019	69.81%
Oct 2019 - Sept 2020	69.48%

Tribal Case Mgmt.

50.00%

IHS Facility

100.00%

AIHP Facility

Historical AIHP Payment Rates		2013		2014		2015		2016		2017		2018	
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate
Outpatient/Inpatient		\$ 330.00	\$ 342.00	\$ 342.00	3.64%	\$ 350.00	\$ 368.00	\$ 368.00	5.14%	\$ 391.00	\$ 427.00	\$ 427.00	9.21%
Outpatient Rate		\$ 2,272.00	\$ 2,413.00	\$ 2,413.00	6.21%	\$ 2,443.00	\$ 2,655.00	\$ 2,655.00	8.68%	\$ 2,933.00	\$ 2,933.00	\$ 3,229.00	10.09%
Inpatient Rate													
Outpatient Rate		\$ 342.00	\$ 350.00	\$ 350.00	2.34%	\$ 368.00	\$ 368.00	\$ 368.00	5.14%	\$ 391.00	\$ 427.00	\$ 427.00	9.21%
Inpatient Rate		\$ 2,413.00	\$ 2,443.00	\$ 2,443.00	1.24%	\$ 2,655.00	\$ 2,655.00	\$ 2,655.00	8.68%	\$ 2,933.00	\$ 2,933.00	\$ 3,229.00	10.09%
Outpatient Rate		\$ 350.00	\$ 368.00	\$ 368.00	5.14%	\$ 391.00	\$ 427.00	\$ 427.00	9.21%	\$ 427.00	\$ 427.00	\$ 427.00	9.21%
Inpatient Rate		\$ 2,443.00	\$ 2,655.00	\$ 2,655.00	8.68%	\$ 2,933.00	\$ 2,933.00	\$ 2,933.00	10.47%	\$ 3,229.00	\$ 3,229.00	\$ 3,229.00	10.09%
Outpatient Rate		\$ 368.00	\$ 391.00	\$ 391.00	6.25%	\$ 427.00	\$ 427.00	\$ 427.00	10.47%	\$ 427.00	\$ 427.00	\$ 427.00	10.47%
Inpatient Rate		\$ 2,655.00	\$ 2,933.00	\$ 2,933.00	10.47%	\$ 3,229.00	\$ 3,229.00	\$ 3,229.00	10.47%	\$ 3,229.00	\$ 3,229.00	\$ 3,229.00	10.47%
Outpatient Rate		\$ 391.00	\$ 427.00	\$ 427.00	9.21%	\$ 427.00	\$ 427.00	\$ 427.00	9.21%	\$ 427.00	\$ 427.00	\$ 427.00	9.21%
Inpatient Rate		\$ 2,933.00	\$ 3,229.00	\$ 3,229.00	10.09%	\$ 3,229.00	\$ 3,229.00	\$ 3,229.00	10.09%	\$ 3,229.00	\$ 3,229.00	\$ 3,229.00	10.09%

Average Inflation		% + / -	
2-Year Average		Outpatient	7.73%
		Inpatient	10.28%
3-Year Average		Outpatient	6.87%
		Inpatient	9.75%
4-Year Average		Outpatient	5.73%
		Inpatient	7.62%
5-Year Average		Outpatient	5.32%
		Inpatient	7.34%

Programmatic Weights for AIHP Inflation			
OP/IP	Program	Weights	Weighted Inflation Factor
OP	Traditional	74.25%	5.10%
IP	Traditional	25.75%	2.51%
Total	Traditional	100.00%	7.61%
OP	Proposition 204	76.49%	5.25%
IP	Proposition 204	23.51%	2.29%
Total	Proposition 204	100.00%	7.54%
OP	Newly Eligible Children	89.12%	6.12%
IP	Newly Eligible Children	10.88%	1.06%
Total	Newly Eligible Children	100.00%	7.18%
OP	Newly Eligible Adults	81.43%	5.59%
IP	Newly Eligible Adults	18.57%	1.81%
Total	Newly Eligible Adults	100.00%	7.40%
OP	AL/TCS-EPD	78.81%	5.41%
IP	AL/TCS-EPD	21.19%	2.06%
Total	AL/TCS-EPD	100.00%	7.48%

AIHP Non-Facility

AIHP Non-Facility Inflation Factors					
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	LTC ⁶
SFY 2020	3.26%	2.90%	2.95%	2.44%	3.38%
Long Term	3.79%	2.63%	1.67%	2.49%	3.34%

AIHP Non-Facility Programmatic Weights						
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%
AL/TCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%

AIHP Non-Facility Weighted Inflation Rates			
Program	SFY 2020	Long Term	Weighted Inflation Factor
Traditional	SFY 2020	Long Term	2.97%
	Long Term	SFY 2020	2.66%
Proposition 204	SFY 2020	Long Term	2.96%
	Long Term	SFY 2020	2.61%
Newly Eligible Children	SFY 2020	Long Term	2.91%
	Long Term	SFY 2020	2.63%
Newly Eligible Adults	SFY 2020	Long Term	2.93%
	Long Term	SFY 2020	2.68%
AL/TCS-EPD	SFY 2020	Long Term	3.08%
	Long Term	SFY 2020	2.39%

Notes:

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

FES Inflation Forecast

Calendar Quarter	Physicians Services Index Increase		Physicians Services SFY Average Increase		Inpatient Services Index Increase		AHCCCS Inpatient Index SFY Average Increase		Weighted Index SFY Average Increase	
2011.3		2.4%								
2011.4		2.6%								
2012.1		1.7%								
2012.2		1.7%	2.10%				2.42%	SFY 12		2.36%
2012.3		2.6%								
2012.4		2.2%								
2013.1		2.4%								
2013.2		2.4%	2.42%				2.02%	SFY 13		2.10%
2013.3		1.4%								
2013.4		1.6%								
2014.1		1.4%								
2014.2		1.4%	1.47%				1.82%	SFY 14		1.75%
2014.3		1.3%								
2014.4		1.4%								
2015.1		1.5%								
2015.2		1.8%	1.52%				1.86%	SFY 15		1.79%
2015.3		2.1%								
2015.4		2.3%								
2016.1		2.6%								
2016.2		2.7%	2.44%				1.66%	SFY 16		1.81%
2016.3		4.0%								
2016.4		3.8%								
2017.1		3.4%								
2017.2		0.9%	3.02%				2.33%	SFY 17		2.47%
2017.3		-0.7%								
2017.4		-1.4%								
2018.1		-1.0%								
2018.2		1.0%	-0.56%				2.55%	SFY 18		1.93%
2018.3		1.5%								
2018.4		2.2%								
2019.1		2.7%								
2019.2		2.9%	2.35%				2.88%	SFY 19		2.78%
2019.3		3.1%								
2019.4		3.1%								
2020.1		2.9%								
2020.2		2.9%	3.00%				3.17%	SFY 20		3.13%

Notes:

Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018). The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

Medicare Premium Inflation Factors

		Medicare Premium History:		PMPM		% Change	
		Part A	Part B	Part A	Part B	Part A	Part B
1996.01 to 1996.12	Actual	\$ 289.00	\$ 42.50	6.53%	6.53%		
1997.01 to 1997.12	Actual	\$ 311.00	\$ 43.80	7.61%	3.06%		
1998.01 to 1998.12	Actual	\$ 309.00	\$ 43.80	-0.64%	0.00%		
1999.01 to 1999.12	Actual	\$ 309.00	\$ 45.50	0.00%	3.88%		
2000.01 to 2000.12	Actual	\$ 301.00	\$ 45.50	-2.59%	0.00%		
2001.01 to 2001.12	Actual	\$ 300.00	\$ 50.00	-0.33%	9.89%		
2002.01 to 2002.12	Actual	\$ 319.00	\$ 54.00	6.33%	8.00%		
2003.01 to 2003.12	Actual	\$ 316.00	\$ 58.70	-0.94%	8.70%		
2004.01 to 2004.12	Actual	\$ 343.00	\$ 66.60	8.54%	13.46%		
2005.01 to 2005.12	Actual	\$ 375.00	\$ 78.20	9.33%	17.42%		
2006.01 to 2006.12	Actual	\$ 393.00	\$ 88.50	4.80%	13.17%		
2007.01 to 2007.12	Actual	\$ 410.00	\$ 93.50	4.33%	5.65%		
2008.01 to 2008.12	Actual	\$ 423.00	\$ 96.40	3.17%	3.10%		
2009.01 to 2009.12	Actual	\$ 443.00	\$ 96.40	4.73%	0.00%		
2010.01 to 2010.12	Actual	\$ 461.00	\$ 110.50	4.06%	14.63%		
2011.01 to 2011.12	Actual	\$ 450.00	\$ 115.40	-2.39%	4.43%		
2012.01 to 2012.12	Actual	\$ 451.00	\$ 99.90	0.22%	-13.43%		
2013.01 to 2013.12	Actual	\$ 441.00	\$ 104.90	-2.22%	5.01%		
2014.01 to 2014.12	Actual	\$ 426.00	\$ 104.90	-3.40%	0.00%		
2015.01 to 2015.12	Actual	\$ 407.00	\$ 104.90	-4.46%	0.00%		
2016.01 to 2016.12	Actual	\$ 411.00	\$ 121.80	0.98%	16.11%		
2017.01 to 2017.12	Actual	\$ 413.00	\$ 134.00	0.49%	10.02%		
2018.01 to 2018.12	Actual	\$ 422.00	\$ 134.00	2.18%	0.00%		
2019.01 to 2019.12	Projected	\$ 428.70	\$ 141.00	1.59%	5.23%		
2020.01 to 2020.12	Projected	\$ 435.50	\$ 148.37	1.59%	5.23%		
				Projected Medicare % Change			
				Part A	Part B	A & B Average	
				1.33%	5.01%	3.17%	
				1.22%	8.71%	4.96%	
				0.97%	6.53%	3.75%	
				1.59%	5.23%	3.41%	

Note: Averages in the projected change table above do not include years in which there was a decrease.

AL/TCS Model
FY 20

If Col. 7 < 0,
then Col. 10 =

Table with columns: County, FY 18 Contributions, Total Non Federal * Statutory Cont. Percentages, FY 19 Contributions, Total Non Federal * Utilization Percentages, Prior Year NF Growth by Utilization %s, Current Year NF Growth by Utilization %s, FY 19 State Covered % Less Utilization, Change in Contributions from Statutory % to Utilization %, Phased In Savings from Utilization %, State Share of Increase Phase In (100%), Net County Contributions, Tax Rate Circuit Breaker, Tax Capacity Relief, Per Capita Reductions, Proposed County Contributions, Proposed State Contributions, Col. 15 - (+ + + 5 11 + 12 + 13), Col. 10 = Col. 6 - 10 - 11 - 12 - 13 - 14, Col. 15 - (+ + + 5 11 + 12 + 13)

Growth over Prior Year
8.24%

Net State Contribution*
223,658,291

AL/TCS Clawback Estimate:
40,899,600
Clawback State:
18,086,100
Clawback County:
22,813,500
Medicare Copays State:
0
State Net of Clawback:
205,572,191
County Net of Clawback:
259,304,509

**ALTCS Model
Property Tax Rate Circuit Breaker**

	FY 2018 Primary NAV*	FY 2018 SRP**	Net County Contributions	Effective Prop Tax	Relief for Rates > \$0.90
Apache	\$468,804,350	\$200,966,000	11,185,632	\$1.67	\$5,157,700
Cochise	\$928,290,434	\$0	4,994,133	\$0.54	\$0
Coconino	\$1,726,579,756	\$61,266,000	6,566,943	\$0.37	\$0
Gila	\$493,540,926	\$4,648,000	3,291,565	\$0.66	\$0
Graham	\$189,872,079	\$0	2,160,849	\$1.14	\$452,000
Greenlee	\$438,419,322	\$0	26,854	\$0.01	\$0
La Paz	\$218,120,242	\$1,000	797,470	\$0.37	\$0
Maricopa	\$40,423,232,421	\$736,658,000	189,386,545	\$0.46	\$0
Mohave	\$1,811,107,082	\$726,000	10,086,080	\$0.56	\$0
Navajo	\$828,848,133	\$1,689,000	11,870,579	\$1.43	\$4,395,700
Pima	\$8,333,892,915	\$0	48,172,029	\$0.58	\$0
Pinal	\$2,355,433,455	\$109,890,000	13,366,821	\$0.54	\$0
Santa Cruz	\$329,645,578	\$0	4,029,017	\$1.22	\$1,062,200
Yavapai	\$2,599,537,840	\$684,000	8,245,968	\$0.32	\$0
Yuma	\$1,183,062,653	\$0	9,294,924	\$0.79	\$0
Total	\$62,328,387,186	\$1,116,528,000	\$323,475,409		11,067,600

* Primary NAV figures received May 1, 2018 from CIS Team, Local Jurisdictions District, ADOR.

** Revised SRP estimate received from Christopher Kelling at SRP on March 14, 2018.

ALTCS Model
Native American %

2010 Census Data

	Arizona Population		
	Native Amer. Residents	Total Residents	%
Apache	52,154	71,518	72.92%
Cochise	1,589	131,346	1.21%
Coconino	36,714	134,421	27.31%
Gila	7,946	53,597	14.83%
Graham	5,376	37,220	14.44%
Greenlee	195	8,437	2.31%
La Paz	2,628	20,489	12.83%
Maricopa	78,329	3,817,117	2.05%
Mohave	4,500	200,186	2.25%
Navajo	46,611	107,449	43.38%
Pima	32,605	980,263	3.33%
Pinal	20,949	375,770	5.57%
Santa Cruz	328	47,420	0.69%
Yavapai	3,549	211,033	1.68%
Yuma	3,056	195,751	1.56%
	296,529	6,392,017	4.64%

This adjustment applies to any county with a Native American population that represents at least 20% of the county's total population according to the most recent U.S.decennial census.

**ALTCS Model
Utilization Data**

	FY 18		ALTCs Statutory Percentages
	ALTCs Expenditures	ALTCs % of Total	
Apache	14,731,087	2.92282%	0.22%
Cochise	10,083,468	2.00068%	2.49%
Coconino	9,272,347	1.83974%	0.66%
Gila	5,871,899	1.16505%	2.56%
Graham	3,436,370	0.68182%	0.64%
Greenlee	173,371	0.03440%	0.34%
La Paz	1,361,374	0.27011%	0.34%
Maricopa	294,685,209	58.46907%	56.55%
Mohave	15,489,671	3.07334%	2.73%
Navajo	16,523,749	3.27851%	0.91%
Pima	76,363,595	15.15145%	20.55%
Pinal	20,860,812	4.13903%	5.09%
Santa Cruz	5,682,412	1.12746%	1.05%
Yavapai	15,459,163	3.06728%	3.12%
Yuma	14,007,387	2.77923%	2.75%
Total	504,001,913	100.000000%	100.0000%

Utilization as of 7/23/2018

Per Capita Reduction Calculation

County	CY18 Approp.	18 Adjusted Contribution	Population 7/1/2017	Per Capita Contribution	Per Capita Circuit Breaker
Apache	657,500	699,832	72,713	9.62	0
Cochise	5,241,100	4,994,133	128,383	38.90	0
Coconino	1,974,000	2,101,043	144,057	14.58	0
Gila	2,208,500	3,291,565	54,947	59.90	940,660
Graham	1,561,800	1,708,849	38,275	44.65	71,255
Greenlee	28,000	26,854	10,961	2.45	0
La Paz	526,000	797,470	21,598	36.92	0
Maricopa	165,477,400	189,386,545	4,221,684	44.86	8,761,973
Mohave	8,350,800	10,086,080	209,792	48.08	1,110,138
Navajo	2,721,500	2,896,679	111,266	26.03	0
Pima	40,974,000	48,172,029	1,026,099	46.95	4,270,426
Pinal	15,344,200	13,366,821	427,603	31.26	0
Santa Cruz	2,040,600	2,966,817	51,507	57.60	763,092
Yavapai	8,840,500	8,245,968	225,364	36.59	0
Yuma	8,727,300	9,294,924	221,648	41.94	0
Total:	264,673,200	298,035,609	6,965,897	42.78	15,917,544.02

Counties for which the per capita increase in their contribution from the previous year exceeds the statewide average, will have their contribution reduced to bring them down to the statewide average.

Adjusted Contribution is county contribution adjusted for Native American population, property tax, and statutory growth cap circuit breakers.

July 1, 2017 Population Estimates for Arizona's Counties, Incorporated Places and Balance of County from Arizona Office of Equal Opportunity

ALTCS Model Growth Calculation

Growth Calculation				
EPD Non-Federal Share FY 2019*	FY 2020**	County	State	Total Non-Federal
467,277,700	505,776,300 8.24%	19,249,300	19,249,300	38,498,600

* From Appropriation. Excludes non-federal share of BON (\$104,800).

** Includes estimate of \$38,741,600 for ALTCS Clawback

Breakdown of Non-Federal Share for FY 2020

EPD	472,455,100
Clawback	40,899,600
PDR Rebate	<u>-7,578,400</u>
Total Non-Fed.	<u><u>505,776,300</u></u>

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI/EPD/ALTCS Services				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	169,806.1	182,246.9	23,364.1	205,611.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	169,806.1	182,246.9	23,364.1	205,611.0
Fund Total:	169,806.1	182,246.9	23,364.1	205,611.0
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLJ EPD ALTCS Services					
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		0.0	0.0	0.0	0.0
Fund Total:		0.0	0.0	0.0	0.0
Fund: 2223-N Long Term Care System Fund					
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	1,183,540.3	985,134.2	73,642.4	1,058,776.6
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	254.0	0.0	0.0	0.0
Non-Appropriated Total:		1,183,794.3	985,134.2	73,642.4	1,058,776.6
Fund Total:		1,183,794.3	985,134.2	73,642.4	1,058,776.6
Fund: 2500-N IGA and ISA Fund					
Non-Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0

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Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI/EPD ALTCS Services				
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	9.6	0.0	0.0	0.0
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0
Non-Appropriated Total:	9.6	0.0	0.0	0.0
Fund Total:	9.6	0.0	0.0	0.0
Fund: 2546-A Prescription Drug Rebate Fund				
Appropriated				
6000	0.0	0.0	0.0	0.0
6100	0.0	0.0	0.0	0.0
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	7,578.4	7,578.4	0.0	7,578.4
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI/EPD ALTCS Services				
Fund: 2546-A Prescription Drug Rebate Fund				
Appropriated				
Appropriated Total:				7,578.4
Fund Total:				7,578.4
Fund: 2546-N Prescription Drug Rebate Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	34,308.7	36,422.0	2,905.7	39,327.7
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:				34,308.7
Fund Total:				34,308.7
Fund: 9691-N County Funds Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0

All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLJ EPD ALTCS Services

Fund: 9691-N County Funds Fund				
Non-Appropriated				
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	246,032.3	13,054.1	259,086.4
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	256.9	0.0	256.9
Non-Appropriated Total:	0.0	246,289.2	13,054.1	259,343.3
Fund Total:	0.0	246,289.2	13,054.1	259,343.3
Program Total For Selected Funds:	1,395,497.1	1,457,670.7	112,966.3	1,570,637.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	1,395,243.1	1,457,413.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	1,395,243.1	1,457,413.8
Appropriated		
1000-A General Fund (Appropriated)	169,806.1	182,246.9
2546-A Prescription Drug Rebate Fund (Appropriated)	7,578.4	7,578.4
	177,384.5	189,825.3
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	0.0	0.0
2223-N Long Term Care System Fund (Non-Appropriated)	#####	985,134.2
2500-N IGA and ISA Fund (Non-Appropriated)	9.6	0.0
2546-N Prescription Drug Rebate Fund (Non-Appropriated)	34,308.7	36,422.0
9691-N County Funds (Non-Appropriated)	0.0	246,032.3
	1,217,858.6	1,267,588.5
Fund Source Total	1,395,243.1	1,457,413.8

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2018 Actual	FY 2019 Expd. Plan
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2018 Actual	FY 2019 Expd. Plan
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2018 Actual	FY 2019 Expd. Plan
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	254.0	256.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	254.0	256.9
Non-Appropriated		
2223-N Long Term Care System Fund (Non-Appropriated)	254.0	0.0
9691-N County Funds (Non-Appropriated)	0.0	256.9
	254.0	256.9
Fund Source Total	254.0	256.9

Member Month Summary

QUARTER	EPD MEMBER MONTHS	TRIBAL CASE MANAGEMENT	TOTAL MEMBER MONTHS
2012.3	76,227	7,395	83,622
2012.4	76,491	7,484	83,975
2013.1	75,714	7,448	83,162
2013.2	75,823	7,577	83,400
2013.3	76,501	7,619	84,121
2013.4	77,092	7,603	84,695
2014.1	76,912	7,554	84,466
2014.2	77,354	7,649	85,003
2014.3	78,031	7,696	85,728
2014.4	78,807	7,643	86,450
2015.1	78,679	7,562	86,241
2015.2	78,892	7,496	86,388
2015.3	78,863	7,492	86,355
2015.4	79,009	7,514	86,523
2016.1	78,382	7,524	85,906
2016.2	78,616	7,565	86,181
2016.3	78,821	7,560	86,381
2016.4	78,919	7,583	86,501
2017.1	78,471	7,589	86,060
2017.2	79,122	7,634	86,756
2017.3	79,785	7,741	87,526
2017.4	80,498	7,731	88,229
2018.1	80,195	7,680	87,875
2018.2	80,720	7,661	88,380
	FORECAST DATA		
2018.3	82,517	7,725	90,242
2018.4	82,744	7,736	90,480
2019.1	82,490	7,748	90,238
2019.2	82,844	7,757	90,601
2019.3	83,173	7,767	90,940
2019.4	83,400	7,777	91,176
2020.1	83,144	7,788	90,932
2020.2	83,497	7,797	91,294

Growth Rate Summary

QUARTER	EPD MEMBER MONTHS	TRIBAL CASE MANAGEMENT	TOTAL MEMBER MONTHS
2012.3	0.69%	1.68%	0.77%
2012.4	0.35%	1.20%	0.42%
2013.1	-1.02%	-0.48%	-0.97%
2013.2	0.14%	1.73%	0.29%
2013.3	0.89%	0.56%	0.86%
2013.4	0.77%	-0.22%	0.68%
2014.1	-0.23%	-0.64%	-0.27%
2014.2	0.57%	1.26%	0.64%
2014.3	0.88%	0.61%	0.85%
2014.4	0.99%	-0.69%	0.84%
2015.1	-0.16%	-1.06%	-0.24%
2015.2	0.27%	-0.87%	0.17%
2015.3	-0.04%	-0.05%	-0.04%
2015.4	0.19%	0.29%	0.19%
2016.1	-0.79%	0.14%	-0.71%
2016.2	0.30%	0.55%	0.32%
2016.3	0.26%	-0.07%	0.23%
2016.4	0.12%	0.30%	0.14%
2017.1	-0.57%	0.09%	-0.51%
2017.2	0.83%	0.59%	0.81%
2017.3	0.84%	1.39%	0.89%
2017.4	0.89%	-0.12%	0.80%
2018.1	-0.38%	-0.67%	-0.40%
2018.2	0.65%	-0.25%	0.57%
FORECAST DATA			
2018.3	2.23%	0.84%	2.11%
2018.4	0.28%	0.14%	0.26%
2019.1	-0.31%	0.15%	-0.27%
2019.2	0.43%	0.12%	0.40%
2019.3	0.40%	0.12%	0.37%
2019.4	0.27%	0.13%	0.26%
2020.1	-0.31%	0.14%	-0.27%
2020.2	0.42%	0.12%	0.40%

Year-to-Year Changes

STATE FISCAL YEAR	EPD MEMBER MONTHS	TRIBAL CASE MANAGEMENT	TOTAL MEMBER MONTHS
2012-13	304,255	29,904	334,159
2013-14	307,860	30,425	338,285
2014-15	314,410	30,397	344,807
2015-16	314,869	30,096	344,965
2016-17	315,333	30,366	345,699
2017-18	321,198	30,813	352,011
<i>FORECAST DATA</i>			
2018-19	330,596	30,966	361,561
2019-20	333,214	31,128	364,342

STATE FISCAL YEAR	EPD MEMBER MONTHS	TRIBAL CASE MANAGEMENT	TOTAL MEMBER MONTHS
2012-13	0.72%	4.40%	1.04%
2013-14	1.18%	1.74%	1.23%
2014-15	2.13%	-0.09%	1.93%
2015-16	0.15%	-0.99%	0.05%
2016-17	0.15%	0.90%	0.21%
2017-18	1.86%	1.47%	1.83%
<i>FORECAST DATA</i>			
2018-19	2.93%	0.50%	2.71%
2019-20	0.79%	0.52%	0.77%

ALTCs EPD

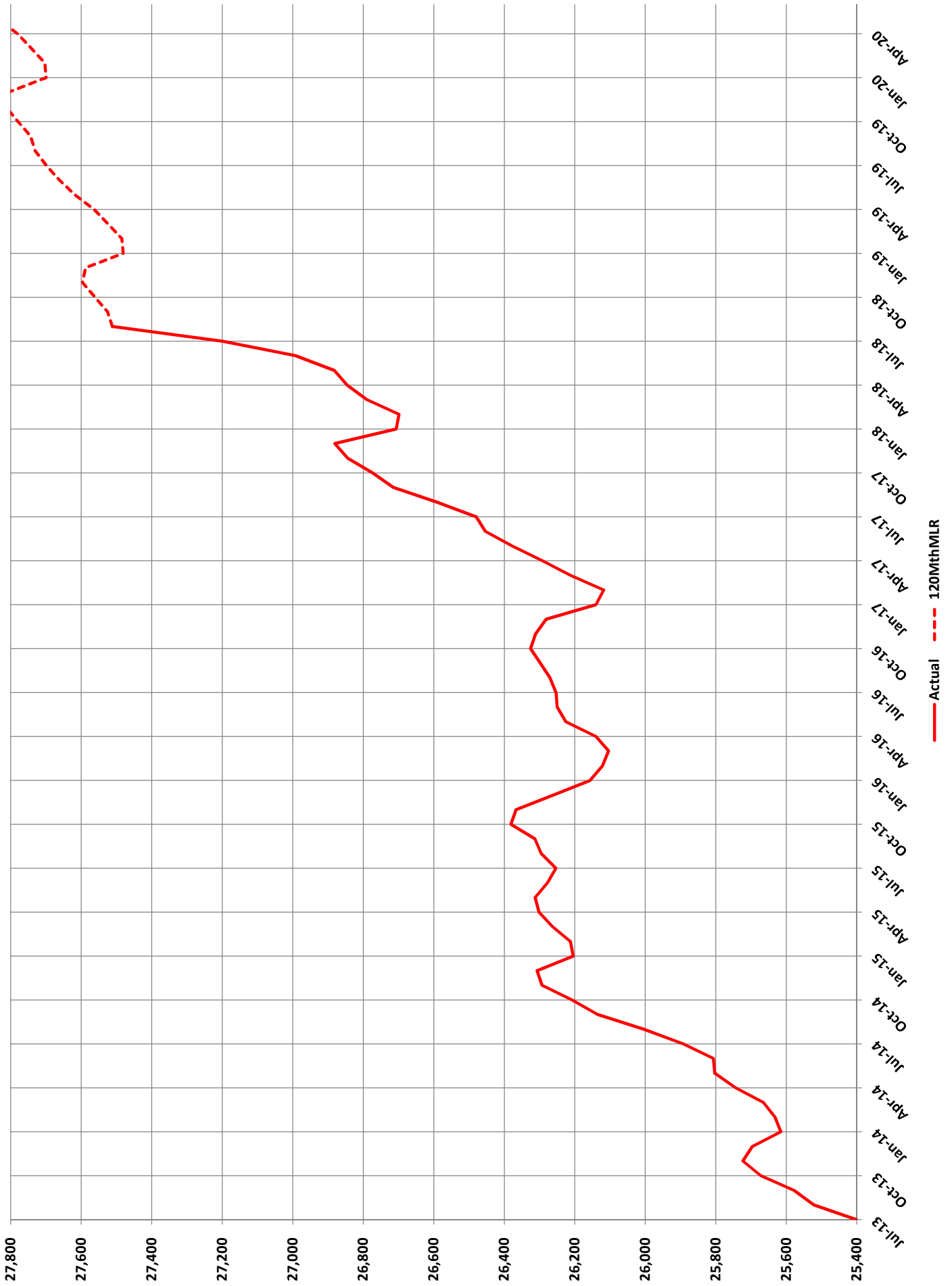
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2012.3	76,227		0.69%							
2012.4	76,491		0.35%							
2013.1	75,714		-1.02%							
2013.2	75,823		0.14%			304,255	0.72%	0.39%		SFY 12-13
2013.3	76,501		0.89%							
2013.4	77,092		0.77%							
2014.1	76,912		-0.23%							
2014.2	77,354		0.57%			307,860	1.18%	1.77%		SFY 13-14
2014.3	78,031		0.88%							
2014.4	78,807		0.99%							
2015.1	78,679		-0.16%							
2015.2	78,892		0.27%			314,410	2.13%	1.82%		SFY 14-15
2015.3	78,863		-0.04%							
2015.4	79,009		0.19%							
2016.1	78,382		-0.79%							
2016.2	78,616		0.30%			314,869	0.15%	-0.10%		SFY 15-16
2016.3	78,821		0.26%							
2016.4	78,919		0.12%							
2017.1	78,471		-0.57%							
2017.2	79,122		0.83%			315,333	0.15%	0.78%		SFY 16-17
2017.3	79,785		0.84%							
2017.4	80,498		0.89%							
2018.1	80,195		-0.38%							
2018.2	80,720		0.65%			321,198	1.86%	2.03%		SFY 17-18
2018.3		82,237	1.88%							
2018.4		82,744	0.62%							
2019.1		82,490	-0.31%							
2019.2		82,844	0.43%			330,316	2.84%	2.48%		SFY 18-19
2019.3		83,173	0.40%							
2019.4		83,400	0.27%							
2020.1		83,144	-0.31%			333,214	0.88%	0.79%		SFY 19-20
2020.2		83,497	0.42%							

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast Details: 120 Observations; MLR using Arizona Population from Eller Forecasting Project, Time-based Trend, and Monthly Seasonal variables

Adj. R Squared: 0.8209
 Standard Error: 360.21

ALTCS EPD



ALTCS Tribes

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2012.3	7,395		1.68%							
2012.4	7,484		1.20%							
2013.1	7,448		-0.48%							
2013.2	7,577		1.73%			29,904	4.40%	4.37%		SFY 12-13
2013.3	7,619		0.56%							
2013.4	7,603		-0.22%							
2014.1	7,554		-0.64%							
2014.2	7,649		1.26%			30,425	1.74%	0.55%		SFY 13-14
2014.3	7,696		0.61%							
2014.4	7,643		-0.69%							
2015.1	7,562		-1.06%							
2015.2	7,496		-0.87%			30,397	-0.09%	-2.46%		SFY 14-15
2015.3	7,492		-0.05%							
2015.4	7,514		0.29%							
2016.1	7,524		0.14%							
2016.2	7,565		0.55%			30,096	-0.99%	1.27%		SFY 15-16
2016.3	7,560		-0.07%							
2016.4	7,583		0.30%							
2017.1	7,589		0.09%							
2017.2	7,634		0.59%			30,366	0.90%	1.00%		SFY 16-17
2017.3	7,741		1.39%							
2017.4	7,731		-0.12%							
2018.1	7,680		-0.67%							
2018.2	7,661		-0.25%			30,813	1.47%	0.27%		SFY 17-18
2018.3			0.78%	7,720						
2018.4			0.20%	7,736						
2019.1			0.15%	7,748						
2019.2			0.12%	7,757		30,961	0.48%	1.09%		SFY 18-19
2019.3			0.12%	7,767						
2019.4			0.13%	7,777						
2020.1			0.14%	7,788		31,128	0.54%	0.51%		SFY 19-20
2020.2			0.12%	7,797						

Notes:

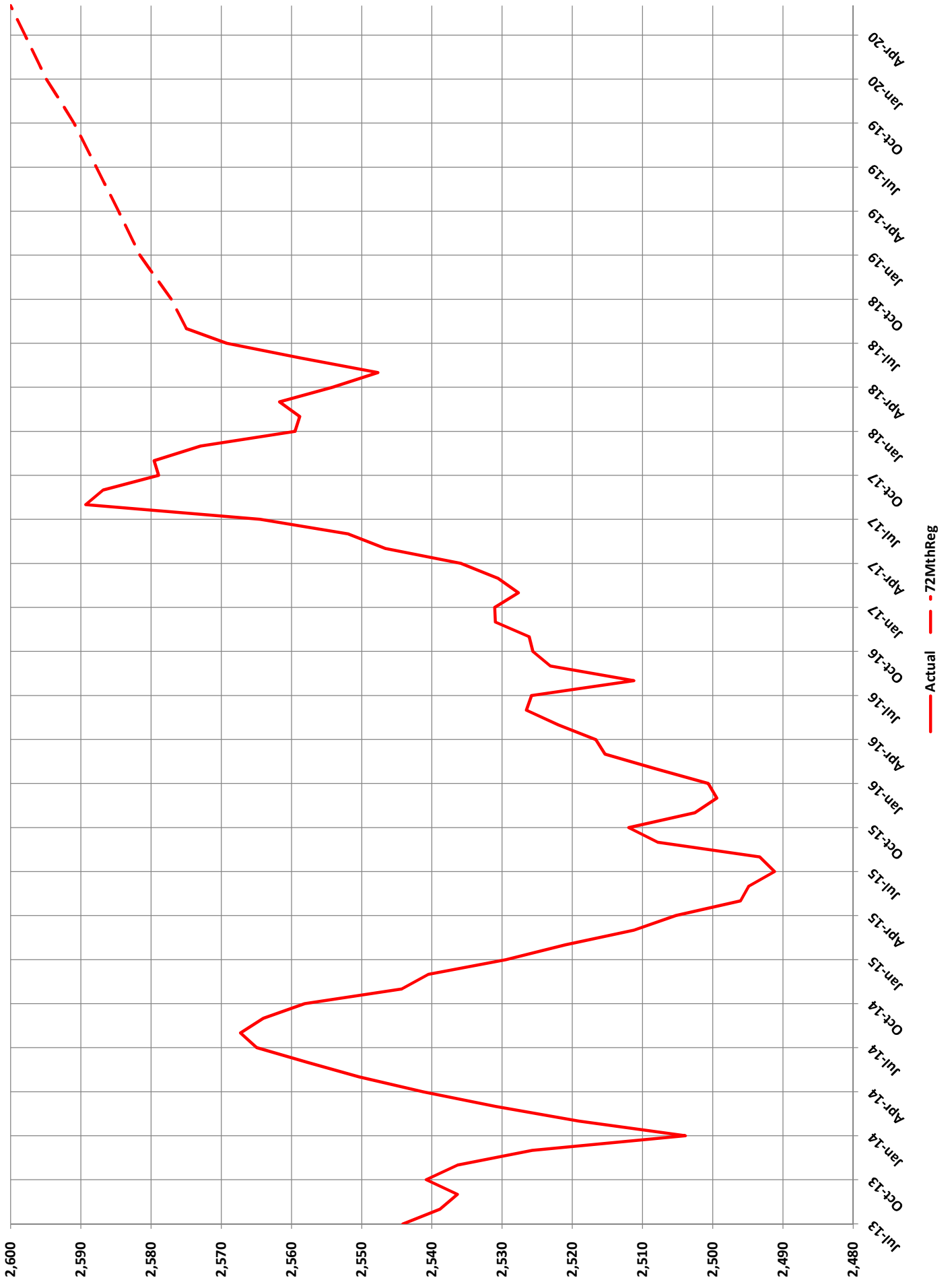
(1) Data are obtained from PMMIS.

(2) Forecast uses a 72-month regression on the natural log of the transfer payment forecast from the Forecasting Project.

Adj. R Squared: 0.5014

Standard Error: 5.57

ALTCs Tribes





**TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK**

FISCAL YEAR 2020
BUDGET JUSTIFICATION

MEDICARE PART D “CLAWBACK” PAYMENTS

PROGRAM DESCRIPTION/BACKGROUND:

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

METHODOLOGY:

CLAWBACK PMPM:

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCS, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

	Actual 1/1/2015 to 9/30/2015	Actual 10/1/2015 to 12/31/2015	Actual 1/1/2016 to 9/30/2016	Actual 10/1/2016 to 12/31/2016	Actual 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Estimate 10/1/2018 to 12/31/2018	Estimate 1/1/2019 to 9/30/2019	Estimate 10/1/2019 to 12/31/2019	Estimate 1/1/2020 to 9/30/2020
Total Fund PMPM	200.04	200.04	223.29	223.28	249.93	249.93	252.98	252.98	257.88	257.89	262.87
FMAP	68.46%	68.92%	68.92%	69.24%	69.24%	69.89%	69.89%	69.81%	69.81%	69.48%	69.48%
State Match PMPM	63.09	62.17	69.40	68.68	76.88	75.25	76.17	76.37	77.85	78.71	80.23
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	47.32	46.63	52.05	51.51	57.66	56.44	57.13	57.28	58.39	59.03	60.17



FISCAL YEAR 2020
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK

The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.
- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state's Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it increases to 69.81%.
- It is assumed that the FMAP will increase from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.



**TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK**

FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROGRAM DISTRIBUTION:

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

AHCCCS Acute	46.14%
ALTCS-EPD	33.18%
ALTCS-DD (DES)	3.53%
DHS BHS	17.15%

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using a 24 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.04% in SFY 2019 and 3.39% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,526 by June 2019 and 176,313 by June 2020.

**TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	SFY18 Actual	SFY19 Allocation	SFY19 Rebase	SFY20 Request	SFY20 Inc.(Dec)
AHCCCS ACUTE	51,307,400	56,090,800	53,530,700	56,874,700	783,900
AHCCCS ALTCS					
General Fund	15,241,439	16,476,000	16,370,900	18,046,700	1,570,700
County Fund	21,797,785	22,265,600	22,123,800	22,852,900	587,300
TOTAL ALTCS	37,039,225	38,741,600	38,494,700	40,899,600	2,158,000
BHS	19,070,500	19,897,000	19,897,000	21,140,100	1,243,100
DES-DD	3,925,200	4,074,900	4,095,400	4,351,600	276,700
Grand Total	111,342,325	118,804,300	116,017,800	123,266,000	4,461,700



PROPOSED SOLUTION TO THE PROBLEM:

For FY20, AHCCCS requests an increase of \$4,461,700 General Fund to the Acute Care Clawback line item for these federally mandated payments. Within the ALTCS Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,570,700 and a County Fund increase of \$587,300. For the BHS Clawback line, AHCCCS requests an increase of \$1,243,100.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

STATUTORY AUTHORITY:

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173)
Social Security Act, Section 1935(42 U.S.C. 1396u-5)

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program:	SLI Long Term Care Clawback Payments		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	1000-A	General Fund				
	Appropriated					
	0000	FTE	0.0	0.0	0.0	0.0
	6000	Personal Services	0.0	0.0	0.0	0.0
	6100	Employee Related Expenses	0.0	0.0	0.0	0.0
	6200	Professional and Outside Services	0.0	0.0	0.0	0.0
	6500	Travel In-State	0.0	0.0	0.0	0.0
	6600	Travel Out of State	0.0	0.0	0.0	0.0
	6700	Food	0.0	0.0	0.0	0.0
	6800	Aid to Organizations and Individuals	15,241.6	16,476.0	1,610.1	18,086.1
	7000	Other Operating Expenses	0.0	0.0	0.0	0.0
	8000	Equipment	0.0	0.0	0.0	0.0
	8100	Capital Outlay	0.0	0.0	0.0	0.0
	8600	Debt Service	0.0	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0	0.0
	9100	Transfers	0.0	0.0	0.0	0.0
		Appropriated Total:	15,241.6	16,476.0	1,610.1	18,086.1
		Fund Total:	15,241.6	16,476.0	1,610.1	18,086.1
		Fund:				
	2223-N	Long Term Care System Fund				
	Non-Appropriated					
	6000	Personal Services	0.0	0.0	0.0	0.0
	6100	Employee Related Expenses	0.0	0.0	0.0	0.0
	6200	Professional and Outside Services	0.0	0.0	0.0	0.0
	6500	Travel In-State	0.0	0.0	0.0	0.0
	6600	Travel Out of State	0.0	0.0	0.0	0.0
	6700	Food	0.0	0.0	0.0	0.0
	6800	Aid to Organizations and Individuals	21,797.6	0.0	0.0	0.0
	7000	Other Operating Expenses	0.0	0.0	0.0	0.0
	8000	Equipment	0.0	0.0	0.0	0.0
	8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Long Term Care Clawback Payments				
Fund: 2223-N Long Term Care System Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	21,797.6	0.0	0.0	0.0
Fund Total:	21,797.6	0.0	0.0	0.0
Fund: 9691-N County Funds Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	22,265.6	547.9	22,813.5
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	22,265.6	547.9	22,813.5
Fund Total:	0.0	22,265.6	547.9	22,813.5
Program Total For Selected Funds:				
	37,039.2	38,741.6	2,158.0	40,899.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Long Term Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
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Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
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Food	0.0	0.0
Expenditure Category Total	0.0	0.0
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Aid to Organizations and Individuals	37,039.2	38,741.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	SLI Long Term Care Clawback Payments	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	37,039.2	38,741.6
Appropriated		
1000-A General Fund (Appropriated)	15,241.6	16,476.0
	15,241.6	16,476.0
Non-Appropriated		
2223-N Long Term Care System Fund (Non-Appropriated)	21,797.6	0.0
9691-N County Funds (Non-Appropriated)	0.0	22,265.6
	21,797.6	22,265.6
Fund Source Total	37,039.2	38,741.6
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Long Term Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Long Term Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0

Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Long Term Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
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Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
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Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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NURSING FACILITY ASSESSMENT

Description of problem or issue and how this furthers the agency mission or goals:

Laws 2012, Chapter 213 amended Title 36, Chapter 29 by adding Article 6, establishing an assessment on the nursing facilities within the state beginning October 1, 2012. Since the assessment is neither uniform nor broad-based, Arizona was required to obtain a waiver from CMS of these requirements. A State Plan Amendment (SPA) that describes the assessment structure was also required. On June 21, 2012, AHCCCS submitted a waiver to CMS which outlined the specifics of the assessment. CMS approval was granted on October 23, 2012. The SPA was approved by CMS on November 1, 2012.

The enacting legislation included a delayed repeal date of September 30, 2015. Laws 2015, Chapter 39 amended the legislation to extend the repeal date to September 30, 2023.

Actual Experience/Methodology

The first assessment revenues were recorded in March 2013 for the period October 1, 2012 to December 31, 2012, with the first payments also going out in March. Revenues and payments for the quarter January 1, 2013 to March 31, 2013 were made in May 2013. Therefore, there is a lag of approximately one quarter. Since the inception in SFY 2013, the assessment has collected over \$91.2 million which has enabled the state to draw in an additional \$187.6 million in federal funding.

Effective September 6, 2014, an updated rule increased the assessment from \$7.50 per non-Medicare bed day and \$1.00 per non-Medicare bed day for facilities with high Medicaid utilization to \$10.50 and \$1.40 respectively.

Effective January 1, 2017, an updated rule increased the assessment from \$1.40 to \$1.80 per Nursing Facility-day, and for all other non-exempt provider form \$10.50 to \$15.63. This will result in increased collections of approximately \$10.8 million on an annualized basis. Half of the increase impacted FY 2017 and the fully annualized impact will be realized in FY 2018.

The FY 2019 and FY 2020 estimates for revenue generation are based on prior year experience adjusted for the increased rate of collection. No further increases are projected in FY 2020. There will always be a rolling fund balance that will be paid out in reconciliation the following year. The federal matching funds are based on the regular Title XIX FMAP rate. For FY 2019 this is a blended rate of one quarter at the FFY 2018 rate of 69.89% and



FISCAL YEAR 2020
BUDGET JUSTIFICATION

**LONG TERM CARE PROGRAM
NURSING FACILITY ASSESSMENT**

three quarters at the FFY 2019 rate of 69.81% for an average SFY 2019 rate of 69.83%. For FY 2020 this is a blended rate of one quarter at the FFY 2019 rate of 69.81% and three quarters at the FFY 2020 rate of 69.48% for an average SFY 2020 rate of 69.56%.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
NURSING FACILITY ASSESSMENT
FISCAL YEAR 2020 BUDGET REQUEST**

	FY 2018 Actual	FY 2019 Approp	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
NF Assessment Fund State	\$33,070,514	\$32,989,400	\$32,989,500	\$32,989,600	\$200
NF Assessment Fund Fed	\$76,320,529	\$76,355,600	\$76,355,800	\$75,397,000	(\$958,600)
Total Funds	\$109,391,043	\$109,345,000	\$109,345,300	\$108,386,600	(\$958,400)

AHCCCS requests that the footnote language allowing AHCCCS to increase the appropriation for payments in excess of the published appropriation be continued in FY 2020.

Statutory Authority:

Title 36, Chapter 29, Article 6
A.R.S. 36-2999.51 through A.R.S. 36-2999.57

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
NURSING FACILITY ASSESSMENT
FISCAL YEAR 2020 BUDGET REQUEST**

	FY 2018 Actual	FY 2019 Approp	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
NF Assessment Fund State	\$33,070,514	\$32,989,400	\$32,989,500	\$32,989,600	\$200
NF Assessment Fund Fed	\$76,320,529	\$76,355,600	\$76,355,800	\$75,397,000	(\$958,600)
Total Funds	\$109,391,043	\$109,345,000	\$109,345,300	\$108,386,600	(\$958,400)

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: Nursing Facility Assessment

Fund:	2567-N	Nursing Facility Provider Assessment Fund			
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	108,822.0	109,345.0	(958.4)	108,386.6
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		108,822.0	109,345.0	(958.4)	108,386.6
Fund Total:		108,822.0	109,345.0	(958.4)	108,386.6
Program Total For Selected Funds:		108,822.0	109,345.0	(958.4)	108,386.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	108,822.0	109,345.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	108,822.0	109,345.0
Non-Appropriated		
2567-N Nursing Facility Provider Assessment Fund (Non-Appropriate)	108,822.0	109,345.0
Fund Source Total	108,822.0	109,345.0

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

	<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

	FY 2018 Actual	FY 2019 Expd. Plan
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0

Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

	FY 2018 Actual	FY 2019 Expd. Plan
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

BOARD OF NURSING

BOARD OF NURSING

BUDGET JUSTIFICATION

The State Board of Nursing assures that standards of practice are met and that persons engaged in the practice of nursing are competent. It approves individuals for licensure, registration and certification, approves educational programs for nurses and nursing assistants, investigates complaints concerning licensee's compliance with the law, and determines and administers disciplinary actions in the event of proven violations of the Nurse Practice Act.

The mission is to protect the public health, safety and welfare through the safe and competent practice of nurses and nursing assistants.

The Board of Nursing allocation reflects amounts to be passed through to the Board of Nursing for the cost of administering the Nurse Aid Training Program. The Board of Nursing appropriation was rolled into the Central Administration appropriation; however, for purposes of this budget submittal, the costs will be shown in the Board of Nursing cost center.

The FY 2019 allocation (within the Central Administration appropriation) is \$209,900 (\$105,000 General Fund).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System				
		FY 2018	FY 2019	FY 2020	FY 2020	Total Request
		Actual	Expd. Plan	Fund. Issue		
Program:		Board of Nursing				
Fund:		1000-A General Fund				
Appropriated						
6000	Personal Services	0.0	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	104.9	105.0	0.0	0.0	105.0
8000	Equipment	0.0	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0	0.0
Appropriated Total:		104.9	105.0	0.0	0.0	105.0
Fund Total:		104.9	105.0	0.0	0.0	105.0
Fund:		2120-N AHCCCS Fund				
Non-Appropriated						
6000	Personal Services	0.0	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	104.8	104.9	0.0	0.0	104.9
8000	Equipment	0.0	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Board of Nursing				
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	104.8	104.9	0.0	104.9
Fund Total:	104.8	104.9	0.0	104.9
Program Total For Selected Funds:	209.7	209.9	0.0	209.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Board of Nursing

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
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Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Board of Nursing

	FY 2018 Actual	FY 2019 Expd. Plan
Other Operating Expenses		209.9
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Board of Nursing

	FY 2018 Actual	FY 2019 Expd. Plan
Other Internal Services	209.7	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Board of Nursing

	FY 2018 Actual	FY 2019 Expd. Plan
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	209.7	209.9
Appropriated		
1000-A General Fund (Appropriated)	104.9	105.0
	104.9	105.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	104.8	104.9
	104.8	104.9
Fund Source Total	209.7	209.9

Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Board of Nursing

	FY 2018 Actual	FY 2019 Expd. Plan
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

LONG TERM CARE PASS-THROUGH

LONG TERM CARE PASS-THROUGH

DEPARTMENT OF ECONOMIC SECURITY DEVELOPMENTALLY DISABLED (DES DD) – PASS-THROUGH

PROGRAM DESCRIPTION/BACKGROUND

The Developmentally Disabled program budget is appropriated within the Department of Economic Security Long Term Care budget unit. As the single state Medicaid Agency for Arizona, AHCCCS passes through the Title XIX Federal funding for this program. The funding flows through the AHCCCS financial systems as follows:

- 1) DES transfers the state match (General Fund) to AHCCCS via the Intergovernmental/Interagency Service fund (IGA and ISA Fund 2500).
- 2) AHCCCS draws down the federal match based on the Title XIX FMAP into the LTC System Fund (2223).
- 3) AHCCCS transfers both the federal match and state match back to DES in the respective funds.

The official budget request for this program will come from ADES. ADES provided the following figures to AHCCCS to more accurately reflect the revenue, sources, and uses schedule:

LTC - 2003	FY18 Actual	FY19 Approp/Est	FY20 Request	FY20 DP
DES DD	452,875,400	509,200,900	581,915,600	72,714,700
	1,032,144,800	1,152,220,400	1,342,024,500	189,804,100
TF	1,485,020,200	1,661,421,300	1,923,940,100	262,518,800

Note: Decision Package amount above includes Base Modifications and Services for Individuals with a Combined Vision and Hearing Impairment.

STATUTORY AUTHORITY
A.R.S. §41-1954.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
 FY2018-FY2020
 PROGRAMMATIC PASS-THROUGH LINES**

LTC - 2003		FY18 Actual	FY19 Approp/Est	FY20 Request	FY20 DP
DES DD	2500	452,875,400	509,200,900	581,915,600	72,714,700
	2223	1,032,144,800	1,152,220,400	1,342,024,500	189,804,100
	TF	1,485,020,200	1,661,421,300	1,923,940,100	262,518,800

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Programmatic Pass Through Funding					
Fund:	2223-N	Long Term Care System Fund			
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	1,032,144.8	1,152,220.4	189,804.1	1,342,024.5
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		1,032,144.8	1,152,220.4	189,804.1	1,342,024.5
Fund Total:		1,032,144.8	1,152,220.4	189,804.1	1,342,024.5
Fund:	2500-N	IGA and ISA Fund			
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	452,875.4	509,200.9	72,714.7	581,915.6
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: Programmatic Pass Through Funding				
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	452,875.4	509,200.9	72,714.7	581,915.6
Fund Total:	452,875.4	509,200.9	72,714.7	581,915.6
Program Total For Selected Funds:	1,485,020.2	1,661,421.3	262,518.8	1,923,940.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	1,485,020.2	1,661,421.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	1,485,020.2	1,661,421.3
Non-Appropriated		
2223-N Long Term Care System Fund (Non-Appropriated)	#####	1,152,220.4
2500-N IGA and ISA Fund (Non-Appropriated)	452,875.4	509,200.9
	1,485,020.2	1,661,421.3
Fund Source Total	1,485,020.2	1,661,421.3

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
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Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
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Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
Program: Acute Care

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program Summary				
3-1	88,755.8	104,422.1	(2,277.9)	102,144.2
3-2	272,269.4	274,684.9	18,922.9	293,607.8
3-3	10,491.9	16,454.3	0.0	16,454.3
3-4	953.4	1,020.0	(134.0)	886.0
3-5	32,949.7	35,252.7	3,100.7	38,353.4
3-6	1,934,376.7	3,304,436.9	(62,411.3)	3,242,025.6
3-7	685,077.5	811,153.0	28,119.3	839,272.3
3-8	113,579.4	121,488.2	24,266.2	145,754.4
3-9	229,004.0	244,875.3	17,548.0	262,423.3
3-10	41,434.4	41,848.3	0.0	41,848.3
3-11	12,158.1	12,158.1	0.0	12,158.1
3-12	51,506.6	75,987.8	2,027.0	78,014.8
3-13	54,663.3	0.0	0.0	0.0
3-14	15,493.6	23,516.1	(23,516.1)	0.0
3-15	29,107.6	70,000.0	20,000.0	90,000.0
	3,571,821.4	5,137,297.7	25,644.8	5,162,942.5

Program Summary Total:

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Expenditure Categories				
0000	0.0	0.0	0.0	0.0
6000	215.0	211.5	0.0	211.5
6100	77.8	73.4	0.0	73.4
6200	3,018.1	3,017.5	0.0	3,017.5
6500	0.0	0.0	0.0	0.0
6600	2.2	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	3,472,483.8	5,029,867.2	27,925.6	5,057,792.8
7000	1.2	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	96,023.3	104,128.1	(2,280.8)	101,847.3
	3,571,821.4	5,137,297.7	25,644.8	5,162,942.5

Expenditure Categories Total:

Fund Source
Appropriated Funds

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
 Program: Acute Care

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
1000-A General Fund (Appropriated)	805,250.3	1,227,802.4	9,250.1	1,237,052.5
1306-A Tobacco Tax and Health Care Fund (Appropriated)	36,862.6	68,040.5	0.0	68,040.5
2546-A Prescription Drug Rebate Fund (Appropriated)	137,191.0	140,158.6	0.0	140,158.6
	979,303.9	1,436,001.5	9,250.1	1,445,251.6
Non-Appropriated Funds				
1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated)	666.3	700.0	0.0	700.0
2000-N Federal Grant (Non-Appropriated)	87.0	0.0	0.0	0.0
2120-N AHCCCS Fund (Non-Appropriated)	2,668,090.0	3,736,657.3	(18,560.7)	3,718,096.6
2130-N Delivery System Reform Incentive Payment Fund(	19,991.9	21,773.1	6,289.3	28,062.4
2223-N Long Term Care System Fund (Non-Appropriated)	0.0	0.0	0.0	0.0
2494-N Prop 202 - Trauma and Emergency Services (Non-Appropriated)	23,274.5	23,500.0	0.0	23,500.0
2500-N IGA and ISA Fund (Non-Appropriated)	119,587.1	109,464.2	(1,635.0)	107,829.2
2546-N Prescription Drug Rebate Fund (Non-Appropriated)	(240,706.9)	(239,004.2)	30,652.3	(208,351.9)
3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)	1,527.6	1,692.9	0.0	1,692.9
4503-N IGAs for County BHS Fund (Non-Appropriated)	0.0	0.0	0.0	0.0
9691-N County Funds (Non-Appropriated)	0.0	46,512.9	(351.2)	46,161.7
	2,592,517.5	3,701,296.2	16,394.7	3,717,690.9
Fund Source Total:	3,571,821.4	5,137,297.7	25,644.8	5,162,942.5

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	1000-A General Fund (Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
3-1	SLI Disproportionate Share Payments	261.1	267.1	2.9	270.0					
3-3	Critical Access Hospitals	3,159.1	4,969.5	52.3	5,021.8					
3-4	Breast and Cervical Cancer	189.7	203.9	(30.6)	173.3					
3-5	Ticket to Work	9,897.6	10,645.4	878.6	11,524.0					
3-6	Capitation	561,835.3	919,359.1	(3,067.6)	916,291.5					
3-7	Fee-for-Service	80,531.4	111,376.6	(1,867.0)	109,509.6					
3-8	Reinsurance	34,154.7	36,734.6	7,042.0	43,776.6					
3-9	Medicare Premiums	60,054.0	64,589.9	4,170.3	68,760.2					
3-11	SLI Rural Hospital Reimbursement	3,660.8	3,668.5	42.2	3,710.7					
3-12	SLI Acute Care Clawback Payments	51,506.6	75,987.8	2,027.0	78,014.8					
Total		805,250.3	1,227,802.4	9,250.1	1,237,052.5					
Appropriated Funding										
Expenditure Categories										
FTE Positions										
Personal Services										
Employee Related Expenses										
Professional and Outside Services										
Travel In-State										
Travel Out of State										
Food										
Aid to Organizations and Individuals										
Other Operating Expenses										
Equipment										
Capital Outlay										
Debt Service										
Cost Allocation										
Transfers										
Expenditure Categories Total:		802,904.9	1,223,964.5	9,250.1	1,233,214.6					
Fund 1000-A Total:		2,345.4	3,837.9	0.0	3,837.9					
Expenditure Categories Total:		805,250.3	1,227,802.4	9,250.1	1,237,052.5					
Fund 1000-A Total:		805,250.3	1,227,802.4	9,250.1	1,237,052.5					

All dollars are presented in thousands (not FTE).

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	1306-A Tobacco Tax and Health Care Fund (Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
3-6	Capitation	36,862.6	68,040.5	0.0	68,040.5					
Total		36,862.6	68,040.5	0.0	68,040.5					
Appropriated Funding										
Expenditure Categories										
	Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Travel In-State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Travel Out of State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Food	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Aid to Organizations and Individuals	36,862.6	68,040.5	0.0	68,040.5	0.0	0.0	68,040.5	0.0	
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Cost Allocation	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Transfers	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Expenditure Categories Total:		36,862.6	68,040.5	0.0	68,040.5	0.0	0.0	68,040.5	0.0	
Fund 1306-A Total:		36,862.6	68,040.5	0.0	68,040.5	0.0	0.0	68,040.5	0.0	

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
3-10	Programmatic Pass Through Funding	666.3	700.0	0.0	0.0	700.0				
Total		666.3	700.0	0.0	0.0	700.0				
Non-Appropriated Funding										
Expenditure Categories										
	Personal Services	0.0	0.0	0.0	0.0	0.0				
	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0				
	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0				
	Travel In-State	0.0	0.0	0.0	0.0	0.0				
	Travel Out of State	0.0	0.0	0.0	0.0	0.0				
	Food	0.0	0.0	0.0	0.0	0.0				
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0				
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0				
	Equipment	0.0	0.0	0.0	0.0	0.0				
	Capital Outlay	0.0	0.0	0.0	0.0	0.0				
	Debt Service	0.0	0.0	0.0	0.0	0.0				
	Cost Allocation	0.0	0.0	0.0	0.0	0.0				
	Transfers	666.3	700.0	0.0	0.0	700.0				
Expenditure Categories Total:		666.3	700.0	0.0	0.0	700.0				
Fund 1306-N Total:		666.3	700.0	0.0	0.0	700.0				

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020	
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request				
Fund:	2000-N Federal Grant (Non-Appropriated)								
Program Expenditures									
COST CENTER/PROGRAM BUDGET UNIT									
3-10	Programmatic Pass Through Funding	87.0	0.0	0.0	0.0	0.0			
Total		87.0	0.0	0.0	0.0	0.0			
Non-Appropriated Funding									
Expenditure Categories									
	Personal Services	20.8	0.0	0.0	0.0	0.0			
	Employee Related Expenses	10.4	0.0	0.0	0.0	0.0			
	Professional and Outside Services	52.4	0.0	0.0	0.0	0.0			
	Travel In-State	0.0	0.0	0.0	0.0	0.0			
	Travel Out of State	2.2	0.0	0.0	0.0	0.0			
	Food	0.0	0.0	0.0	0.0	0.0			
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0			
	Other Operating Expenses	1.2	0.0	0.0	0.0	0.0			
	Equipment	0.0	0.0	0.0	0.0	0.0			
	Capital Outlay	0.0	0.0	0.0	0.0	0.0			
	Debt Service	0.0	0.0	0.0	0.0	0.0			
	Cost Allocation	0.0	0.0	0.0	0.0	0.0			
	Transfers	0.0	0.0	0.0	0.0	0.0			
Expenditure Categories Total:		87.0	0.0	0.0	0.0	0.0			
Fund 2000-N Total:		87.0	0.0	0.0	0.0	0.0			

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	2120-N AHCCCS Fund (Non-Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
3-1	SLI Disproportionate Share Payments	88,494.7	104,155.0	(2,280.8)	101,874.2					
3-2	SLI Graduate Medical Education	188,073.5	191,530.9	13,495.4	205,026.3					
3-3	Critical Access Hospitals	7,332.8	11,484.8	(52.3)	11,432.5					
3-4	Breast and Cervical Cancer	763.7	814.9	(103.4)	711.5					
3-5	Ticket to Work	23,052.1	24,598.6	2,189.7	26,788.3					
3-6	Capitation	1,434,208.3	2,358,924.6	(89,649.4)	2,269,275.2					
3-7	Fee-for-Service	604,546.1	699,776.4	29,986.3	729,762.7					
3-8	Reinsurance	79,424.7	84,753.6	17,224.2	101,977.8					
3-9	Medicare Premiums	168,950.0	180,285.4	13,377.7	193,663.1					
3-10	Programmatic Pass Through Funding	6,924.3	7,200.0	0.0	7,200.0					
3-11	SLI Rural Hospital Reimbursement	8,497.3	8,489.6	(42.2)	8,447.4					
3-13	SLI Safety Net Care Pool (SNCP)	37,995.1	0.0	0.0	0.0					
3-14	SLI Disproportionate Share Payments Voluntary M	10,711.7	16,416.6	(16,416.6)	0.0					
3-15	Targeted Investments Program	9,115.7	48,226.9	13,710.7	61,937.6					
Total		2,668,090.0	3,736,657.3	(18,560.7)	3,718,096.6					
Non-Appropriated Funding										
Expenditure Categories										
FTE Positions		0.0	0.0	0.0	0.0					
Personal Services		0.0	0.0	0.0	0.0					
Employee Related Expenses		0.0	0.0	0.0	0.0					
Professional and Outside Services		0.0	0.0	0.0	0.0					
Travel In-State		0.0	0.0	0.0	0.0					
Travel Out of State		0.0	0.0	0.0	0.0					
Food		0.0	0.0	0.0	0.0					
Aid to Organizations and Individuals		2,584,194.1	3,637,122.3	(16,279.9)	3,620,842.4					
Other Operating Expenses		0.0	0.0	0.0	0.0					
Equipment		0.0	0.0	0.0	0.0					
Capital Outlay		0.0	0.0	0.0	0.0					
Debt Service		0.0	0.0	0.0	0.0					
Cost Allocation		0.0	0.0	0.0	0.0					

All dollars are presented in thousands (not FTE).

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2120-N AHCCCS Fund (Non-Appropriated)				
Non-Appropriated Funding					
	Transfers	83,895.9	99,535.0	(2,280.8)	97,254.2
Expenditure Categories Total:		2,668,090.0	3,736,657.3	(18,560.7)	3,718,096.6
Fund 2120-N Total:		2,668,090.0	3,736,657.3	(18,560.7)	3,718,096.6
Fund:	2130-N Delivery System Reform Incentive Payment Fund(Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
3-15	Targeted Investments Program	19,991.9	21,773.1	6,289.3	28,062.4
Total		19,991.9	21,773.1	6,289.3	28,062.4
Non-Appropriated Funding					
Expenditure Categories					
	FTE Positions	0.0	0.0	0.0	0.0
	Personal Services	194.2	211.5	0.0	211.5
	Employee Related Expenses	67.4	73.4	0.0	73.4
	Professional and Outside Services	291.5	317.5	0.0	317.5
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	19,438.8	21,170.7	6,289.3	27,460.0
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		19,991.9	21,773.1	6,289.3	28,062.4
Fund 2130-N Total:		19,991.9	21,773.1	6,289.3	28,062.4

All dollars are presented in thousands (not FTE).

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	2223-N Long Term Care System Fund (Non-Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
3-6	Capitation	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Total		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Non-Appropriated Funding										
Expenditure Categories										
	Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Travel In-State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Travel Out of State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Food	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Cost Allocation	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Transfers	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Expenditure Categories Total:		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Fund 2223-N Total:		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System
Program: Acute Care

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
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Fund: 2494-N Prop 202 - Trauma and Emergency Services (Non-Appropriated)

Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT

3-10 Programmatic Pass Through Funding	23,274.5	23,500.0	0.0	23,500.0
Total	23,274.5	23,500.0	0.0	23,500.0

Non-Appropriated Funding

Expenditure Categories

Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	23,274.5	23,500.0	0.0	23,500.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0

Expenditure Categories Total: 23,274.5 23,500.0 0.0 23,500.0

Fund 2494-N Total: 23,274.5 23,500.0 0.0 23,500.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020	
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request				
Fund:	2500-N	IGA and ISA Fund (Non-Appropriated)							
Program Expenditures									
COST CENTER/PROGRAM BUDGET UNIT									
3-2	SLI Graduate Medical Education	84,195.9	83,154.0	5,427.5	88,581.5				
3-4	Breast and Cervical Cancer	0.0	1.2	0.0	1.2				
3-5	Ticket to Work	0.0	8.7	32.4	41.1				
3-6	Capitation	4,986.4	10,250.8	4.6	10,255.4				
3-10	Programmatic Pass Through Funding	8,954.7	8,950.0	0.0	8,950.0				
3-13	SLI Safety Net Care Pool (SNCP)	16,668.2	0.0	0.0	0.0				
3-14	SLI Disproportionate Share Payments Voluntary M	4,781.9	7,099.5	(7,099.5)	0.0				
Total		119,587.1	109,464.2	(1,635.0)	107,829.2				
Non-Appropriated Funding									
Expenditure Categories									
FTE Positions		0.0	0.0	0.0	0.0				
Personal Services		0.0	0.0	0.0	0.0				
Employee Related Expenses		0.0	0.0	0.0	0.0				
Professional and Outside Services		0.0	0.0	0.0	0.0				
Travel In-State		0.0	0.0	0.0	0.0				
Travel Out of State		0.0	0.0	0.0	0.0				
Food		0.0	0.0	0.0	0.0				
Aid to Organizations and Individuals		119,587.1	109,464.2	(1,635.0)	107,829.2				
Other Operating Expenses		0.0	0.0	0.0	0.0				
Equipment		0.0	0.0	0.0	0.0				
Capital Outlay		0.0	0.0	0.0	0.0				
Debt Service		0.0	0.0	0.0	0.0				
Cost Allocation		0.0	0.0	0.0	0.0				
Transfers		0.0	0.0	0.0	0.0				
Expenditure Categories Total:		119,587.1	109,464.2	(1,635.0)	107,829.2				
Fund 2500-N Total:		119,587.1	109,464.2	(1,635.0)	107,829.2				

All dollars are presented in thousands (not FTE).

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020	
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request		
Fund:	2546-A Prescription Drug Rebate Fund (Appropriated)						
Program Expenditures							
COST CENTER/PROGRAM BUDGET UNIT							
3-6	Capitation	137,191.0	140,158.6	0.0	140,158.6		
Total		137,191.0	140,158.6	0.0	140,158.6		
Appropriated Funding							
Expenditure Categories							
	Personal Services	0.0	0.0	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	137,191.0	140,158.6	0.0	140,158.6	0.0	140,158.6
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:		137,191.0	140,158.6	0.0	140,158.6	0.0	140,158.6
Fund 2546-A Total:		137,191.0	140,158.6	0.0	140,158.6	0.0	140,158.6

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	2546-N Prescription Drug Rebate Fund (Non-Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
3-6	Capitation	(240,706.9)	(239,004.2)	30,652.3	(208,351.9)					
Total		(240,706.9)	(239,004.2)	30,652.3	(208,351.9)					
Non-Appropriated Funding										
Expenditure Categories										
	FTE Positions	0.0	0.0	0.0	0.0					
	Personal Services	0.0	0.0	0.0	0.0					
	Employee Related Expenses	0.0	0.0	0.0	0.0					
	Professional and Outside Services	0.0	0.0	0.0	0.0					
	Travel In-State	0.0	0.0	0.0	0.0					
	Travel Out of State	0.0	0.0	0.0	0.0					
	Food	0.0	0.0	0.0	0.0					
	Aid to Organizations and Individuals	(240,706.9)	(239,004.2)	30,652.3	(208,351.9)					
	Other Operating Expenses	0.0	0.0	0.0	0.0					
	Equipment	0.0	0.0	0.0	0.0					
	Capital Outlay	0.0	0.0	0.0	0.0					
	Debt Service	0.0	0.0	0.0	0.0					
	Cost Allocation	0.0	0.0	0.0	0.0					
	Transfers	0.0	0.0	0.0	0.0					
Expenditure Categories Total:		(240,706.9)	(239,004.2)	30,652.3	(208,351.9)					
Fund 2546-N Total:		(240,706.9)	(239,004.2)	30,652.3	(208,351.9)					

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
3-6	Capitation	0.0	194.6	0.0	0.0	194.6				
3-10	Programmatic Pass Through Funding	1,527.6	1,498.3	0.0	0.0	1,498.3				
	Total	1,527.6	1,692.9	0.0	0.0	1,692.9				
Non-Appropriated Funding										
Expenditure Categories										
	Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Professional and Outside Services	2,674.2	2,700.0	0.0	0.0	2,700.0	0.0	2,700.0	0.0	
	Travel In-State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Travel Out of State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Food	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Aid to Organizations and Individuals	(1,146.6)	(1,007.3)	0.0	0.0	(1,007.3)	0.0	(1,007.3)	0.0	
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Cost Allocation	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
	Transfers	0.0	0.2	0.0	0.0	0.2	0.0	0.2	0.2	
	Expenditure Categories Total:	1,527.6	1,692.9	0.0	0.0	1,692.9	0.0	1,692.9	0.0	
	Fund 3791-N Total:	1,527.6	1,692.9	0.0	0.0	1,692.9	0.0	1,692.9	0.0	

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Acute Care			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	4503-N IGAs for County BHS Fund (Non-Appropriated)			
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
3-15 Targeted Investments Program	0.0	0.0	0.0	0.0
Total	0.0	0.0	0.0	0.0
Non-Appropriated Funding				
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	(9,115.7)	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	9,115.7	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0	0.0
Fund 4503-N Total:	0.0	0.0	0.0	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Acute Care		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	9691-N County Funds (Non-Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
3-6	Capitation	0.0	46,512.9	(351.2)	46,161.7					
Total		0.0	46,512.9	(351.2)	46,161.7					
Non-Appropriated Funding										
Expenditure Categories										
	FTE Positions	0.0	0.0	0.0	0.0					
	Personal Services	0.0	0.0	0.0	0.0					
	Employee Related Expenses	0.0	0.0	0.0	0.0					
	Professional and Outside Services	0.0	0.0	0.0	0.0					
	Travel In-State	0.0	0.0	0.0	0.0					
	Travel Out of State	0.0	0.0	0.0	0.0					
	Food	0.0	0.0	0.0	0.0					
	Aid to Organizations and Individuals	0.0	46,457.9	(351.2)	46,106.7					
	Other Operating Expenses	0.0	0.0	0.0	0.0					
	Equipment	0.0	0.0	0.0	0.0					
	Capital Outlay	0.0	0.0	0.0	0.0					
	Debt Service	0.0	0.0	0.0	0.0					
	Cost Allocation	0.0	0.0	0.0	0.0					
	Transfers	0.0	55.0	0.0	55.0					
Expenditure Categories Total:		0.0	46,512.9	(351.2)	46,161.7					
Fund 9691-N Total:		0.0	46,512.9	(351.2)	46,161.7					
Program 3 Total:		3,571,821.4	5,137,297.7	25,644.8	5,162,942.5					

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL CAPITATION**

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PROGRAM DESCRIPTION/BACKGROUND:

Capitation is a fixed (per member) monthly payment to health plan contractors for the provision of covered services to members. It is an actuarially determined amount to cover expected utilization and costs for the individual rate codes in a risk-sharing managed-care environment. Contracts are awarded for a multi-year period upon completion of a competitive bidding process in which health plans respond to a request for proposals from AHCCCS. Health plans bid by AHCCCS eligibility group, or rate code. Varying capitation rates are due to the nature of the distinctly different demographic groups covered (e.g. Children, Pregnant Women, Aged, Blind, Disabled, etc.)

Additionally, pursuant to the provisions of A.R. S. § 36-2901.06, capitation rates may reflect program changes, such as a required expansion of available services, or changes in eligibility requirements. Rates also vary by health and geographical area, but remain within the parameters set by actuarial study and contract negotiation. Since the starting point for new or renewed health plan contracts coincides with the new federal fiscal year, SFY 2019 reflects three months of capitation rates paid at a level negotiated for the period of July 2018 through September 2018, and nine months at new rates estimated for the contract year beginning in October 2018. Likewise, SFY 2020 will reflect three months of capitation rates paid at a level negotiated for the period of July 2019 through September 2019, and nine months at rates estimated for the contract year beginning in October 2018.



AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.



PRIOR PERIOD COVERAGE (PPC) RECONCILIATION:

AHCCCS performs a reconciliation process which compares total PPC medical cost experience to the reimbursement associated with the prior period retro portion of the capitation rates for all rate categories. ARS 35-142.01(B) requires AHCCCS to deposit reconciliation recoupments or penalties against program contractors or health plans into the General Fund or the fund from which the appropriation was made and prohibits these recoupments or penalties from being credited against future payments. As a result, only additional payments are included in the AHCCCS budget request. For FY 2019 and FY 2020, no additional payments are expected to be paid as a result of reconciliations.

ACUTE PROGRAM TIERED PROSPECTIVE RECONCILIATION:

The AHCCCS Acute Care CRS RFP (RFP No. YH14-0001) the various acute care reconciliations with a tiered prospective reconciliation, effective October 1, 2013 based on prospective, fully adjudicated medical expense encounters, and self-reported sub-capitated expenses, net of reinsurance. For each contract year, the amount due from or due to the Contractor as the result of this reconciliation will be based on aggregated profits and losses across all of the tiered reconciliation risk groups. Individual risk groups will not be reconciled separately. The expenses will be reconciled against prospective capitation including Delivery Supplement payments and will be net of the administrative and premium tax components. No additional payments to Contractors as a result of Acute Program Tiered Prospective Reconciliation are anticipated in FY 2019 or FY 2020.

METHODOLOGY:

A combination of AutoRegressive Integrated Moving Average (ARIMA – See attached ARIMA overview) time series forecasting, linear regression and growth rates were used to project member month growth and births by rate category. (TANF/1931, SSI With Medicare, SSI Without Medicare, SOBRA Children, SOBRA Women, SOBRA Family Planning and Title XIX Births.) The resulting member months were then multiplied by estimated capitation rates to project future capitation payments.

Prior period member months were calculated based on a ratio of date-of-service prior period member months to date-of-payment regular member months for each risk pool. Prior period member months were then forecast for each risk pool by multiplying these ratios by projected member months.

Below is a chart indicating June-over-June forecast growth rate data. SFY 2013-18 figures are actuals.

	TANF	SSI w/ Medicare	SSI w/o Medicare	SOBRA Children	SOBRA Mothers	Total	TITLE XIX
SFY	(AFDC)					Categorical	Births
2012-13	-0.37%	3.74%	5.13%	-2.07%	0.98%	-0.3%	-0.78%
2013-14	1.41%	-1.37%	-14.46%	-0.70%	-6.60%	-0.9%	-3.12%
2014-15	-20.06%	-12.20%	-0.95%	47.36%	50.57%	7.1%	-1.01%
2015-16	-41.78%	22.19%	-9.03%	25.54%	31.24%	-1.5%	-10.00%
2016-17	14.08%	25.87%	-2.57%	1.02%	-22.19%	4.5%	5.41%
2017-18	-2.19%	-17.20%	2.30%	-5.21%	-6.21%	-5.3%	-5.91%
2018-19	0.34%	0.58%	-0.49%	1.21%	-0.19%	0.8%	-1.13%
2019-20	0.55%	0.18%	0.00%	0.50%	-0.90%	0.4%	-1.21%

(Above percentages exclude CMDP.)

TANF/1931 – From June 2017 to June 2018, TANF/1931 member months decreased by 2.2%, compared to an increase of 14.1% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 0.3% before a growth of 0.6% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2018. (24.3% Traditional TANF, 15.1% Prop. 204 TANF, and 60.6% SOBRA Children).

SOBRA Children – From June 2017 to June 2018, SOBRA Children member months decreased by 5.21%, compared to an increase of 1.0% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 1.2% before a growth of 0.5% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then



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split by the percentage that each component represented of the total as of August 2018. (24.3% Traditional TANF, 15.1% Prop. 204 TANF, and 60.6% SOBRA Children).

SOBRA Women – This population decreased by 6.21% from June 2017 to June 2018. For FY 2019, member months are expected to decline by an additional 0.19% and then decline by 0.90% in FY 2020 as predicted by an ARIMA model incorporating seasonality and birth rates. Arizona, which once had one of the highest birth rates in the country, saw the largest decline in the number of births of any state over the past decade, over a 20% drop.

SSI – Both the SSI with Medicare and SSI without Medicare populations were substantially impacted by CRS and BH integrations described below. MAGI implementation resulted in shifts between SSI Traditional and SSI Proposition 204. The implementation of HEAplus, which has more electronic data sources for income, is an additional factor that may explain these shifts. These shifts result in a very irregular time series which makes forecasting difficult. For this reason, member months for Traditional SSI with Medicare, Traditional SSI without Medicare, Prop. 204 SSI with Medicare, and Prop. 204 SSI without Medicare were combined and forecast in aggregate using a 36 month regression. This aggregate forecast was then split by the percentage that each component represented of the total as of July 2018 (40.8% Traditional SSI with Medicare, 32.6% Traditional SSI without Medicare, 25.72% Prop. 204 SSI with Medicare, 1.0% Prop. 204 SSI without Medicare). The June-over-June growth rates for the SSI population are shown in the following table.

June	Traditional SSI w/ Medicare	% Chg.	Traditional SSI w/o Medicare	% Chg.	P204 SSI w/ Medicare	% Chg.	P204 SSI w/o Medicare	% Chg.	TOTAL	% Chg.
2017	69,608.50	25.9%	47,491.10	-2.6%	20,635.23	-30.5%	1,194.07	-25.5%	138,928.90	2.7%
2018	57,638.17	-17.2%	46,398.60	-2.3%	36,360.03	76.2%	1,447.80	21.2%	141,844.60	2.1%
2019	57,972.20	0.6%	46,172.96	-0.5%	36,642.84	0.8%	1,378.58	-4.8%	142,166.58	0.2%
2020	58,077.18	0.2%	46,172.96	0.0%	36,709.20	0.2%	1,378.58	0.0%	142,337.92	0.1%



A similar problem was encountered for forecasting births, where shifts between programs made for a ragged time series and a similar solution was employed. All capitated births, with the exception of KidsCare births, were combined into a single time series and forecast in the aggregate using a 60 month regression. Because births are seasonal, the aggregate births forecast was split between programs, not by using the proportion of births in each category from a single month, but rather using the percentage of births each program accounted for during the entirety of SFY 2018 (88.11% Acute Traditional, 3.89% Expansion State Adult, 6.12% Prop. 204, 1.66% Newly Eligible Adults, 0.18% Newly Eligible Children, 0.04% KidsCare).

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Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.

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Prior Period Methodology:

AHCCCS forecasts Prior Period Member-Months (PPC) by computing a 12-month moving average ratio of PPC to corresponding prospective member-months for every given risk pool. For both PPC and Prospective member-months, amounts used are on a service-month basis, as opposed to payment-month, so totals will not be equal to corresponding counts in the Appropriation Status Report (ASR For the FY 2019 and 2020 PPC forecast, AHCCCS used a completion factor methodology to produce actual PPC estimates for more recent months, and then used those completed months in the calculation of the forecast ratio. PPC forecast amounts for each risk pool were computed by multiplying the 12-month moving average ratio (July 2017 to June 2018) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.



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ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii)).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



**TRADITIONAL MEDICAID SERVICES
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In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Traditional Capitation was \$60,668,000 Total Fund (\$18,267,100 State Match).



Capitation Rates

Beginning October 1, 2017, Traditional capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions. The required APSI State Match for FY20 is \$4,600.

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)

In CYE 2019, AHCCCS expects that increases to utilization and medical inflation will require an increase to capitation rates in order for them to remain actuarially sound. AHCCCS estimates a CYE 2019 rate increase of 2.5% for all risk pools.



Acute Prospective Capitation Rate Increases (excludes CMDP):

Group	Traditional Medicaid Prospective Rates				Oct. to Oct. % Change
	7/1/2018	10/1/2018	10/1/2019	Jul.2018–Oct.2018 % Change	
Age <1	509.56	568.76	582.98	11.6%	2.5%
Age 1-20	174.85	178.66	183.13	2.2%	2.5%
Age 21+	341.27	362.65	371.71	6.3%	2.5%
Duals	145.66	143.36	146.94	-1.6%	2.5%
SSI w/o	1,271.12	1,230.59	1,261.36	-3.2%	2.5%
Births	6,042.82	5,862.21	6,008.76	-3.0%	2.5%
SMI RBHA	1,987.84	2,020.12	2,070.63	1.6%	2.5%
Crisis RBHA	3.86	4.76	4.88	23.3%	2.5%
RBHA DDD	236.60	273.16	279.99	15.5%	2.5%



FMAP

Unless otherwise noted above, Acute Traditional members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	69.48%

Maricopa County Acute Care Contribution \$0 TF (\$351,200 GF) Increase:

Laws 2005, Chapter 328, Section 13 amended A.R.S 11-292 and established a GDP price deflator adjustment for Maricopa County with the intent that the Maricopa County contribution be reduced in each subsequent year according to changes in the GDP price deflator. Resulting reductions in Maricopa County’s contribution will be offset by a corresponding increase in the General Fund. Using 1.90% as the GDP price deflator, as recommended by JLBC, results in a County fund decrease and corresponding General Fund increase of \$351,200.

Family Planning Adjustment

The family planning component of the capitation rate is eligible for 90% federal funding that is higher than the regular Title XIX FMAP rate. The state share of acute care capitation expenses was reduced by an amount due to the difference between the higher family planning federal matching percentage and the regular Acute FMAP rate, and federal dollars were increased by a corresponding amount. In FY 2019 and FY 2020, the amount of the family planning adjustment is estimated at \$6,763,200.

STATUTORY AUTHORITY:

A.R.S Title 36, Chapter 29, Article 1.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
TRADITIONAL MEDICAID SERVICES
TRADITIONAL CAPITATION**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	886,586,856	919,359,100	908,391,400	947,236,100	27,877,000
Local Match (APSI)	7,113,255	10,250,800	9,739,800	10,255,400	4,600
County Fund	46,512,900	46,512,900	46,512,900	46,161,700	(351,200)
Tobacco MNA	68,040,500	68,040,500	68,040,500	68,040,500	-
Prescription Drug Rebate	140,158,600	140,158,600	140,158,600	140,158,600	-
TPL Fund	194,700	194,700	194,700	194,700	-
Subtotal State Match	1,148,606,811	1,184,516,600	1,173,037,900	1,212,047,000	27,530,400
Prescription Drug Federal	514,085,200	514,085,200	559,802,800	572,638,300	58,553,100
Federal Title XIX	2,305,543,019	2,358,924,600	2,336,311,800	2,339,901,900	(19,022,700)
Subtotal Federal Funding	2,819,628,219	2,873,009,800	2,896,114,600	2,912,540,200	39,530,400
Grand Total	3,968,235,030	4,057,526,400	4,069,152,500	4,124,587,200	67,060,800

708 Traditional Capitation Expenditure Forecast Summary

	SFY 2018 ACTUALS			SFY 2019 REBASE			SFY 2020 REQUEST		
	Total	Fed	State	Total	Fed	State	Total	Fed	State
(Thousands)									
Capitation:									
AGE <1	269,398.5	187,813.6	81,584.9	310,562.4	216,860.9	93,701.5	318,119.3	221,289.4	96,829.9
AGE 1-20	1,057,944.7	737,658.5	320,286.2	1,240,855.4	866,485.0	374,370.4	1,280,307.0	890,591.7	389,715.3
AGE 21+	915,190.3	638,189.0	277,001.3	641,447.3	447,916.2	193,531.1	668,257.9	464,846.0	203,411.9
DUAL	110,825.2	77,264.7	33,560.4	102,922.5	71,870.8	31,051.7	104,624.6	72,777.8	31,846.8
SSIWO	698,987.7	487,467.5	211,520.2	742,021.9	518,157.1	223,864.8	749,997.1	521,704.9	228,292.2
Title XIX Births	175,196.2	122,132.2	53,064.0	170,748.7	119,237.2	51,511.5	170,357.3	118,512.2	51,845.1
NEC Births	424.4	424.4	-	342.7	342.7	-	342.2	317.1	25.1
ACA Newly Eligible Children	173,093.5	173,093.5	-	150,797.1	150,797.1	-	154,478.1	142,983.9	11,494.2
SMI Integrated	488,291.0	340,557.3	147,733.7	485,104.2	338,844.5	146,259.7	505,027.2	351,377.5	153,649.7
RBHA Crisis Only	-	-	-	56,178.0	40,434.1	15,743.9	60,358.1	42,969.4	17,388.7
RBHA DDD	78,883.6	55,027.6	23,856.0	104,398.2	72,898.8	31,499.4	112,718.4	78,407.1	34,311.3
ACA Health Insurance Fee	-	-	-	63,774.1	45,507.0	18,267.1	-	-	-
FP Mix Adjustment	-	6,763.2	(6,763.2)	-	6,763.2	(6,763.2)	-	6,763.2	(6,763.2)
Total Capitation	3,968,235.0	2,826,391.4	1,141,843.6	4,069,152.5	2,896,114.6	1,173,037.9	4,124,587.2	2,912,540.2	1,212,047.0

(1) Capitated expenditures for SFY18 are derived from PMMIS and do not tie to AFIS due to timing of payments.

(2) Reconciliations resulting in a net recoupment are not shown above.

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
BASE AGE <1	22,010,337	22,886,144	22,670,395	20,930,153	20,781,755	20,629,735	22,364,898	20,831,480	20,911,427	20,848,544	20,515,842	20,701,121	256,081,830
BASE AGE 1-20	89,239,335	87,803,829	87,403,012	87,330,603	87,124,997	86,485,811	89,125,026	87,115,874	85,129,672	84,935,230	83,677,394	84,982,548	1,040,333,331
BASE AGE 21+	73,171,775	72,971,670	72,851,163	77,357,264	77,259,360	76,421,297	77,415,181	75,658,023	75,088,583	75,260,450	73,765,296	75,127,588	902,347,651
BASE DUAL	10,247,819	9,475,179	9,500,478	8,847,303	8,880,146	8,893,313	8,979,116	9,020,312	9,019,935	9,022,389	9,107,339	9,067,260	110,060,589
BASE SSI W/O MED	55,062,424	52,833,914	52,860,708	58,891,196	58,903,603	58,748,438	60,072,074	59,931,192	59,051,317	58,919,147	58,500,589	58,623,108	692,397,709
BASE BIRTHS	15,246,101	16,974,612	15,845,329	15,918,612	14,858,718	15,613,657	13,351,595	13,523,589	13,749,624	13,385,308	13,132,024	13,597,037	175,196,206
SMI Base	41,059,270	40,951,523	40,874,393	40,307,524	40,441,748	39,965,310	40,188,892	40,193,156	39,844,037	39,852,177	39,899,944	39,721,170	483,299,144
Crisis Base	-	-	-	-	-	-	-	-	-	-	-	-	-
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	306,037,062	303,896,871	302,005,478	309,582,655	308,250,327	306,757,560	311,496,782	306,273,625	302,794,595	302,223,245	298,598,428	301,819,832	3,659,736,460
BASE AGE <1	1,366,349	1,587,791	1,635,596	1,520,098	1,299,803	964,848	961,393	830,560	932,703	684,396	735,441	797,722	13,316,700
BASE AGE 1-20	1,282,294	332,267	1,489,866	1,463,381	1,318,295	1,174,785	1,498,975	1,656,442	2,063,146	1,676,195	1,643,043	1,992,661	17,591,351
BASE AGE 21+	976,689	59,559	1,123,887	1,077,567	964,783	988,595	1,215,885	1,162,193	1,377,559	1,180,180	1,217,695	1,498,033	12,842,625
BASE DUAL	45,033	44,999	70,152	45,849	58,187	62,771	67,804	67,804	78,361	91,709	71,541	69,552	764,562
BASE SSI W/O MED	443,178	550,103	561,209	557,917	463,196	483,246	574,479	525,964	703,619	556,861	558,542	611,695	6,590,008
SMI Base	336,058	362,600	430,500	353,108	318,159	377,552	437,371	365,272	476,766	379,705	364,750	468,436	4,670,279
PPC CAP TOTAL	4,449,601	2,937,318	5,311,210	5,017,921	4,422,423	4,047,630	4,750,874	4,608,236	5,632,155	4,569,047	4,591,011	5,438,098	55,775,525
REG CAP TOTAL	14,395,279	14,261,648	14,220,688	14,604,522	14,605,751	14,383,047	14,692,517	14,294,882	13,928,693	13,874,430	13,715,703	13,903,454	170,880,612
NEC AGE <1	6	-	-	-	-	-	-	-	-	-	-	-	6
NEC AGE 1-20	14,336,290	14,175,132	14,153,215	14,522,154	14,540,458	14,316,995	14,633,339	14,221,937	13,901,421	13,837,699	13,675,812	13,813,644	170,128,096
NEC DUAL	1,884	1,729	1,660	1,620	1,417	1,424	1,473	1,171	1,171	1,059	770	154	15,532
NEC BIRTHS	24,375	57,086	37,515	48,643	36,245	37,046	42,650	42,392	6,323	18,903	12,559	60,660	424,396
SMI NEC	32,723	27,701	28,298	32,105	27,631	27,582	15,056	29,383	19,777	16,768	26,562	28,996	312,582
Crisis NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	179,293	(526)	231,783	280,092	212,825	182,006	251,184	305,164	379,625	318,729	286,976	322,482	2,949,633
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	-	(526)	225	-	-	-	-	-	-	-	-	-	225
NEC DUAL	-	-	4,381	2,424	-	-	-	-	-	-	2,211	-	9,016
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	179,293	(526)	236,389	282,516	212,825	182,006	251,184	305,164	379,625	318,729	289,187	322,482	2,958,875
RBHA DDD	5,324,010	5,343,845	5,358,138	6,821,271	6,840,175	6,865,482	6,952,417	7,110,688	7,018,754	7,041,351	7,087,992	7,119,436	78,883,558
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	330,385,245	326,439,155	327,131,904	336,308,885	334,331,502	332,235,725	338,143,774	332,592,596	329,753,822	328,026,800	324,282,320	328,603,302	3,968,235,030

TOTAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
BASE AGE <1	23,256,100	23,294,000	23,309,800	26,007,200	25,959,900	25,923,500	25,741,500	25,592,800	25,664,800	25,610,300	25,651,000	25,597,800	301,608,700
BASE AGE 1-20	98,916,400	99,183,200	99,367,000	101,732,800	101,916,800	102,112,200	101,646,100	101,579,800	101,598,600	101,675,300	101,819,300	101,917,200	1,213,464,700
BASE AGE 21+	49,126,900	49,296,400	49,283,800	52,488,900	52,560,700	53,014,000	52,645,500	52,611,600	52,637,000	52,454,000	53,016,200	52,698,200	621,833,200
BASE DUAL	8,584,000	8,586,600	8,588,300	8,453,100	8,454,000	8,455,300	8,448,900	8,450,800	8,452,800	8,456,100	8,458,700	8,459,800	101,848,400
BASE SSI W/O MED	62,446,600	62,465,500	62,361,500	60,376,300	60,379,300	60,382,200	60,385,200	60,388,100	60,391,100	60,394,000	60,397,000	60,400,000	730,766,800
BASE BIRTHS	15,046,600	16,033,400	15,759,200	15,161,900	14,203,700	14,591,200	14,258,500	12,874,900	13,701,000	12,820,300	13,112,200	13,185,800	170,748,700
SMI Base	39,267,900	39,326,700	39,385,500	40,084,800	40,144,600	40,204,200	40,264,000	40,323,700	40,383,400	40,443,200	40,502,900	40,562,600	480,893,500
Crisis Base	3,683,300	3,692,500	3,696,700	4,565,500	4,571,600	4,583,700	4,562,700	4,559,000	4,560,700	4,560,000	4,573,000	4,570,800	52,179,500
BASE HIF	-	-	-	-	-	60,668,000	-	-	-	-	-	-	60,668,000
REG CAP TOTAL	300,327,800	301,878,300	301,751,800	308,870,500	308,190,600	369,934,300	307,952,400	306,380,700	307,389,400	306,413,200	307,530,300	307,392,200	3,734,011,500
BASE AGE <1	690,500	691,600	692,100	772,100	770,700	769,600	764,200	759,700	761,800	760,200	761,400	759,800	8,953,700
BASE AGE 1-20	2,232,700	2,238,800	2,243,000	2,296,500	2,300,700	2,305,100	2,294,400	2,292,800	2,293,200	2,294,900	2,298,200	2,300,400	27,390,700
BASE AGE 21+	1,549,600	1,554,900	1,554,500	1,655,600	1,657,900	1,672,200	1,660,600	1,659,500	1,660,300	1,654,500	1,672,300	1,662,200	19,614,100
BASE DUAL	90,500	90,600	90,600	89,100	89,200	89,200	89,100	89,100	89,100	89,200	89,200	89,200	1,074,100
BASE SSI W/O MED	962,100	962,400	960,600	930,000	930,000	930,000	930,000	930,000	930,000	930,000	930,000	930,000	11,255,100
SMI Base	317,200	317,800	318,300	323,900	324,300	324,800	325,300	325,800	326,300	326,800	327,200	327,700	3,885,400
PPC CAP TOTAL	5,842,600	5,856,100	5,859,100	6,067,200	6,072,800	6,090,900	6,063,600	6,056,900	6,060,700	6,055,600	6,078,300	6,069,300	72,173,100
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	11,923,700	11,923,900	11,924,100	12,184,200	12,184,400	12,184,600	12,184,800	12,185,000	12,185,200	12,185,400	12,185,600	12,185,800	145,436,700
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC BIRTHS	30,200	32,200	31,600	30,400	28,500	29,300	28,600	25,900	27,500	25,700	26,300	26,500	342,700
SMI NEC	26,400	26,400	26,400	26,900	27,000	27,000	27,000	27,000	27,100	27,200	27,200	27,300	322,900
Crisis NEC	283,600	283,600	283,600	349,700	349,700	349,700	349,700	349,700	349,800	349,800	349,800	349,800	3,998,500
NEC HIF	-	-	-	-	-	3,106,100	-	-	-	-	-	-	3,106,100
REG CAP TOTAL	12,263,900	12,266,100	12,265,700	12,591,200	12,589,600	15,696,700	12,590,100	12,587,600	12,589,600	12,588,100	12,588,900	12,589,400	153,206,900
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	439,500	439,500	439,500	449,100	449,100	449,100	449,100	449,100	449,100	449,100	449,100	449,100	5,360,400
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	200	200	200	200	200	200	200	200	200	200	200	200	2,400
PPC CAP TOTAL	439,700	439,700	439,700	449,300	449,300	449,300	449,300	449,300	449,300	449,300	449,300	449,300	5,362,800
RBHA DDD	7,705,200	7,727,900	7,750,600	8,969,500	8,990,600	9,011,700	9,020,000	9,028,300	9,036,600	9,044,600	9,052,600	9,060,600	104,398,200
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	326,579,200	328,168,100	328,066,900	336,947,700	336,292,900	401,182,900	336,075,400	334,502,800	335,525,600	334,550,800	335,699,400	335,560,800	4,069,152,500

TOTAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
BASE AGE <1	25,548,900	25,513,100	25,497,900	26,108,400	26,051,100	26,007,700	25,816,100	25,659,100	25,728,400	25,668,000	25,705,300	25,646,200	308,950,200
BASE AGE 1-20	102,066,600	102,211,900	102,344,200	105,055,800	105,212,500	105,375,800	104,903,900	104,839,100	104,855,300	104,923,500	105,072,000	105,186,200	1,252,046,800
BASE AGE 21+	52,880,100	52,986,300	52,956,500	54,372,400	54,428,500	54,605,500	54,234,000	54,200,500	54,227,300	54,031,900	54,611,600	54,289,300	647,823,900
BASE DUAL	8,465,700	8,466,500	8,467,200	8,679,900	8,680,600	8,681,700	8,675,400	8,677,600	8,679,900	8,683,700	8,686,400	8,687,600	103,532,200
BASE SSI W/O MED	60,402,900	60,405,900	60,408,900	61,922,200	61,925,200	61,928,300	61,931,300	61,934,400	61,937,500	61,940,500	61,943,600	61,946,700	738,627,400
BASE BIRTHS	14,417,500	15,363,000	15,100,300	15,354,300	14,383,900	14,776,400	14,438,900	13,037,800	13,874,300	12,981,800	13,277,300	13,351,800	170,357,300
SMI Base	40,622,300	40,682,100	40,741,700	41,821,500	41,882,700	41,944,000	42,005,200	42,066,400	42,127,600	42,188,900	42,250,000	42,311,300	500,643,700
Crisis Base	4,577,600	4,583,200	4,586,600	4,707,000	4,712,000	4,719,100	4,697,800	4,694,000	4,695,700	4,694,400	4,707,800	4,706,000	56,081,200
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	308,981,600	310,212,000	310,103,300	318,021,500	317,276,500	318,038,500	316,702,600	315,108,900	316,126,000	315,112,700	316,254,000	316,125,100	3,778,062,700
BASE AGE <1	758,400	757,300	756,800	774,900	773,200	771,900	766,200	761,400	763,500	761,700	762,800	761,000	9,169,100
BASE AGE 1-20	2,303,800	2,307,100	2,310,100	2,371,400	2,374,900	2,378,600	2,367,800	2,366,200	2,366,600	2,368,100	2,371,500	2,374,100	28,260,200
BASE AGE 21+	1,668,000	1,671,300	1,670,400	1,715,000	1,716,800	1,722,400	1,710,700	1,709,600	1,710,500	1,704,300	1,722,600	1,712,400	20,434,000
BASE DUAL	89,300	89,300	89,300	91,600	91,600	91,600	91,500	91,600	91,600	91,600	91,700	91,700	1,092,400
BASE SSI W/O MED	930,000	930,000	930,000	953,300	953,300	953,300	953,300	953,300	953,300	953,300	953,300	953,300	11,369,700
SMI Base	328,200	328,700	329,200	337,900	338,400	338,900	339,400	339,900	340,400	340,900	341,300	341,900	4,045,100
PPC CAP TOTAL	6,077,700	6,083,700	6,085,800	6,244,100	6,248,200	6,256,700	6,228,900	6,222,000	6,225,900	6,219,900	6,243,200	6,234,400	74,370,500
REG CAP TOTAL	12,592,100	12,594,100	12,593,800	12,908,700	12,907,200	12,908,200	12,907,800	12,905,200	12,907,200	12,905,600	12,906,400	12,906,900	153,943,200
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	12,186,000	12,186,200	12,186,400	12,491,300	12,491,500	12,491,700	12,492,000	12,492,200	12,492,400	12,492,600	12,492,800	12,493,000	148,988,100
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC BIRTHS	29,000	30,800	30,300	30,800	28,900	29,700	29,000	26,200	27,900	26,100	26,700	26,800	342,200
SMI NEC	27,300	27,300	27,300	28,000	28,200	28,200	28,200	28,200	28,300	28,300	28,300	28,400	336,000
Crisis NEC	349,800	349,800	349,800	358,600	358,600	358,600	358,600	358,600	358,600	358,600	358,600	358,700	4,276,900
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	12,592,100	12,594,100	12,593,800	12,908,700	12,907,200	12,908,200	12,907,800	12,905,200	12,907,200	12,905,600	12,906,400	12,906,900	153,943,200
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	449,100	449,100	449,100	460,300	460,300	460,300	460,300	460,300	460,300	460,300	460,300	460,300	5,490,000
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	200	200	200	200	200	200	200	200	200	200	200	200	2,400
PPC CAP TOTAL	449,300	449,300	449,300	460,500	460,500	460,500	460,500	460,500	460,500	460,500	460,500	460,500	5,492,400
RBHA DDD	9,088,800	9,117,000	9,145,200	9,396,300	9,418,800	9,441,300	9,460,300	9,479,300	9,498,300	9,528,000	9,557,700	9,587,400	112,718,400
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	337,189,500	338,456,100	338,377,400	347,031,100	346,311,200	347,105,200	345,760,100	344,175,900	345,217,900	344,226,700	345,421,800	345,314,300	4,124,587,200

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
BASE AGE <1	15,239,957	15,846,366	15,696,982	14,628,084	14,524,368	14,418,122	15,630,827	14,559,121	14,614,996	14,571,047	14,338,522	14,468,014	178,536,406
BASE AGE 1-20	61,789,316	60,795,371	60,517,846	61,035,359	60,891,660	60,444,933	62,289,480	60,885,284	59,497,128	59,361,232	58,482,131	59,394,303	725,384,043
BASE AGE 21+	50,664,137	50,525,584	50,442,145	54,064,992	53,996,567	53,410,844	54,105,470	52,877,392	52,479,411	52,599,529	51,554,565	52,506,671	629,227,308
BASE DUAL	7,095,590	6,560,614	6,478,131	6,183,380	6,206,334	6,215,536	6,275,504	6,304,296	6,304,033	6,305,747	6,365,119	6,337,108	76,731,393
BASE SSI W/O MED	38,125,222	36,582,202	36,600,754	41,159,057	41,167,728	41,059,283	41,984,372	41,885,910	41,270,965	41,178,592	40,886,062	40,971,690	482,871,838
BASE BIRTHS	10,556,400	11,753,221	10,971,306	11,125,518	10,384,758	10,912,385	9,331,430	9,451,636	9,609,612	9,354,992	9,177,972	9,502,969	122,132,199
SMI Base	28,429,439	28,354,834	28,301,429	28,170,928	28,264,738	27,931,755	28,088,017	28,090,997	27,846,998	27,852,687	27,886,071	27,761,126	336,979,018
Crisis Base	-	-	-	-	-	-	-	-	-	-	-	-	-
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	211,900,061	210,418,193	209,108,593	216,367,317	215,436,154	214,392,858	217,705,101	214,054,637	211,623,143	211,223,826	208,690,441	210,941,881	2,551,862,205
BASE AGE <1	946,060	1,099,387	1,132,486	1,062,397	908,432	674,332	671,918	580,479	651,866	478,324	513,999	557,528	9,277,208
BASE AGE 1-20	887,861	230,062	1,031,583	1,022,757	921,357	821,057	1,047,634	1,157,687	1,441,933	1,171,493	1,148,323	1,392,670	12,274,416
BASE AGE 21+	676,259	41,238	778,180	753,112	674,287	690,929	849,782	812,256	962,776	824,828	851,047	1,046,975	8,961,670
BASE DUAL	31,181	31,157	48,573	32,044	40,667	40,958	43,871	47,388	54,766	64,096	50,000	48,610	533,311
BASE SSI W/O MED	306,857	380,891	388,581	389,928	323,728	337,741	401,503	367,596	491,759	389,190	390,365	427,514	4,595,653
SMI Base	232,687	251,064	298,078	246,787	222,361	263,871	305,678	255,289	333,212	265,376	254,924	327,390	3,256,718
PPC CAP TOTAL	3,080,904	2,033,799	3,677,482	3,507,025	3,090,832	2,828,889	3,320,386	3,220,696	3,936,313	3,193,307	3,208,658	3,800,687	38,898,976
NEC AGE <1	6	-	-	-	-	-	-	-	-	-	-	-	6
NEC AGE 1-20	14,336,290	14,175,132	14,153,215	14,522,154	14,540,458	14,316,995	14,633,339	14,221,937	13,901,421	13,837,699	13,675,812	13,813,644	170,128,096
NEC DUAL	1,884	1,729	1,660	1,620	1,417	1,424	1,473	1,171	1,171	1,059	770	154	15,532
NEC BIRTHS	24,375	57,086	37,515	48,643	36,245	37,046	42,650	42,392	6,323	18,903	12,559	60,660	424,396
SMI NEC	32,723	27,701	28,298	32,105	27,631	27,582	15,056	29,383	19,777	16,768	26,562	28,996	312,582
Crisis NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	14,395,279	14,261,648	14,220,688	14,604,522	14,605,751	14,383,047	14,692,517	14,294,882	13,928,693	13,874,430	13,715,703	13,903,454	170,880,612
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	179,293	(526)	231,783	280,092	212,825	182,006	251,184	305,164	379,625	318,729	286,976	322,482	2,949,633
NEC DUAL	-	-	225	-	-	-	-	-	-	-	-	-	225
SMI NEC	-	-	4,381	2,424	-	-	-	-	-	-	2,211	-	9,016
PPC CAP TOTAL	179,293	(526)	236,389	282,516	212,825	182,006	251,184	305,164	379,625	318,729	289,187	322,482	2,958,875
RBHA DDD	3,686,345	3,700,078	3,709,975	4,767,386	4,780,598	4,798,286	4,859,044	4,969,660	4,905,407	4,921,200	4,953,797	4,975,774	55,027,550
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	233,241,882	230,413,192	230,953,127	239,528,767	238,126,160	236,585,086	240,828,232	236,845,039	234,773,181	233,531,491	230,857,786	233,944,277	2,819,628,219

FEDERAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
BASE AGE <1	16,253,600	16,280,100	16,291,200	18,155,600	18,122,500	18,097,200	17,970,200	17,866,400	17,916,600	17,878,600	17,907,000	17,869,800	210,608,800
BASE AGE 1-20	69,132,700	69,319,200	69,447,600	71,019,700	71,148,100	71,284,600	70,959,200	70,913,000	70,926,000	70,979,600	71,080,000	71,148,400	847,358,100
BASE AGE 21+	34,334,800	34,453,300	34,444,500	36,642,500	36,692,600	37,009,000	36,751,700	36,728,200	36,745,800	36,618,100	37,010,700	36,788,600	434,219,800
BASE DUAL	5,999,400	6,001,200	6,002,200	5,901,200	5,901,700	5,902,700	5,898,100	5,899,400	5,900,800	5,903,100	5,905,000	5,905,900	71,120,700
BASE SSI W/O MED	43,643,900	43,657,100	43,584,500	42,148,700	42,150,700	42,152,800	42,154,900	42,156,900	42,159,000	42,161,100	42,163,100	42,165,200	510,297,900
BASE BIRTHS	10,516,100	11,205,700	11,014,100	10,584,500	9,915,600	10,186,100	9,953,900	8,988,000	9,564,700	8,949,900	9,153,600	9,205,000	119,237,200
SMI Base	27,444,300	27,485,400	27,526,500	27,983,100	28,024,800	28,066,600	28,108,300	28,150,000	28,191,700	28,233,400	28,275,100	28,316,800	335,806,000
Crisis Base	2,574,300	2,580,700	2,583,600	3,187,200	3,191,400	3,199,900	3,185,300	3,182,700	3,183,900	3,183,300	3,192,400	3,190,900	36,435,600
BASE HIF	-	-	-	-	-	42,400,900	-	-	-	-	-	-	42,400,900
REG CAP TOTAL	209,899,100	210,982,700	210,894,200	215,622,500	215,147,400	258,299,800	214,981,600	213,884,600	214,588,500	213,907,100	214,686,900	214,590,600	2,607,485,000
BASE AGE <1	482,600	483,300	483,700	539,000	538,000	537,300	533,500	530,300	531,800	530,700	531,500	530,400	6,252,100
BASE AGE 1-20	1,560,500	1,564,700	1,567,600	1,603,200	1,606,100	1,609,200	1,601,700	1,600,600	1,600,900	1,602,100	1,604,400	1,605,900	19,126,900
BASE AGE 21+	1,083,000	1,086,700	1,086,500	1,155,800	1,157,400	1,167,400	1,159,200	1,158,500	1,159,100	1,155,000	1,167,400	1,160,400	13,696,400
BASE DUAL	63,300	63,300	63,300	62,200	62,200	62,300	62,200	62,200	62,200	62,300	62,300	62,300	750,100
BASE SSI W/O MED	672,400	672,600	671,400	649,200	649,200	649,200	649,200	649,200	649,200	649,200	649,200	649,200	7,859,200
SMI Base	221,700	222,100	222,400	226,100	226,400	226,800	227,100	227,500	227,800	228,100	228,400	228,800	2,713,200
PPC CAP TOTAL	4,083,500	4,092,700	4,094,900	4,235,500	4,239,300	4,252,200	4,232,900	4,228,300	4,231,000	4,227,400	4,243,200	4,237,000	50,397,900
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	11,923,700	11,923,900	11,924,100	12,184,200	12,184,400	12,184,600	12,184,800	12,185,000	12,185,200	12,185,400	12,185,600	12,185,800	145,436,700
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC BIRTHS	30,200	32,200	31,600	30,400	28,500	29,300	28,600	25,900	27,500	25,700	26,300	26,500	342,700
SMI NEC	26,400	26,400	26,400	26,900	27,000	27,000	27,000	27,000	27,100	27,200	27,200	27,300	322,900
Crisis NEC	283,600	283,600	283,600	349,700	349,700	349,700	349,700	349,700	349,800	349,800	349,800	349,800	3,998,500
NEC HIF	-	-	-	-	-	3,106,100	-	-	-	-	-	-	3,106,100
REG CAP TOTAL	12,263,900	12,266,100	12,265,700	12,591,200	12,589,600	15,696,700	12,590,100	12,587,600	12,589,600	12,588,100	12,588,900	12,589,400	153,206,900
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	439,500	439,500	439,500	449,100	449,100	449,100	449,100	449,100	449,100	449,100	449,100	449,100	5,360,400
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	200	200	200	200	200	200	200	200	200	200	200	200	2,400
PPC CAP TOTAL	439,700	439,700	439,700	449,300	449,300	449,300	449,300	449,300	449,300	449,300	449,300	449,300	5,362,800
RBHA DDD	5,385,200	5,401,000	5,416,900	6,261,600	6,276,300	6,291,100	6,296,900	6,302,600	6,308,400	6,314,000	6,319,600	6,325,200	72,898,800
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	6,763,200
TOTAL	232,071,400	233,182,200	233,111,400	239,160,100	238,701,900	284,989,100	238,550,800	237,452,400	238,166,800	237,485,900	238,287,900	244,954,700	2,896,114,600

FEDERAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
BASE AGE <1	17,835,700	17,810,700	17,800,000	18,140,100	18,100,300	18,070,100	17,937,100	17,827,900	17,876,100	17,834,200	17,860,100	17,818,900	214,911,200
BASE AGE 1-20	71,252,700	71,354,100	71,446,400	72,992,800	73,101,700	73,215,000	72,887,200	72,842,200	72,853,300	72,900,800	73,004,000	73,083,400	870,933,600
BASE AGE 21+	36,915,700	36,989,700	36,969,000	37,778,000	37,816,900	37,939,900	37,681,800	37,658,400	37,677,100	37,541,300	37,944,100	37,720,200	450,632,100
BASE DUAL	5,909,900	5,910,600	5,911,100	6,030,700	6,031,200	6,032,000	6,027,700	6,029,200	6,030,700	6,033,400	6,035,300	6,036,300	72,018,100
BASE SSI W/O MED	42,167,300	42,169,400	42,171,400	43,023,600	43,025,700	43,027,800	43,029,900	43,032,000	43,034,200	43,036,300	43,038,400	43,040,600	513,796,600
BASE BIRTHS	10,064,900	10,724,900	10,541,500	10,668,200	9,993,900	10,266,600	10,032,100	9,058,600	9,639,900	9,019,700	9,225,100	9,276,800	118,512,200
SMI Base	28,358,500	28,400,200	28,441,900	29,057,600	29,100,100	29,142,700	29,185,200	29,227,700	29,270,300	29,312,800	29,355,400	29,397,900	348,250,300
Crisis Base	3,195,700	3,199,600	3,201,900	3,270,400	3,273,900	3,278,800	3,264,000	3,261,400	3,262,600	3,261,700	3,271,000	3,269,700	39,010,700
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	215,700,400	216,559,200	216,483,200	220,961,400	220,443,700	220,972,900	220,045,000	218,937,400	219,644,200	218,940,200	219,733,400	219,643,800	2,628,064,800
BASE AGE <1	529,400	528,700	528,300	538,400	537,200	536,300	532,300	529,100	530,500	529,200	530,000	528,800	6,378,200
BASE AGE 1-20	1,608,300	1,610,600	1,612,700	1,647,600	1,650,100	1,652,700	1,645,100	1,644,100	1,644,300	1,645,400	1,647,700	1,649,500	19,658,100
BASE AGE 21+	1,164,400	1,166,700	1,166,100	1,191,600	1,192,800	1,196,700	1,188,600	1,187,800	1,188,400	1,184,100	1,196,900	1,189,800	14,213,900
BASE DUAL	62,300	62,300	62,400	63,600	63,600	63,600	63,600	63,600	63,600	63,700	63,700	63,700	759,700
BASE SSI W/O MED	649,200	649,200	649,200	662,300	662,300	662,300	662,300	662,300	662,300	662,300	662,300	662,300	7,908,300
SMI Base	229,100	229,500	229,800	234,800	235,100	235,500	235,800	236,200	236,500	237,100	237,100	237,500	2,813,800
PPC CAP TOTAL	4,242,700	4,247,000	4,248,500	4,338,300	4,341,100	4,347,100	4,327,700	4,323,100	4,325,600	4,321,600	4,337,700	4,331,600	51,732,000
REG CAP TOTAL	12,186,000	12,186,200	12,186,400	11,259,700	11,259,900	11,260,100	11,260,200	11,260,400	11,260,600	11,260,800	11,261,000	11,261,200	137,902,500
BASE AGE <1	29,000	30,800	30,300	27,800	26,000	26,700	26,100	23,600	25,100	23,500	24,000	24,200	317,100
BASE AGE 1-20	27,300	27,300	27,300	25,300	25,400	25,400	25,400	25,400	25,500	25,500	25,600	25,600	311,000
BASE AGE 21+	349,800	349,800	349,800	323,200	323,200	323,200	323,200	323,300	323,300	323,300	323,300	323,300	3,958,700
SMI Base	12,592,100	12,594,100	12,593,800	11,636,000	11,634,500	11,635,400	11,634,900	11,632,700	11,634,500	11,633,100	11,633,900	11,634,300	142,489,300
REG CAP TOTAL	449,100	449,100	449,100	414,900	414,900	414,900	414,900	414,900	414,900	414,900	414,900	414,900	5,081,400
BASE AGE <1	200	200	200	200	200	200	200	200	200	200	200	200	2,400
BASE AGE 1-20	449,300	449,300	449,300	415,100	415,100	415,100	415,100	415,100	415,100	415,100	415,100	415,100	5,083,800
BASE AGE 21+	6,344,900	6,364,600	6,384,300	6,528,600	6,544,200	6,559,800	6,573,000	6,586,200	6,599,400	6,620,100	6,640,700	6,661,300	78,407,100
SMI Base	239,329,400	240,214,200	240,159,100	243,879,400	243,378,600	243,930,300	242,995,700	241,894,500	242,618,800	241,930,100	242,760,800	249,449,300	2,912,540,200
PPC CAP TOTAL	449,300	449,300	449,300	415,100	415,100	415,100	415,100	415,100	415,100	415,100	415,100	415,100	5,083,800
RBHA DDD	-	-	-	-	-	-	-	-	-	-	-	-	-
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	239,329,400	240,214,200	240,159,100	243,879,400	243,378,600	243,930,300	242,995,700	241,894,500	242,618,800	241,930,100	242,760,800	249,449,300	2,912,540,200

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
BASE AGE <1	6,770,380	7,039,778	6,973,414	6,302,069	6,257,386	6,211,613	6,734,071	6,272,358	6,296,431	6,277,497	6,177,320	6,233,108	77,545,424
BASE AGE 1-20	27,450,019	27,008,458	26,885,167	26,295,245	26,233,337	26,040,878	26,835,545	26,230,590	25,632,544	25,573,998	25,195,263	25,588,245	314,969,288
BASE AGE 21+	22,507,638	22,446,086	22,409,018	23,292,272	23,262,793	23,010,452	23,309,711	22,780,631	22,609,172	22,660,922	22,210,731	22,620,917	273,120,343
BASE DUAL	3,152,229	2,914,565	2,922,347	2,663,923	2,673,812	2,677,776	2,703,612	2,716,016	2,715,903	2,716,641	2,742,220	2,730,152	33,329,196
BASE SSI W/O MED	16,937,202	16,251,712	16,259,954	17,732,139	17,735,875	17,689,155	18,087,701	18,045,282	17,780,351	17,740,555	17,614,527	17,651,418	209,525,871
BASE BIRTHS	4,689,701	5,221,391	4,874,023	4,793,094	4,473,960	4,701,272	4,020,165	4,071,953	4,140,012	4,030,316	3,954,053	4,094,068	53,064,007
SMI Base	12,629,832	12,596,688	12,572,963	12,136,595	12,177,010	12,033,555	12,100,875	12,102,159	11,997,040	11,999,491	12,013,873	11,960,044	146,320,126
Crisis Base	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	94,137,000	93,478,678	92,896,885	93,215,337	92,814,174	92,364,701	93,791,681	92,218,989	91,171,453	90,999,419	89,907,987	90,877,951	1,107,874,254
BASE AGE <1	420,289	488,405	503,109	457,702	391,371	290,516	289,476	250,082	280,837	206,072	221,441	240,194	4,039,492
BASE AGE 1-20	394,434	102,205	458,283	440,624	396,939	353,728	451,341	498,755	621,213	504,702	494,720	599,990	5,316,935
BASE AGE 21+	300,429	18,320	345,708	324,456	290,496	297,666	366,103	349,936	414,783	355,352	366,648	451,058	3,880,955
BASE DUAL	13,852	13,842	21,579	13,805	17,520	17,646	18,900	20,416	23,594	27,614	21,541	20,942	231,251
BASE SSI W/O MED	136,322	169,212	172,628	167,989	139,468	145,505	172,976	158,368	211,860	167,671	168,177	184,181	1,994,356
SMI Base	103,372	111,536	132,422	106,321	95,798	113,681	131,692	109,984	143,554	114,329	109,826	141,046	1,413,560
PPC CAP TOTAL	1,368,697	903,519	1,633,728	1,510,896	1,331,592	1,218,741	1,430,488	1,387,540	1,695,842	1,375,740	1,382,353	1,637,411	16,876,548
REG CAP TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
Crisis NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RBHA DDD	1,637,666	1,643,767	1,648,163	2,053,885	2,059,577	2,067,197	2,093,373	2,141,028	2,113,347	2,120,151	2,134,194	2,143,662	23,856,008
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	97,143,363	96,025,963	96,178,777	96,780,118	96,205,342	95,650,639	97,315,542	95,747,557	94,980,641	94,495,310	93,424,534	94,659,025	1,148,606,811

STATE FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
BASE AGE <1	7,002,500	7,013,900	7,018,600	7,851,600	7,837,400	7,826,300	7,771,300	7,726,400	7,748,200	7,731,700	7,744,000	7,728,000	90,999,900
BASE AGE 1-20	29,783,700	29,864,000	29,919,400	30,713,100	30,768,700	30,827,600	30,686,900	30,666,800	30,672,600	30,695,700	30,739,300	30,768,800	366,106,600
BASE AGE 21+	14,792,100	14,843,100	14,839,300	15,846,400	15,868,100	16,005,000	15,893,800	15,883,400	15,891,200	15,835,900	16,003,500	15,909,600	187,613,400
BASE DUAL	2,584,600	2,583,400	2,586,100	2,551,900	2,552,300	2,552,600	2,550,800	2,551,400	2,552,000	2,553,000	2,553,700	2,553,900	30,727,700
BASE SSI W/O MED	18,802,700	18,808,400	18,777,000	18,227,600	18,228,600	18,229,400	18,230,300	18,231,200	18,232,100	18,232,900	18,233,900	18,234,800	220,468,900
BASE BIRTHS	4,530,500	4,827,700	4,745,100	4,577,400	4,288,100	4,405,100	4,304,600	3,886,900	4,136,300	3,870,400	3,958,600	3,980,800	51,511,500
SMI Base	11,823,600	11,841,300	11,859,000	12,101,700	12,119,800	12,137,600	12,155,700	12,173,700	12,191,700	12,209,800	12,227,800	12,245,800	145,087,500
Crisis Base	1,109,000	1,111,800	1,113,100	1,378,300	1,380,200	1,383,800	1,377,400	1,376,300	1,376,800	1,376,700	1,380,600	1,379,900	15,743,900
BASE HIF				18,267,100		18,267,100							18,267,100
REG CAP TOTAL	90,428,700	90,895,600	90,857,600	93,248,000	93,043,200	111,634,500	92,970,800	92,496,100	92,800,900	92,506,100	92,843,400	92,801,600	1,126,526,500
BASE AGE <1	207,900	208,300	208,400	233,100	232,700	232,300	230,700	229,400	230,000	229,500	229,900	229,400	2,701,600
BASE AGE 1-20	672,200	674,100	675,400	693,300	694,600	695,900	692,700	692,200	692,300	692,800	693,800	694,500	8,263,800
BASE AGE 21+	466,600	468,200	468,000	499,800	500,500	504,800	501,400	501,000	501,200	499,500	504,900	501,800	5,917,700
BASE DUAL	27,200	27,300	27,300	26,900	27,000	26,900	26,900	26,900	26,900	26,900	26,900	26,900	324,000
BASE SSI W/O MED	289,700	289,800	289,200	280,800	280,800	280,800	280,800	280,800	280,800	280,800	280,800	280,800	3,395,900
SMI Base	95,500	95,700	95,900	97,800	97,900	98,000	98,200	98,300	98,500	98,700	98,800	98,900	1,172,200
PPC CAP TOTAL	1,759,100	1,763,400	1,764,200	1,831,700	1,833,500	1,838,700	1,830,700	1,828,600	1,829,700	1,828,200	1,835,100	1,832,300	21,775,200
REG CAP TOTAL													
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
Crisis NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL													
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL													
PPC CAP TOTAL													
RBHA DDD	2,320,000	2,326,900	2,333,700	2,707,900	2,714,300	2,720,600	2,723,100	2,725,700	2,728,200	2,730,600	2,733,000	2,735,400	31,499,400
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	(6,763,200)	(6,763,200)
TOTAL	94,507,800	94,985,900	94,955,500	97,787,600	97,591,000	116,193,800	97,524,600	97,050,400	97,358,800	97,064,900	97,411,500	90,606,100	1,173,037,900

STATE FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
BASE AGE <1	7,713,200	7,702,400	7,697,900	7,968,300	7,950,800	7,937,600	7,879,000	7,831,200	7,852,300	7,833,800	7,845,200	7,827,300	94,039,000
BASE AGE 1-20	30,813,900	30,857,800	30,897,800	32,063,000	32,110,800	32,160,800	32,016,700	31,996,900	32,002,000	32,022,700	32,068,000	32,102,800	381,113,200
BASE AGE 21+	15,964,400	15,996,600	15,987,500	16,594,400	16,611,600	16,665,600	16,552,200	16,542,100	16,550,200	16,490,600	16,667,500	16,569,100	197,191,800
BASE DUAL	2,555,800	2,555,900	2,556,100	2,649,200	2,649,400	2,649,700	2,647,700	2,648,400	2,649,200	2,650,300	2,651,100	2,651,300	31,514,100
BASE SSI W/O MED	18,235,600	18,236,500	18,237,500	18,898,600	18,899,500	18,900,500	18,901,400	18,902,400	18,903,300	18,904,200	18,905,200	18,906,100	224,830,800
BASE BIRTHS	4,352,600	4,638,100	4,558,800	4,686,100	4,390,000	4,509,800	4,406,800	3,979,200	4,234,400	3,962,100	4,052,200	4,075,000	51,845,100
SMI Base	12,263,800	12,281,900	12,299,800	12,763,900	12,782,600	12,801,300	12,820,000	12,838,700	12,857,300	12,876,100	12,894,600	12,913,400	152,393,400
Crisis Base	1,381,900	1,383,600	1,384,700	1,436,600	1,438,100	1,440,300	1,433,800	1,432,600	1,433,100	1,432,700	1,433,600	1,436,300	17,070,500
BASE HIF													
REG CAP TOTAL	93,281,200	93,652,800	93,620,100	97,060,100	96,832,800	97,065,600	96,657,600	96,171,500	96,481,800	96,172,500	96,520,600	96,481,300	1,149,997,900
BASE AGE <1	229,000	228,600	228,500	236,500	236,000	235,600	233,900	232,300	233,000	232,500	232,800	232,200	2,790,900
BASE AGE 1-20	695,500	696,500	697,400	723,800	724,800	725,900	722,700	722,100	722,300	722,700	723,800	724,600	8,602,100
BASE AGE 21+	503,600	504,600	504,300	523,400	524,000	525,700	522,100	521,800	522,100	520,200	525,700	522,600	6,220,100
BASE DUAL	27,000	27,000	26,900	28,000	28,000	28,000	27,900	28,000	28,000	27,900	28,000	28,000	332,700
BASE SSI W/O MED	280,800	280,800	280,800	291,000	291,000	291,000	291,000	291,000	291,000	291,000	291,000	291,000	3,461,400
SMI Base	99,100	99,200	99,400	103,100	103,300	103,400	103,600	103,700	103,900	104,000	104,200	104,400	1,231,300
PPC CAP TOTAL	1,835,000	1,836,700	1,837,300	1,905,800	1,907,100	1,909,600	1,901,200	1,898,900	1,900,300	1,898,300	1,905,500	1,902,800	22,638,500
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	-	-	-	1,231,600	1,231,600	1,231,600	1,231,800	1,231,800	1,231,800	1,231,800	1,231,800	1,231,800	11,085,600
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC BIRTHS	-	-	-	3,000	2,900	3,000	2,900	2,600	2,800	2,600	2,700	2,600	25,100
SMI NEC	-	-	-	2,700	2,800	2,800	2,800	2,800	2,800	2,800	2,700	2,800	25,000
Crisis NEC	-	-	-	35,400	35,400	35,400	35,400	35,300	35,300	35,300	35,300	35,400	318,200
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	-	-	-	1,272,700	1,272,700	1,272,800	1,272,900	1,272,500	1,272,700	1,272,500	1,272,500	1,272,600	11,453,900
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	-	-	-	45,400	45,400	45,400	45,400	45,400	45,400	45,400	45,400	45,400	408,600
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	-	-	-	45,400	45,400	45,400	45,400	45,400	45,400	45,400	45,400	45,400	408,600
RBHA DDD	2,745,900	2,752,400	2,760,900	2,867,700	2,874,600	2,881,500	2,887,300	2,893,100	2,898,900	2,907,900	2,917,000	2,926,100	34,311,300
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	(6,763,200)	(6,763,200)
TOTAL	97,860,100	98,241,900	98,218,300	103,151,700	102,932,600	103,174,900	102,764,400	102,281,400	102,599,100	102,296,600	102,661,000	95,865,000	1,212,047,000

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
BASE AGE <1	47,730.69	47,850.14	47,691.50	47,488.30	47,376.06	47,172.36	46,726.78	45,972.74	46,441.46	46,150.12	46,143.04	46,024.53	562,767.73
BASE AGE 1-20	593,142.00	592,991.20	591,948.53	590,431.29	588,047.60	585,611.42	578,396.93	569,432.61	564,778.52	564,787.03	563,843.84	563,426.77	6,946,837.73
BASE AGE 21+	148,629.20	148,602.23	148,599.46	148,674.77	148,217.40	146,586.71	145,804.68	145,002.60	144,252.19	144,948.34	145,169.59	144,282.93	1,758,770.09
BASE DUAL	56,794.51	57,050.90	57,170.97	57,496.81	57,651.17	57,814.97	58,014.16	58,290.00	58,292.52	58,402.50	58,531.55	58,667.73	694,177.78
BASE SSI W/O MED	50,122.39	50,143.74	50,141.63	50,103.58	50,090.00	49,924.74	49,910.39	49,839.25	49,744.16	49,667.57	49,494.55	49,320.10	598,502.10
BASE BIRTHS	2,481.00	2,735.00	2,582.00	2,620.00	2,448.00	2,330.00	2,457.00	2,245.00	2,282.00	2,176.00	2,175.00	2,275.00	28,806.00
SMI Base	19,664.23	19,649.87	19,680.27	19,663.65	19,724.97	19,735.16	19,809.81	19,853.04	19,812.55	19,777.63	19,792.94	19,769.33	236,933.43
Crisis Base	988,052.57	989,131.90	986,649.58	984,417.13	980,784.41	975,981.52	970,861.50	959,885.79	954,858.84	954,673.45	952,691.21	952,877.59	11,650,865.49
BASE HIF	1,906,616.58	1,908,154.98	1,904,463.94	1,900,895.52	1,894,339.60	1,885,156.88	1,871,981.25	1,850,521.03	1,840,462.24	1,840,582.64	1,837,841.71	1,836,643.98	22,477,660.36
REG CAP TOTAL	1,577.54	1,622.12	1,634.55	1,617.04	1,573.50	1,493.38	1,537.00	1,441.89	1,340.43	1,209.65	1,095.82	1,037.64	17,180.56
BASE AGE <1	11,931.69	12,608.69	11,626.61	11,153.42	10,574.22	10,402.05	13,047.03	13,910.52	14,341.00	13,629.09	12,781.59	14,066.79	150,072.70
BASE AGE 1-20	4,343.51	4,446.94	4,137.46	3,861.31	3,773.40	3,927.49	4,789.76	4,571.52	4,744.57	4,842.23	4,641.72	5,023.84	53,103.76
BASE AGE 21+	625.42	627.61	611.59	613.16	600.02	564.34	648.73	619.00	609.29	613.57	536.23	590.88	7,259.84
BASE DUAL	865.63	866.33	870.27	809.45	800.04	788.07	854.03	793.67	760.68	701.35	636.28	614.38	9,360.19
BASE SSI W/O MED	179.18	171.87	172.65	157.84	131.15	153.63	186.09	166.44	164.81	159.60	150.09	158.38	1,951.74
SMI Base	19,522.96	20,343.56	19,053.14	18,212.22	17,452.32	17,328.96	21,062.64	21,503.03	21,960.79	21,155.50	19,841.74	21,491.91	238,928.78
PPC CAP TOTAL	71,520.03	71,740.48	71,654.03	71,968.64	71,939.53	70,960.90	70,074.77	68,494.75	67,849.90	67,696.13	67,677.74	67,371.40	838,948.33
NEC AGE <1	12.00	12.00	11.33	11.35	8.00	8.00	8.00	7.00	7.00	6.00	5.00	1.00	96.69
NEC AGE 1-20	4.00	9.00	7.00	8.00	6.00	5.00	7.00	7.00	1.00	3.00	3.00	9.00	69.00
NEC BIRTHS	13.65	12.00	11.20	10.87	11.70	11.65	8.29	8.29	9.65	8.43	11.03	15.00	131.75
NEC NEC	76,040.58	76,590.97	76,487.43	76,722.39	76,501.69	75,554.78	75,104.66	73,684.77	73,216.97	73,012.00	72,978.94	73,328.12	899,223.29
Crisis NEC	147,590.26	148,364.46	148,171.00	148,721.26	148,466.92	146,540.33	145,202.72	142,201.81	141,084.51	140,725.57	140,675.71	140,724.52	1,738,469.06
NEC HIF	1,602.53	1,861.47	1,862.38	1,773.39	1,588.15	1,704.88	2,224.89	2,536.02	2,699.06	2,644.87	2,677.19	3,294.72	26,469.55
REG CAP TOTAL	1,603.55	1,862.49	1,863.06	1,773.39	1,588.15	1,704.88	2,224.89	2,536.02	2,699.06	2,644.87	2,678.24	3,294.72	26,473.32
NEC AGE <1	31,019.00	31,111.71	31,224.50	31,325.23	31,433.73	31,538.74	31,664.71	31,811.29	31,972.52	32,121.60	32,276.87	32,401.70	379,901.59
NEC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	1,603.55	1,862.49	1,863.06	1,773.39	1,588.15	1,704.88	2,224.89	2,536.02	2,699.06	2,644.87	2,678.24	3,294.72	26,473.32
RBHA DDD	2,106,352.34	2,109,837.20	2,104,775.64	2,100,927.62	2,093,280.73	2,082,269.79	2,072,136.21	2,048,573.17	2,038,179.12	2,037,230.18	2,033,314.28	2,034,556.82	24,861,433.12
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,106,352.34	2,109,837.20	2,104,775.64	2,100,927.62	2,093,280.73	2,082,269.79	2,072,136.21	2,048,573.17	2,038,179.12	2,037,230.18	2,033,314.28	2,034,556.82	24,861,433.12

MEMBER MONTHS

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
BASE AGE <1	45,639.80	45,714.05	45,745.32	45,726.32	45,643.28	45,579.25	45,259.24	44,997.81	45,124.49	45,028.66	45,100.31	45,006.63	544,565.16
BASE AGE 1-20	565,717.12	567,242.50	568,294.07	569,413.01	570,442.74	571,536.70	568,928.25	568,557.10	568,662.01	569,091.84	569,896.76	570,444.54	6,828,226.64
BASE AGE 21+	143,954.01	144,450.72	144,413.79	144,738.31	144,936.23	146,186.29	145,169.94	145,076.69	145,146.66	144,641.70	146,192.26	145,315.20	1,740,221.79
BASE DUAL	58,930.19	58,948.96	58,959.38	58,966.60	58,971.17	58,980.04	58,935.54	58,949.02	58,963.49	58,986.13	59,004.33	59,012.57	707,607.42
BASE SSI W/O MED	49,127.38	49,142.28	49,060.40	49,062.79	49,065.19	49,067.59	49,069.99	49,072.39	49,074.80	49,077.21	49,079.62	49,082.03	588,981.67
BASE BIRTHS	2,490.00	2,653.30	2,607.92	2,586.38	2,422.92	2,489.03	2,432.28	2,196.26	2,337.18	2,186.94	2,236.73	2,249.29	28,888.22
SMI Base	19,754.05	19,783.62	19,813.19	19,842.75	19,872.32	19,901.88	19,931.45	19,961.01	19,990.58	20,020.14	20,049.71	20,079.27	238,999.97
Crisis Base	953,396.64	955,769.04	956,845.78	958,441.28	959,722.81	962,273.19	957,866.95	957,085.93	957,445.73	957,284.89	960,011.50	959,554.91	11,495,698.64
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	1,839,009.21	1,843,704.46	1,845,739.84	1,848,777.44	1,851,076.66	1,856,013.95	1,847,593.65	1,845,896.21	1,846,744.93	1,846,317.53	1,851,571.21	1,850,744.43	22,173,189.51
BASE AGE <1	1,355.00	1,357.22	1,358.14	1,357.56	1,355.07	1,353.14	1,343.55	1,335.71	1,339.49	1,336.62	1,338.75	1,335.94	16,166.19
BASE AGE 1-20	12,769.26	12,804.13	12,828.10	12,853.62	12,877.10	12,902.04	12,841.90	12,833.18	12,835.40	12,845.08	12,863.39	12,875.78	154,129.00
BASE AGE 21+	4,540.66	4,556.33	4,555.16	4,565.40	4,571.65	4,611.08	4,579.02	4,576.07	4,578.28	4,562.35	4,611.27	4,583.60	54,890.87
BASE DUAL	621.54	621.75	621.89	621.81	621.89	622.03	621.55	621.69	621.85	622.08	622.35	622.43	7,462.87
BASE SSI W/O MED	756.91	757.11	755.73	755.73	755.73	755.73	755.73	755.73	755.73	755.73	755.73	755.73	9,071.36
SMI Base	159.61	159.85	160.08	160.32	160.56	160.80	161.04	161.28	161.52	161.76	162.00	162.23	1,931.04
PPC CAP TOTAL	20,202.98	20,256.38	20,279.12	20,314.46	20,342.00	20,404.83	20,302.80	20,283.67	20,292.28	20,283.62	20,353.49	20,355.72	243,651.33
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	68,193.29	68,194.41	68,195.54	68,196.66	68,197.79	68,198.91	68,200.04	68,201.17	68,202.30	68,203.43	68,204.56	68,205.69	818,393.80
NEC DUAL	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.77
NEC BIRTHS	5.00	5.33	5.24	5.19	4.87	5.00	4.88	4.41	4.69	4.39	4.49	4.52	58.01
SMI NEC	13.26	13.28	13.30	13.32	13.34	13.36	13.38	13.40	13.42	13.44	13.46	13.48	160.45
Crisis NEC	73,405.79	73,408.03	73,410.28	73,412.53	73,414.78	73,417.03	73,419.28	73,421.53	73,423.79	73,426.04	73,428.30	73,430.56	881,017.92
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	141,617.40	141,621.12	141,624.42	141,627.77	141,630.83	141,634.36	141,637.65	141,640.58	141,644.26	141,647.37	141,650.88	141,654.31	1,699,630.95
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	30,162.65
NEC DUAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.02
SMI NEC	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	1.21
PPC CAP TOTAL	2,513.65	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	30,163.87
RBHA DDD	32,566.53	32,662.36	32,758.20	32,835.47	32,912.74	32,990.01	33,020.36	33,050.71	33,081.07	33,110.32	33,139.58	33,168.83	395,296.17
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,035,909.78	2,040,757.98	2,042,915.23	2,046,068.78	2,048,475.88	2,053,556.81	2,045,068.11	2,043,384.83	2,044,276.20	2,043,872.50	2,049,228.80	2,048,416.95	24,541,931.84

MEMBER MONTHS

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
BASE AGE <1	44,920.65	44,857.65	44,830.76	44,784.66	44,686.53	44,612.07	44,283.39	44,013.96	44,132.90	44,029.37	44,093.33	43,991.97	533,237.23
BASE AGE 1-20	571,281.07	572,094.10	572,834.94	573,670.60	574,526.77	575,417.61	572,840.76	572,487.28	572,574.96	572,948.02	573,758.58	574,382.76	6,878,817.46
BASE AGE 21+	145,817.02	146,109.73	146,027.56	146,275.15	146,425.96	146,902.30	145,902.70	145,812.42	145,884.82	145,358.88	146,918.49	146,051.70	1,753,486.73
BASE DUAL	59,052.50	59,058.75	59,063.44	59,070.13	59,075.68	59,082.56	59,040.12	59,054.72	59,070.29	59,096.37	59,115.05	59,123.83	708,903.44
BASE SSI W/O MED	49,084.44	49,086.86	49,089.27	49,091.69	49,094.11	49,096.54	49,098.96	49,101.39	49,103.82	49,106.25	49,108.68	49,111.12	589,173.12
BASE BIRTHS	2,459.40	2,620.69	2,575.87	2,555.32	2,393.82	2,459.13	2,402.97	2,169.79	2,309.02	2,160.47	2,209.65	2,222.06	28,538.20
SMI Base	20,108.84	20,138.41	20,167.97	20,197.54	20,227.10	20,256.67	20,286.23	20,315.80	20,345.36	20,374.93	20,404.49	20,434.06	243,257.40
Crisis Base	960,994.58	962,167.01	962,880.54	964,047.01	965,068.69	966,519.17	962,159.24	961,393.62	961,729.92	961,478.19	964,213.40	963,845.05	11,556,496.44
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	1,853,718.52	1,856,133.20	1,857,470.36	1,859,692.10	1,861,498.66	1,864,346.05	1,856,014.37	1,854,348.96	1,855,151.08	1,854,552.49	1,859,821.68	1,859,162.55	22,291,910.02
PPC CAP TOTAL	20,368.69	20,394.86	20,408.61	20,434.39	20,456.02	20,489.46	20,388.44	20,369.59	20,377.65	20,366.83	20,436.89	20,420.97	244,912.40
NEC AGE <1	68,206.83	68,207.96	68,209.10	68,210.23	68,211.37	68,212.51	68,213.65	68,214.79	68,215.93	68,217.07	68,218.21	68,219.36	818,557.00
NEC AGE 1-20	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.77
NEC DUAL	4.94	5.26	5.17	5.13	4.81	4.94	4.83	4.36	4.64	4.34	4.44	4.46	57.31
NEC BIRTHS	13.50	13.52	13.54	13.56	13.58	13.60	13.62	13.64	13.66	13.68	13.70	13.72	163.31
SMI NEC	73,432.82	73,435.08	73,437.34	73,439.61	73,441.88	73,444.14	73,446.41	73,448.68	73,450.95	73,453.23	73,455.50	73,457.78	881,343.43
Crisis NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	141,658.15	141,661.89	141,665.22	141,668.60	141,671.70	141,675.25	141,678.57	141,681.53	141,685.24	141,688.38	141,691.91	141,695.38	1,700,121.82
NEC AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	2,513.55	30,162.65
NEC DUAL	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.02
SMI NEC	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	1.23
PPC CAP TOTAL	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	2,513.66	30,163.89
RBHA DDD	33,272.15	33,375.47	33,478.78	33,559.09	33,639.39	33,719.70	33,787.58	33,855.47	33,923.35	34,029.42	34,135.49	34,241.56	405,017.46
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,051,531.16	2,054,079.08	2,055,536.63	2,057,867.84	2,059,779.43	2,062,744.12	2,054,382.62	2,052,769.21	2,053,650.98	2,053,150.78	2,058,599.63	2,058,034.12	24,672,125.59

Capitation Rates										
Rate Cells	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2		
Age <1	\$ 509.56	\$ 568.76	\$ 568.76	\$ 568.76	\$ 568.76	\$ 582.98	\$ 582.98	\$ 582.98	\$	\$ 582.98
Age 1-20	\$ 174.85	\$ 178.66	\$ 178.66	\$ 178.66	\$ 178.66	\$ 183.13	\$ 183.13	\$ 183.13	\$	\$ 183.13
Age 21+	\$ 341.27	\$ 362.65	\$ 362.65	\$ 362.65	\$ 362.65	\$ 371.71	\$ 371.71	\$ 371.71	\$	\$ 371.71
Duals	\$ 145.66	\$ 143.36	\$ 143.36	\$ 143.36	\$ 143.36	\$ 146.94	\$ 146.94	\$ 146.94	\$	\$ 146.94
SSI w/o	\$ 1,271.12	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,261.36	\$ 1,261.36	\$ 1,261.36	\$	\$ 1,261.36
ESA	\$ 606.13	\$ 621.92	\$ 621.92	\$ 621.92	\$ 621.92	\$ 637.47	\$ 637.47	\$ 637.47	\$	\$ 637.47
NEA	\$ 377.80	\$ 405.45	\$ 405.45	\$ 405.45	\$ 405.45	\$ 415.58	\$ 415.58	\$ 415.58	\$	\$ 415.58
Delivery	\$ 6,042.82	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 6,008.76	\$ 6,008.76	\$ 6,008.76	\$	\$ 6,008.76
SMI RBHA	\$ 1,987.84	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,070.63	\$ 2,070.63	\$ 2,070.63	\$	\$ 2,070.63
Crisis RBHA	\$ 3.86	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.88	\$ 4.88	\$ 4.88	\$	\$ 4.88
CMDP	\$ 279.18	\$ 298.38	\$ 298.38	\$ 298.38	\$ 302.09	\$ 305.84	\$ 305.84	\$ 305.84	\$	\$ 305.84
CMDP RBHA	\$ 757.55	\$ 864.88	\$ 864.88	\$ 864.88	\$ 864.88	\$ 886.51	\$ 886.51	\$ 886.51	\$	\$ 886.51
ALTCS EPD	\$ 3,455.59	\$ 3,607.36	\$ 3,635.79	\$ 3,635.79	\$ 3,635.79	\$ 3,726.68	\$ 3,756.05	\$ 3,756.05	\$	\$ 3,756.05
ALTCS DDD	\$ 3,892.14	\$ 4,098.51	\$ 4,137.17	\$ 4,137.17	\$ 4,188.57	\$ 4,240.60	\$ 4,280.60	\$ 4,280.60	\$	\$ 4,280.60
ALTCS TCM	\$ 164.41	\$ 154.28	\$ 154.28	\$ 154.28	\$ 158.14	\$ 158.14	\$ 158.14	\$ 158.14	\$	\$ 158.14
ALTCS DDD RBHA	\$ 236.60	\$ 273.16	\$ 273.16	\$ 273.16	\$ 273.16	\$ 279.99	\$ 279.99	\$ 279.99	\$	\$ 279.99

Federal Matching Rates									
FMAP Type	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2	
Regular FMAP	69.89%	69.81%	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%
ACA FMAP	94.00%	94.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%
CHIP FMAP	78.92%	78.87%	78.87%	78.87%	78.87%	78.64%	78.64%	78.64%	78.64%
CHIP Enhanced	100.00%	100.00%	100.00%	100.00%	100.00%	90.14%	90.14%	90.14%	90.14%
ESA FMAP	91.59%	91.58%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%
AIHP Facilities	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Capitation				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	559,489.9	915,521.2	(3,067.6)	912,453.6
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	2,345.4	3,837.9	0.0	3,837.9
Appropriated Total:	561,835.3	919,359.1	(3,067.6)	916,291.5
Fund Total:	561,835.3	919,359.1	(3,067.6)	916,291.5
Fund: 1306-A Tobacco Tax and Health Care Fund				
Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	36,862.6	68,040.5	0.0	68,040.5
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Capitation					
Fund: 1306-A Tobacco Tax and Health Care Fund					
Appropriated					
	8600 Debt Service	0.0	0.0	0.0	0.0
	9000 Cost Allocation	0.0	0.0	0.0	0.0
	9100 Transfers	0.0	0.0	0.0	0.0
	Appropriated Total:	36,862.6	68,040.5	0.0	68,040.5
	Fund Total:	36,862.6	68,040.5	0.0	68,040.5
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
	0000 FTE	0.0	0.0	0.0	0.0
	6000 Personal Services	0.0	0.0	0.0	0.0
	6100 Employee Related Expenses	0.0	0.0	0.0	0.0
	6200 Professional and Outside Services	0.0	0.0	0.0	0.0
	6500 Travel In-State	0.0	0.0	0.0	0.0
	6600 Travel Out of State	0.0	0.0	0.0	0.0
	6700 Food	0.0	0.0	0.0	0.0
	6800 Aid to Organizations and Individuals	1,434,208.3	2,358,924.6	(89,649.4)	2,269,275.2
	7000 Other Operating Expenses	0.0	0.0	0.0	0.0
	8000 Equipment	0.0	0.0	0.0	0.0
	8100 Capital Outlay	0.0	0.0	0.0	0.0
	8600 Debt Service	0.0	0.0	0.0	0.0
	9000 Cost Allocation	0.0	0.0	0.0	0.0
	9100 Transfers	0.0	0.0	0.0	0.0
	Non-Appropriated Total:	1,434,208.3	2,358,924.6	(89,649.4)	2,269,275.2
	Fund Total:	1,434,208.3	2,358,924.6	(89,649.4)	2,269,275.2
Fund: 2223-N Long Term Care System Fund					
Non-Appropriated					
	6000 Personal Services	0.0	0.0	0.0	0.0
	6100 Employee Related Expenses	0.0	0.0	0.0	0.0

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Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Capitation					
Fund:	2223-N Long Term Care System Fund				
	Non-Appropriated				
	6200 Professional and Outside Services	0.0	0.0	0.0	0.0
	6500 Travel In-State	0.0	0.0	0.0	0.0
	6600 Travel Out of State	0.0	0.0	0.0	0.0
	6700 Food	0.0	0.0	0.0	0.0
	6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
	7000 Other Operating Expenses	0.0	0.0	0.0	0.0
	8000 Equipment	0.0	0.0	0.0	0.0
	8100 Capital Outlay	0.0	0.0	0.0	0.0
	8600 Debt Service	0.0	0.0	0.0	0.0
	9000 Cost Allocation	0.0	0.0	0.0	0.0
	9100 Transfers	0.0	0.0	0.0	0.0
	Non-Appropriated Total:	0.0	0.0	0.0	0.0
Fund Total:		0.0	0.0	0.0	0.0
Fund:	2500-N IGA and ISA Fund				
	Non-Appropriated				
	0000 FTE	0.0	0.0	0.0	0.0
	6000 Personal Services	0.0	0.0	0.0	0.0
	6100 Employee Related Expenses	0.0	0.0	0.0	0.0
	6200 Professional and Outside Services	0.0	0.0	0.0	0.0
	6500 Travel In-State	0.0	0.0	0.0	0.0
	6600 Travel Out of State	0.0	0.0	0.0	0.0
	6700 Food	0.0	0.0	0.0	0.0
	6800 Aid to Organizations and Individuals	4,986.4	10,250.8	4.6	10,255.4
	7000 Other Operating Expenses	0.0	0.0	0.0	0.0
	8000 Equipment	0.0	0.0	0.0	0.0
	8100 Capital Outlay	0.0	0.0	0.0	0.0
	8600 Debt Service	0.0	0.0	0.0	0.0
	9000 Cost Allocation	0.0	0.0	0.0	0.0
	9100 Transfers	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
Program:	Actual	Expd. Plan	Fund. Issue	Total Request
Capitation				
Fund:	2500-N	IGA and ISA Fund		
Non-Appropriated				
Non-Appropriated Total:				
Fund Total:	4,986.4	10,250.8	4.6	10,255.4
Fund:	2546-A	Prescription Drug Rebate Fund		
Appropriated				
6000	0.0	0.0	0.0	0.0
6100	0.0	0.0	0.0	0.0
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	137,191.0	140,158.6	0.0	140,158.6
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0
Appropriated Total:	137,191.0	140,158.6	0.0	140,158.6
Fund Total:	137,191.0	140,158.6	0.0	140,158.6
Fund:	2546-N	Prescription Drug Rebate Fund		
Non-Appropriated				
0000	0.0	0.0	0.0	0.0
6000	0.0	0.0	0.0	0.0
6100	0.0	0.0	0.0	0.0
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0

All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Capitation				
Fund: 2546-N Prescription Drug Rebate Fund				
Non-Appropriated				
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	(240,706.9)	(239,004.2)	30,652.3	(208,351.9)
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	(240,706.9)	(239,004.2)	30,652.3	(208,351.9)
Fund Total:	(240,706.9)	(239,004.2)	30,652.3	(208,351.9)
Fund: 3791-N AHCCCS - 3rd Party Collection Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	194.4	0.0	194.4
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.2	0.0	0.2
Non-Appropriated Total:	0.0	194.6	0.0	194.6
Fund Total:	0.0	194.6	0.0	194.6

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Capitation

Fund: 9691-N County Funds Fund					
Non-Appropriated					
0000 FTE	0.0	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	46,457.9	(351.2)	46,106.7	46,106.7
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	0.0	55.0	0.0	55.0	55.0
Non-Appropriated Total:	0.0	46,512.9	(351.2)	46,161.7	46,161.7
Fund Total:	0.0	46,512.9	(351.2)	46,161.7	46,161.7
Program Total For Selected Funds:	1,934,376.7	3,304,436.9	(62,411.3)	3,242,025.6	3,242,025.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	1,932,031.3	3,300,543.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Capitation

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	1,932,031.3	3,300,543.8
Appropriated		
1000-A General Fund (Appropriated)	559,489.9	915,521.2
1306-A Tobacco Tax and Health Care Fund (Appropriated)	36,862.6	68,040.5
2546-A Prescription Drug Rebate Fund (Appropriated)	137,191.0	140,158.6
	733,543.5	1,123,720.3
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	#####	2,358,924.6
2223-N Long Term Care System Fund (Non-Appropriated)	0.0	0.0
2500-N IGA and ISA Fund (Non-Appropriated)	4,986.4	10,250.8
2546-N Prescription Drug Rebate Fund (Non-Appropriated)	(240,706.9)	(239,004.2)
3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)	0.0	194.4
9691-N County Funds (Non-Appropriated)	0.0	46,457.9
	1,198,487.8	2,176,823.5
Fund Source Total	1,932,031.3	3,300,543.8

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	2,345.4	3,893.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	2,345.4	3,893.1
Appropriated		
1000-A General Fund (Appropriated)	2,345.4	3,837.9
	2,345.4	3,837.9
Non-Appropriated		
2223-N Long Term Care System Fund (Non-Appropriated)	0.0	0.0
3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)	0.0	0.2
9691-N County Funds (Non-Appropriated)	0.0	55.0
	0.0	55.2
Fund Source Total	2,345.4	3,893.1

Member Month Summary

QUARTER	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2012.3	43,990	1,633,936	410,100	155,005	211,930	-	2,454,961	9,378
2012.4	43,786	1,614,753	407,172	156,797	214,582	-	2,437,089	8,984
2013.1	43,989	1,600,624	404,078	157,551	217,099	-	2,423,341	8,433
2013.2	43,897	1,602,461	404,985	158,272	220,355	-	2,429,970	7,995
2013.3	44,236	1,609,301	406,760	159,954	222,043	-	2,442,294	9,248
2013.4	43,242	1,556,061	400,643	161,314	191,942	-	2,353,202	9,059
2014.1	42,712	1,570,571	386,802	162,861	191,929	-	2,354,874	8,274
2014.2	43,299	1,662,419	403,068	154,733	174,069	32,662	2,470,250	7,816
2014.3	44,153	1,751,653	427,381	157,842	174,443	32,904	2,588,376	9,086
2014.4	43,861	1,770,457	431,023	159,610	173,835	33,274	2,612,061	8,623
2015.1	42,141	1,736,084	419,353	160,456	174,101	33,650	2,565,784	7,880
2015.2	40,333	1,778,370	452,725	148,160	173,359	31,873	2,624,818	7,575
2015.3	41,042	1,875,870	568,292	146,160	172,221	31,528	2,835,112	8,399
2015.4	40,521	1,931,133	439,737	148,870	157,843	58,715	2,776,818	7,959
2016.1	40,024	1,943,695	423,051	153,452	157,792	58,411	2,776,426	7,197
2016.2	37,203	1,931,635	410,714	163,313	156,958	59,249	2,759,072	6,922
2016.3	34,991	1,972,145	437,950	177,145	155,789	60,565	2,838,585	8,060
2016.4	33,211	2,003,460	441,657	188,864	154,837	61,776	2,883,804	7,697
2017.1	35,551	2,003,956	444,256	204,910	154,095	64,066	2,906,833	7,147
2017.2	36,604	1,997,669	447,623	215,781	152,708	66,240	2,916,624	7,011
2017.3	36,799	1,992,996	445,831	171,052	150,408	59,031	2,856,117	7,818
2017.4	35,924	1,978,959	443,479	172,990	150,118	59,158	2,840,629	7,417
2018.1	32,955	1,919,027	435,059	174,619	149,494	59,502	2,770,656	6,999
2018.2	31,647	1,894,803	434,401	175,614	148,482	59,374	2,744,321	6,641
FORECAST DATA								
2018.3	30,862	1,905,837	432,819	176,839	147,330	59,391	2,753,076	7,767
2018.4	30,827	1,915,986	435,861	176,918	147,196	59,657	2,766,444	7,513
2019.1	30,470	1,910,751	435,393	176,848	147,217	59,923	2,760,603	6,980
2019.2	30,414	1,914,047	436,149	177,003	147,239	60,190	2,765,041	6,686
2019.3	30,294	1,920,834	437,954	177,175	147,261	60,456	2,773,973	7,671
2019.4	30,174	1,928,249	439,603	177,229	147,282	60,722	2,783,259	7,423
2020.1	29,798	1,922,547	437,600	177,165	147,304	60,988	2,775,403	6,896
2020.2	29,725	1,925,744	438,329	177,335	147,326	61,255	2,779,714	6,605

Growth Rate Summary

QUARTER	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2012.3	1.24%	0.52%	1.17%	1.23%	0.56%		0.68%	18.20%
2012.4	-0.46%	-1.17%	-0.71%	1.16%	1.25%		-0.67%	-4.20%
2013.1	0.46%	-0.87%	-0.76%	0.48%	1.17%		-0.55%	-6.13%
2013.2	-0.21%	0.11%	0.22%	0.46%	1.50%		0.25%	-5.19%
2013.3	0.77%	0.43%	0.44%	1.06%	0.77%		0.47%	15.67%
2013.4	-2.25%	-3.31%	-1.50%	0.85%	-13.56%		-3.63%	-2.04%
2014.1	-1.23%	0.93%	-3.45%	0.96%	-0.01%		0.02%	-8.67%
2014.2	1.37%	5.85%	4.21%	-4.99%	-9.31%		4.74%	-5.54%
2014.3	1.97%	5.37%	6.03%	2.01%	0.21%	0.74%	4.68%	16.25%
2014.4	-0.66%	1.07%	0.85%	1.12%	-0.35%	1.12%	0.89%	-5.10%
2015.1	-3.92%	-1.94%	-2.71%	0.53%	0.15%	1.13%	-1.67%	-8.62%
2015.2	-4.29%	2.44%	7.96%	-7.66%	-0.43%	-5.28%	2.51%	-3.87%
2015.3	1.76%	5.48%	25.53%	-1.35%	-0.66%	-1.08%	7.81%	10.88%
2015.4	-1.27%	2.95%	-22.62%	1.85%	-8.35%	86.23%	-1.92%	-5.24%
2016.1	-1.23%	0.65%	-3.79%	3.08%	-0.03%	-0.52%	0.04%	-9.57%
2016.2	-7.05%	-0.62%	-2.92%	6.43%	-0.53%	1.43%	-0.57%	-3.82%
2016.3	-5.94%	2.10%	6.63%	8.47%	-0.74%	2.22%	2.88%	16.44%
2016.4	-5.09%	1.59%	0.85%	6.62%	-0.61%	2.00%	1.50%	-4.50%
2017.1	7.05%	0.02%	0.59%	8.50%	-0.48%	3.71%	0.62%	-7.15%
2017.2	2.96%	-0.31%	0.76%	5.31%	-0.90%	3.39%	0.20%	-1.90%
2017.3	0.53%	-0.23%	-0.40%	-20.73%	-1.51%	-10.88%	-2.01%	11.51%
2017.4	-2.38%	-0.70%	-0.53%	1.13%	-0.19%	0.21%	-0.53%	-5.13%
2018.1	-8.27%	-3.03%	-1.90%	0.94%	-0.42%	0.58%	-2.37%	-5.64%
2018.2	-3.97%	-1.26%	-0.15%	0.57%	-0.68%	-0.21%	-0.90%	-5.12%
FORECAST DATA								
2018.3	-2.48%	0.58%	-0.36%	0.70%	-0.78%	0.03%	0.29%	16.95%
2018.4	-0.11%	0.53%	0.70%	0.04%	-0.09%	0.45%	0.46%	-3.26%
2019.1	-1.16%	-0.27%	-0.11%	-0.04%	0.01%	0.45%	-0.25%	-7.10%
2019.2	-0.19%	0.17%	0.17%	0.09%	0.01%	0.44%	0.15%	-4.20%
2019.3	-0.40%	0.35%	0.41%	0.10%	0.01%	0.44%	0.30%	14.73%
2019.4	-0.40%	0.39%	0.38%	0.03%	0.01%	0.44%	0.31%	-3.24%
2020.1	-1.25%	-0.30%	-0.46%	-0.04%	0.01%	0.44%	-0.32%	-7.11%
2020.2	-0.24%	0.17%	0.17%	0.10%	0.01%	0.44%	0.14%	-4.21%

Year-to-Year Changes

STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2012-13	175,662	6,451,773	1,626,334	627,624	863,967	-	9,745,360	34,790
2013-14	173,489	6,398,351	1,597,272	638,862	779,983	32,662	9,620,620	34,397
2014-15	170,487	7,036,563	1,730,483	626,067	695,738	131,702	10,391,040	33,164
2015-16	158,790	7,682,334	1,841,793	611,794	644,814	207,903	11,147,428	30,477
2016-17	140,357	7,977,230	1,771,485	786,699	617,428	252,646	11,545,847	29,915
2017-18	137,326	7,785,786	1,758,770	694,274	598,502	237,065	11,211,723	28,875
FORECAST DATA								
2018-19	122,572	7,646,620	1,740,222	707,608	588,982	239,160	11,045,165	28,946
2019-20	119,990	7,697,374	1,753,487	708,904	589,173	243,421	11,112,349	28,596

STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2012-13	0.33%	-1.47%	0.40%	4.64%	4.04%		-0.27%	4.55%
2013-14	-1.24%	-0.83%	-1.79%	1.79%	-9.72%		-1.35%	-1.13%
2014-15	-1.73%	9.97%	8.34%	-2.00%	-10.80%	303.23%	7.85%	-3.58%
2015-16	-6.86%	9.18%	6.43%	-2.28%	-7.32%	57.86%	7.45%	-8.10%
2016-17	-11.61%	3.84%	-3.82%	28.59%	-4.25%	21.52%	3.47%	-1.84%
2017-18	-2.16%	-2.40%	-0.72%	-11.75%	-3.07%	-6.17%	-2.97%	-3.48%
FORECAST DATA								
2018-19	-10.74%	-1.79%	-1.05%	1.92%	-1.59%	0.88%	-1.46%	0.25%
2019-20	-2.11%	0.66%	0.76%	0.18%	0.03%	1.78%	0.51%	-1.21%

TANF Traditional

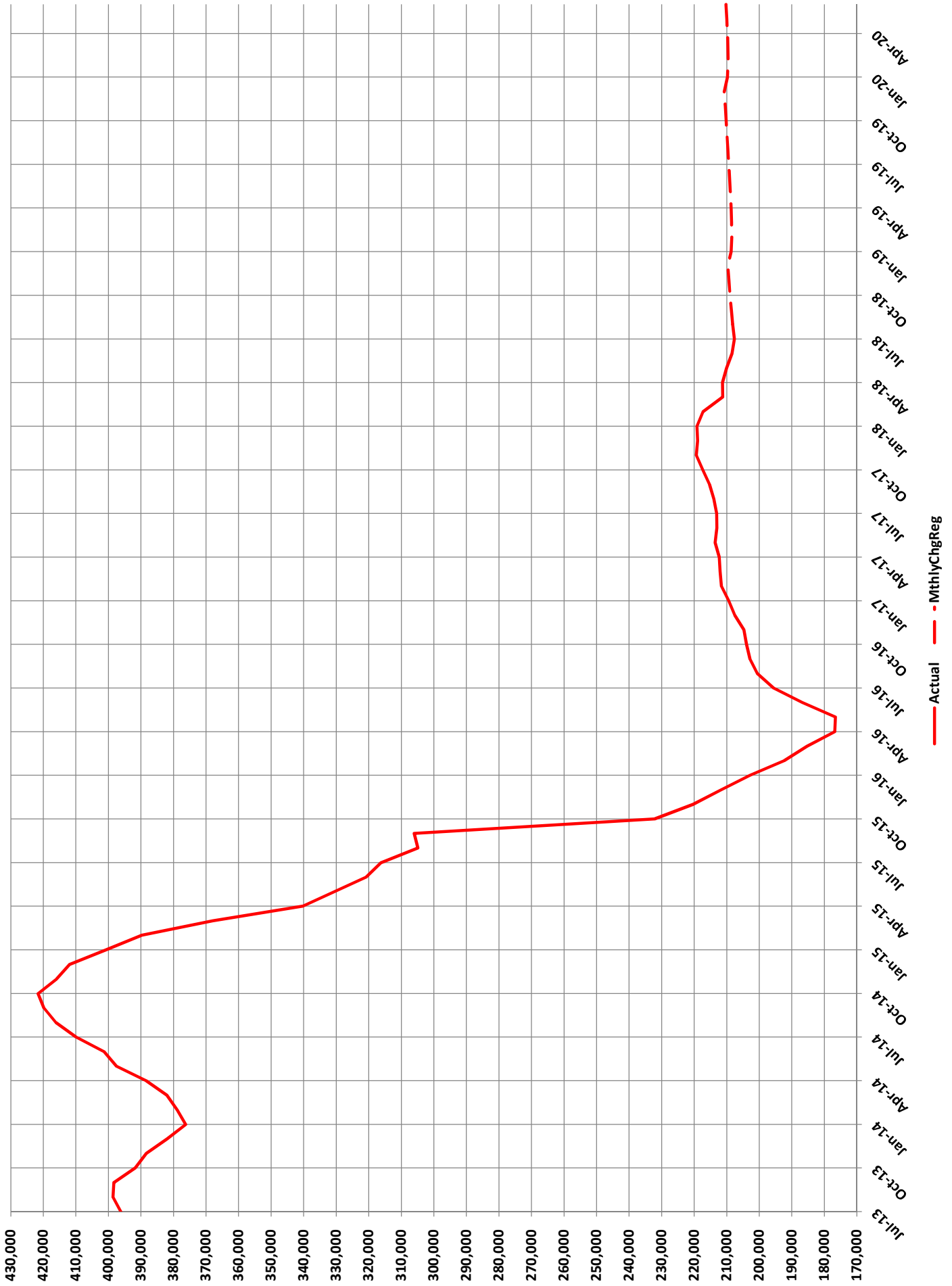
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL						GROWTH %	GROWTH %	GROWTH %	
2012.3	1,202,033		0.18%							
2012.4	1,196,989		-0.42%							
2013.1	1,193,726		-0.27%							
2013.2	1,192,985		-0.06%			4,785,732	0.13%		-0.37%	SFY 12-13
2013.3	1,193,063		0.01%							
2013.4	1,162,063		-2.60%							
2014.1	1,137,091		-2.15%							
2014.2	1,187,220		4.41%			4,679,437	-2.22%		1.41%	SFY 13-14
2014.3	1,245,929		4.95%							
2014.4	1,249,395		0.28%							
2015.1	1,158,576		-7.27%							
2015.2	991,513		-14.42%			4,645,412	-0.73%		-20.06%	SFY 14-15
2015.3	927,195		-6.49%							
2015.4	664,223		-28.36%							
2016.1	580,453		-12.61%							
2016.2	540,201		-6.93%			2,712,071	-41.62%		-41.78%	SFY 15-16
2016.3	599,113		10.91%							
2016.4	616,125		2.84%							
2017.1	633,049		2.75%							
2017.2	638,923		0.93%			2,487,209	-8.29%		14.08%	SFY 16-17
2017.3	642,383		0.54%							
2017.4	655,651		2.07%							
2018.1	647,697		-1.21%							
2018.2	629,710		-2.78%			2,575,442	3.55%		-2.19%	SFY 17-18
2018.3		624,368	-0.85%							
2018.4		627,883	0.56%							
2019.1		625,573	-0.37%							
2019.2		626,662	0.17%			2,504,486	-2.76%		0.34%	SFY 18-19
2019.3		628,917	0.36%							
2019.4		631,418	0.40%							
2020.1		629,021	-0.38%			2,519,414	0.60%		0.55%	SFY 19-20
2020.2		630,058	0.16%							

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on regression of monthly changes in underlying data.

Adj. R Squared: -0.1226
 Standard Error: 2304.28

TANF Traditional



SOBRA Children

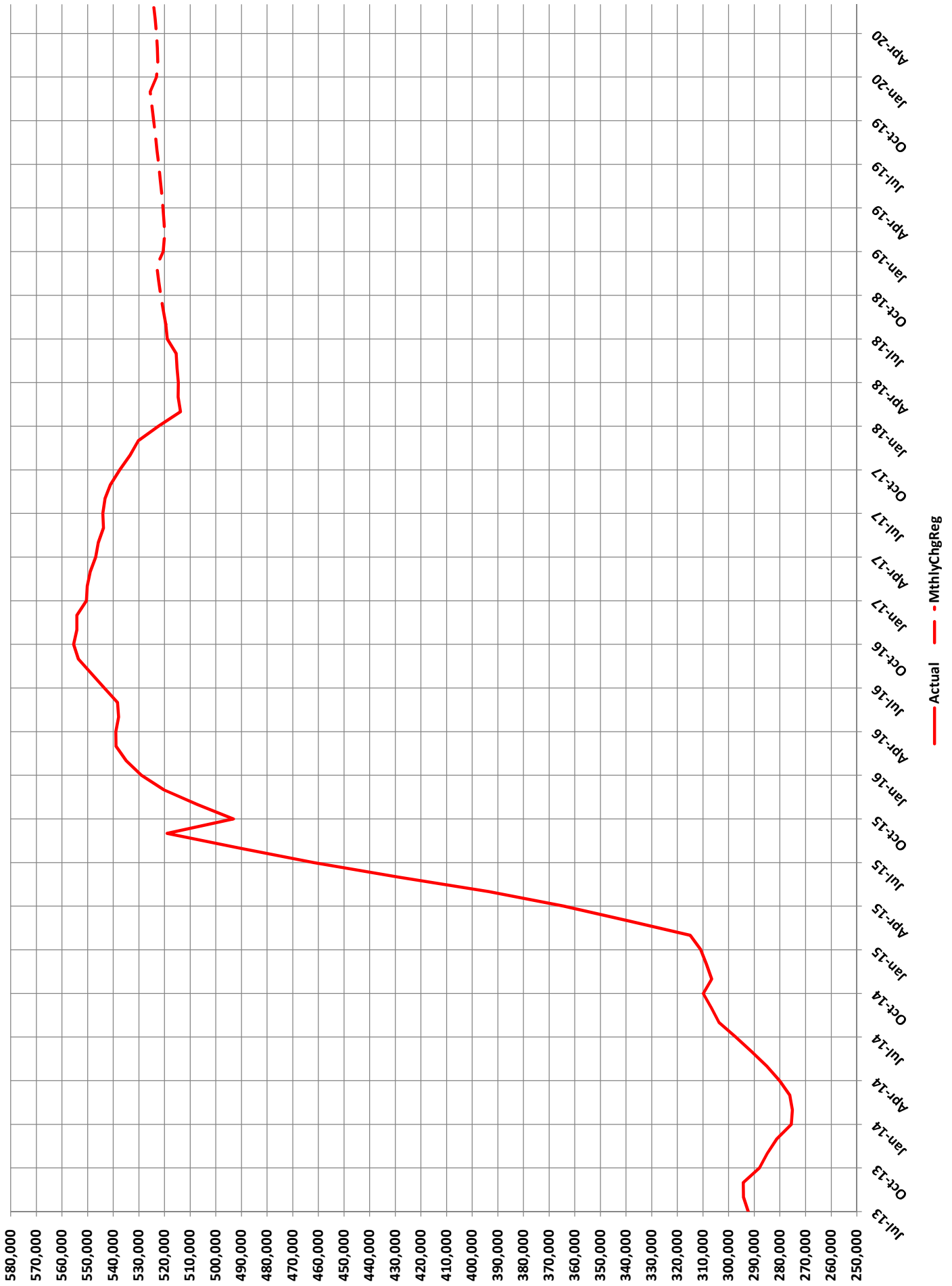
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2012.3	899,859		1.06%							
2012.4	885,405		-1.61%							
2013.1	872,691		-1.44%							
2013.2	873,530		0.10%			3,531,485	-2.96%		-2.07%	SFY 12-13
2013.3	880,781		0.83%							
2013.4	854,146		-3.02%							
2014.1	826,876		-3.19%							
2014.2	856,211		3.55%			3,418,014	-3.21%		-0.70%	SFY 13-14
2014.3	907,636		6.01%							
2014.4	925,139		1.93%							
2015.1	964,939		4.30%							
2015.2	1,186,649		22.98%			3,984,363	16.57%		47.36%	SFY 14-15
2015.3	1,471,940		24.04%							
2015.4	1,520,487		3.30%							
2016.1	1,602,852		5.42%							
2016.2	1,615,301		0.78%			6,210,581	55.87%		25.54%	SFY 15-16
2016.3	1,645,649		1.88%							
2016.4	1,663,915		1.11%							
2017.1	1,649,662		-0.86%							
2017.2	1,636,486		-0.80%			6,595,712	6.20%		1.02%	SFY 16-17
2017.3	1,628,389		-0.49%							
2017.4	1,601,110		-1.68%							
2018.1	1,550,945		-3.13%							
2018.2	1,545,178		-0.37%			6,325,622	-4.09%		-5.21%	SFY 17-18
2018.3		1,559,020	0.90%							
2018.4		1,566,815	0.50%							
2019.1		1,560,820	-0.38%							
2019.2		1,563,432	0.17%			6,250,088	-1.19%		1.21%	SFY 18-19
2019.3		1,568,839	0.35%							
2019.4		1,574,846	0.38%							
2020.1		1,568,617	-0.40%							
2020.2		1,571,089	0.16%			6,283,390	0.53%		0.50%	SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on regression of monthly changes in underlying data.

Adj. R Squared: 0.7116
 Standard Error: 1876.57

SOBRA Children



SOBRA Pregnant Women

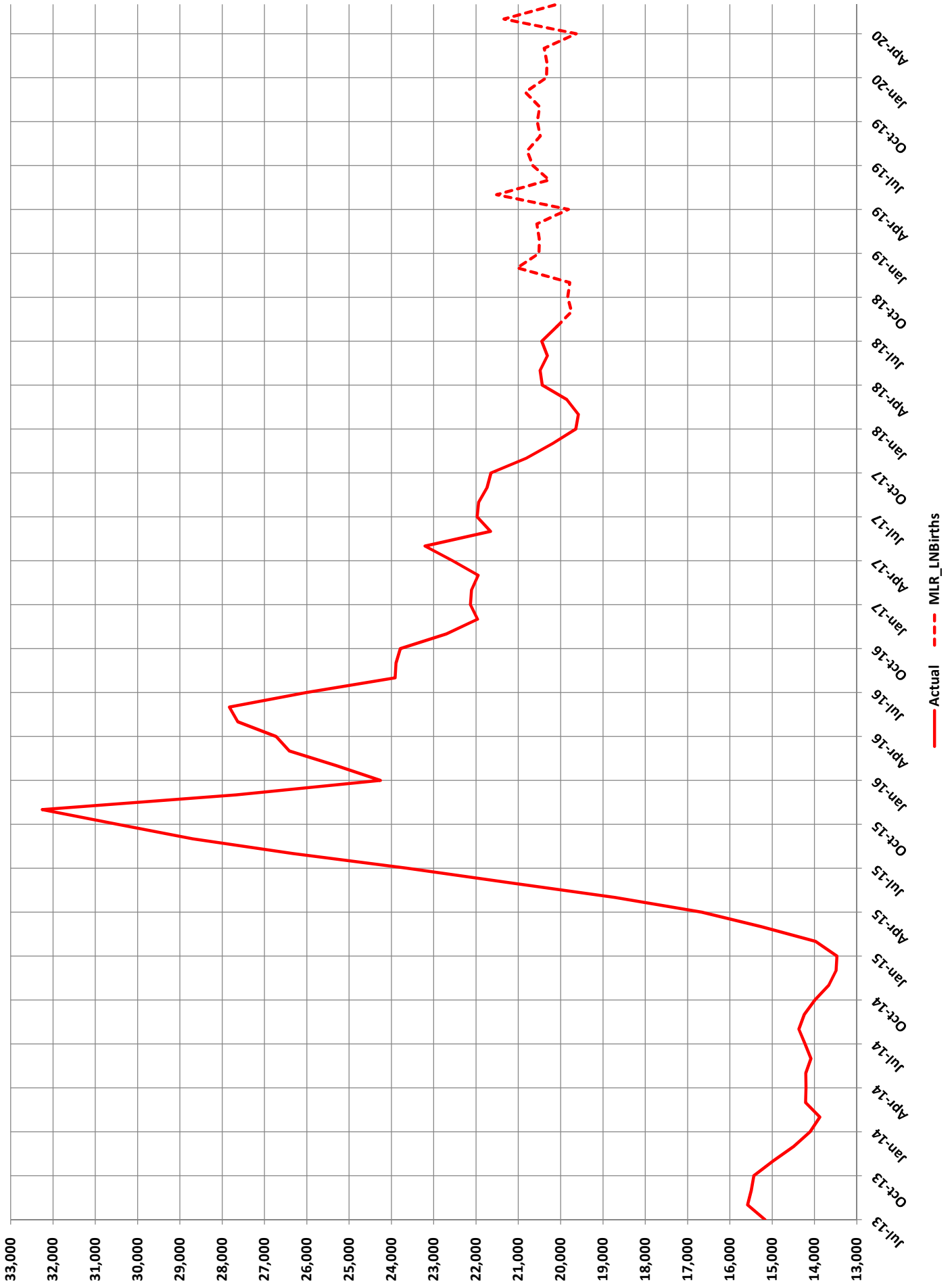
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	46,414		5.67%					
2012.4	44,478		-4.17%					
2013.1	42,931		-3.48%			178,761	5.90%	0.98%
2013.2	44,938		4.67%					SFY 12-13
2013.3	46,251		2.92%					
2013.4	44,900		-2.92%					
2014.1	42,188		-6.04%					
2014.2	42,490		0.72%			175,829	-1.64%	-6.60%
2014.3	42,831		0.80%					SFY 13-14
2014.4	41,144		-3.94%					
2015.1	42,705		3.79%					
2015.2	56,588		32.51%			183,267	4.23%	50.57%
2015.3	78,657		39.00%					SFY 14-15
2015.4	90,403		14.93%					
2016.1	75,972		-15.96%					
2016.2	82,187		8.18%			327,218	78.55%	31.24%
2016.3	73,819		-10.18%					SFY 15-16
2016.4	68,456		-7.26%					
2017.1	66,188		-3.31%					
2017.2	67,411		1.85%			275,873	-15.69%	-22.19%
2017.3	65,650		-2.61%					SFY 16-17
2017.4	62,646		-4.57%					
2018.1	59,077		-5.70%					
2018.2	61,232		3.65%			248,605	-9.88%	-6.21%
2018.3		60,279	-1.56%					SFY 17-18
2018.4		60,640	0.60%					
2019.1		61,581	1.55%					
2019.2		61,602	0.03%			244,102	-1.81%	-0.19%
2019.3		61,928	0.53%					SFY 18-19
2019.4		61,880	-0.08%					
2020.1		61,046	-1.35%					
2020.2		61,062	0.03%			245,916	0.74%	-0.90%

Notes:

- (1) Data are obtained from PMMIS.
- (2) MLR model based on forecasted births.

Adj. R Squared: 0.8701
 Standard Error: 216.35

SOBRA Pregnant Women



SSI W/Medicare Traditional

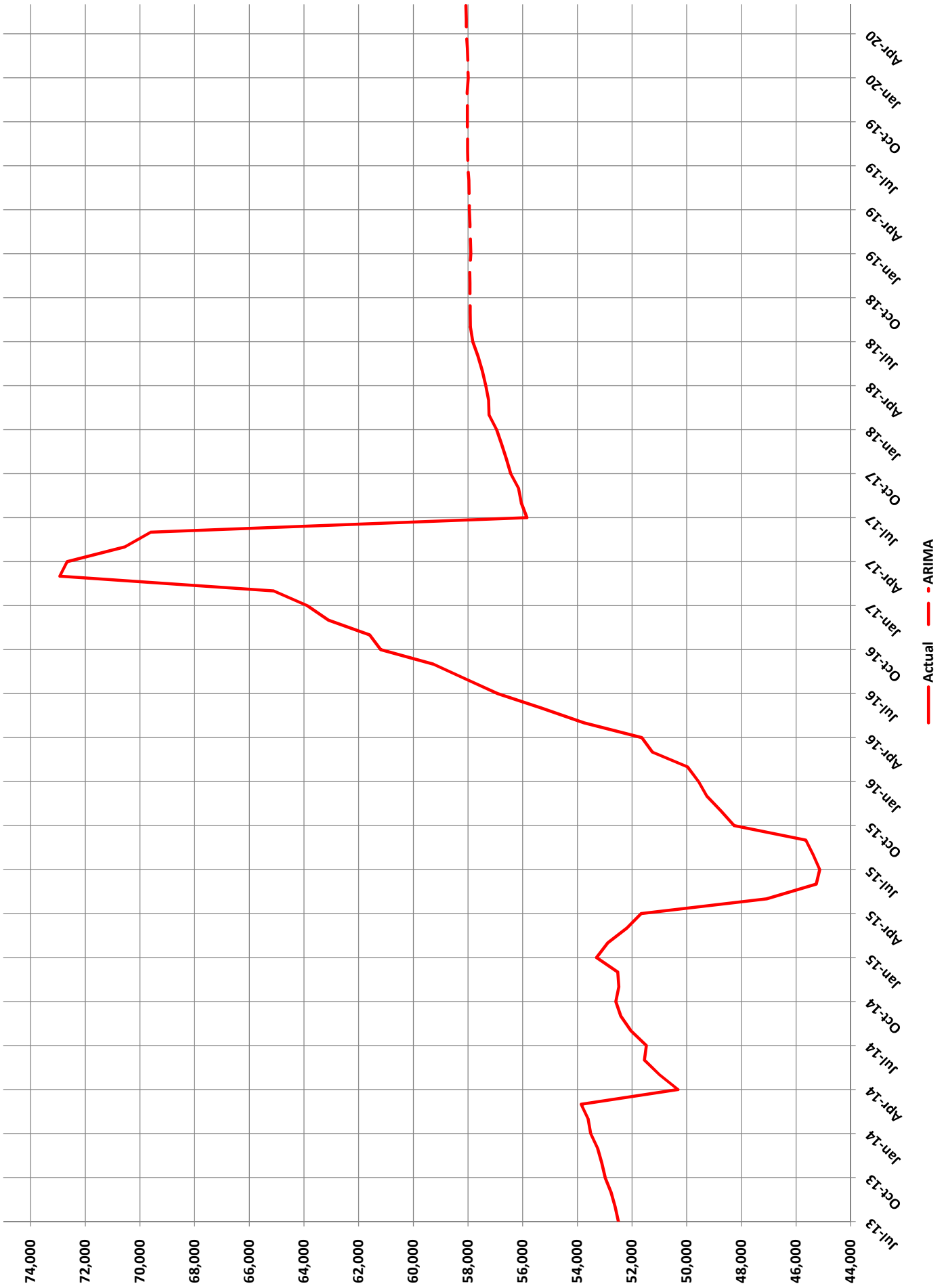
	ENROLLMENT		PERCENT		ENROLLMENT		SFY		YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	QTR. GROWTH	FORECAST	QTR. GROWTH	FORECAST	TOTAL	GROWTH %	TOTAL	GROWTH %	TOTAL	GROWTH %	GROWTH %
2012.3	152,647			1.38%								
2012.4	154,501			1.21%								
2013.1	155,394			0.58%								
2013.2	156,173			0.50%			618,715		4.89%		3.74%	SFY 12-13
2013.3	157,888			1.10%								
2013.4	159,350			0.93%								
2014.1	160,986			1.03%								
2014.2	152,868			-5.04%			631,092		2.00%		-1.37%	SFY 13-14
2014.3	155,935			2.01%								
2014.4	157,607			1.07%								
2015.1	158,367			0.48%								
2015.2	144,004			-9.07%			615,913		-2.41%		-12.20%	SFY 14-15
2015.3	136,152			-5.45%								
2015.4	146,278			7.44%								
2016.1	150,794			3.09%								
2016.2	160,696			6.57%			593,919		-3.57%		22.19%	SFY 15-16
2016.3	174,276			8.45%								
2016.4	185,901			6.67%								
2017.1	201,925			8.62%								
2017.2	212,836			5.40%			774,938		30.48%		25.87%	SFY 16-17
2017.3	168,048			-21.04%								
2017.4	169,816			1.05%								
2018.1	171,433			0.95%								
2018.2	172,462			0.60%			681,759		-12.02%		-17.20%	SFY 17-18
2018.3				0.70%		173,663						
2018.4				0.08%		173,798						
2019.1				-0.04%		173,733						
2019.2				0.09%		173,883		695,077	1.95%	0.58%		SFY 18-19
2019.3				0.09%		174,042						
2019.4				0.02%		174,083						
2020.1				-0.03%		174,032						
2020.2				0.09%		174,196		696,353	0.18%	0.18%		SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on an ARIMA model, holding the Without Medicare population constant.

Adj. R Squared: -0.1073
 Standard Error: 1727.73

SSI W/Medicare Traditional



SSI WO/Medicare Traditional

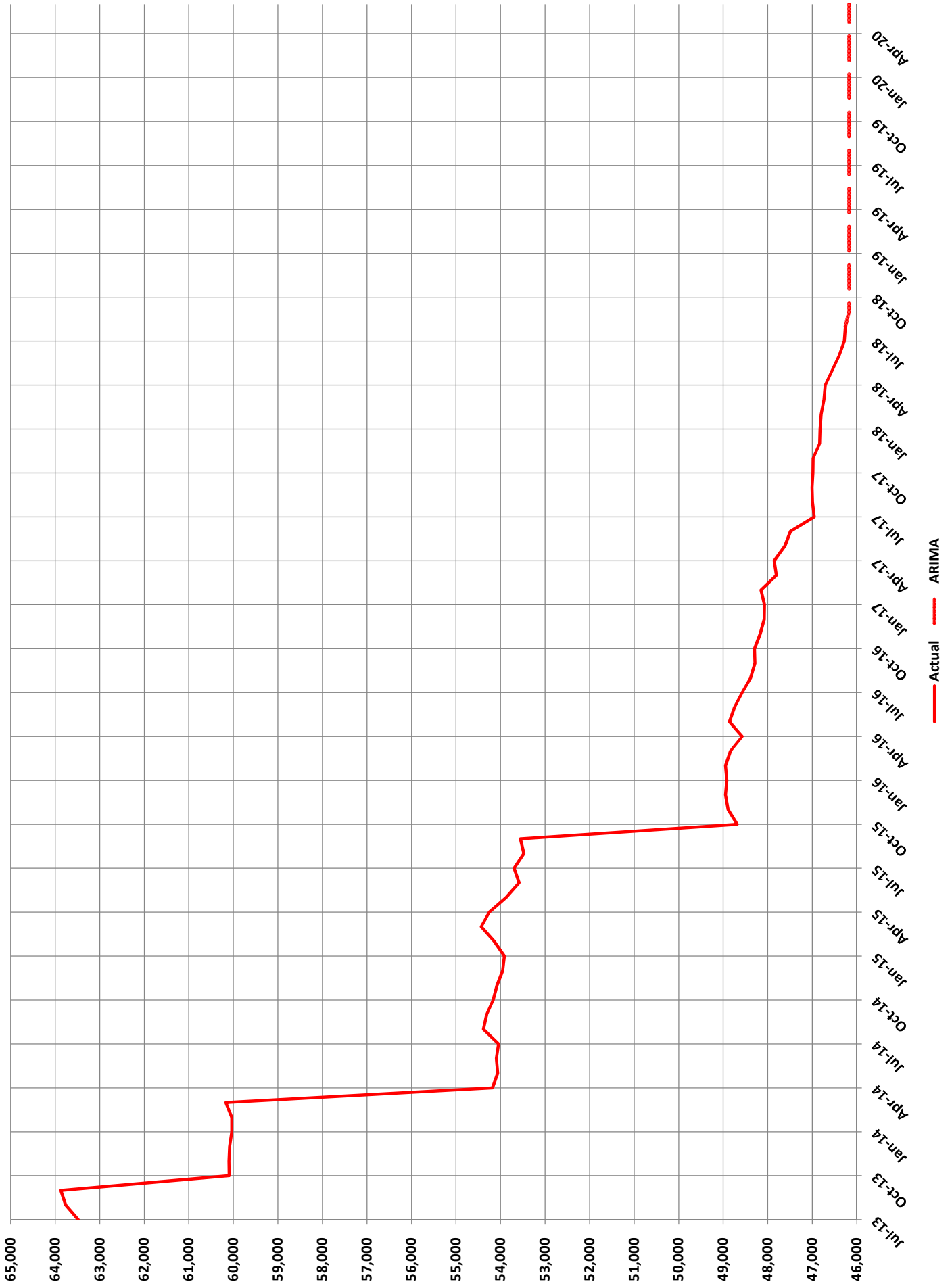
	ENROLLMENT		PERCENT		ENROLLMENT		SFY		YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	QTR. GROWTH	FORECAST	QTR. GROWTH	FORECAST	TOTAL	GROWTH %	TOTAL	GROWTH %	TOTAL	GROWTH %	GROWTH %
2012.3	181,219			0.63%								
2012.4	183,680			1.36%								
2013.1	186,021			1.27%								
2013.2	189,237			1.73%			740,157		4.43%		5.13%	SFY 12-13
2013.3	191,128			1.00%								
2013.4	180,275			-5.68%								
2014.1	180,235			-0.02%								
2014.2	162,340			-9.93%			713,978		-3.54%		-14.46%	SFY 13-14
2014.3	162,743			0.25%								
2014.4	162,204			-0.33%								
2015.1	162,490			0.18%								
2015.2	161,709			-0.48%			649,145		-9.08%		-0.95%	SFY 14-15
2015.3	160,725			-0.61%								
2015.4	146,530			-8.83%								
2016.1	146,701			0.12%			600,136		-7.55%		-9.03%	SFY 15-16
2016.2	146,180			-0.35%								
2016.3	145,247			-0.64%								
2016.4	144,548			-0.48%								
2017.1	144,031			-0.36%			576,786		-3.89%		-2.57%	SFY 16-17
2017.2	142,960			-0.74%								
2017.3	140,960			-1.40%								
2017.4	140,804			-0.11%								
2018.1	140,368			-0.31%			561,789		-2.60%		-2.30%	SFY 17-18
2018.2	139,656			-0.51%								
2018.3			138,710	-0.68%								
2018.4			138,519	-0.14%								
2019.1			138,519	0.00%								
2019.2			138,519	0.00%			554,266		-1.34%		-0.49%	SFY 18-19
2019.3			138,519	0.00%								
2019.4			138,519	0.00%								
2020.1			138,519	0.00%			554,075		-0.03%		0.00%	SFY 19-20
2020.2			138,519	0.00%								

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on an ARIMA model, holding the Without Medicare population constant.

Adj. R Squared: 0.9107
 Standard Error: 673.62

SSI WO/Medicare Traditional



Newly Eligible Children

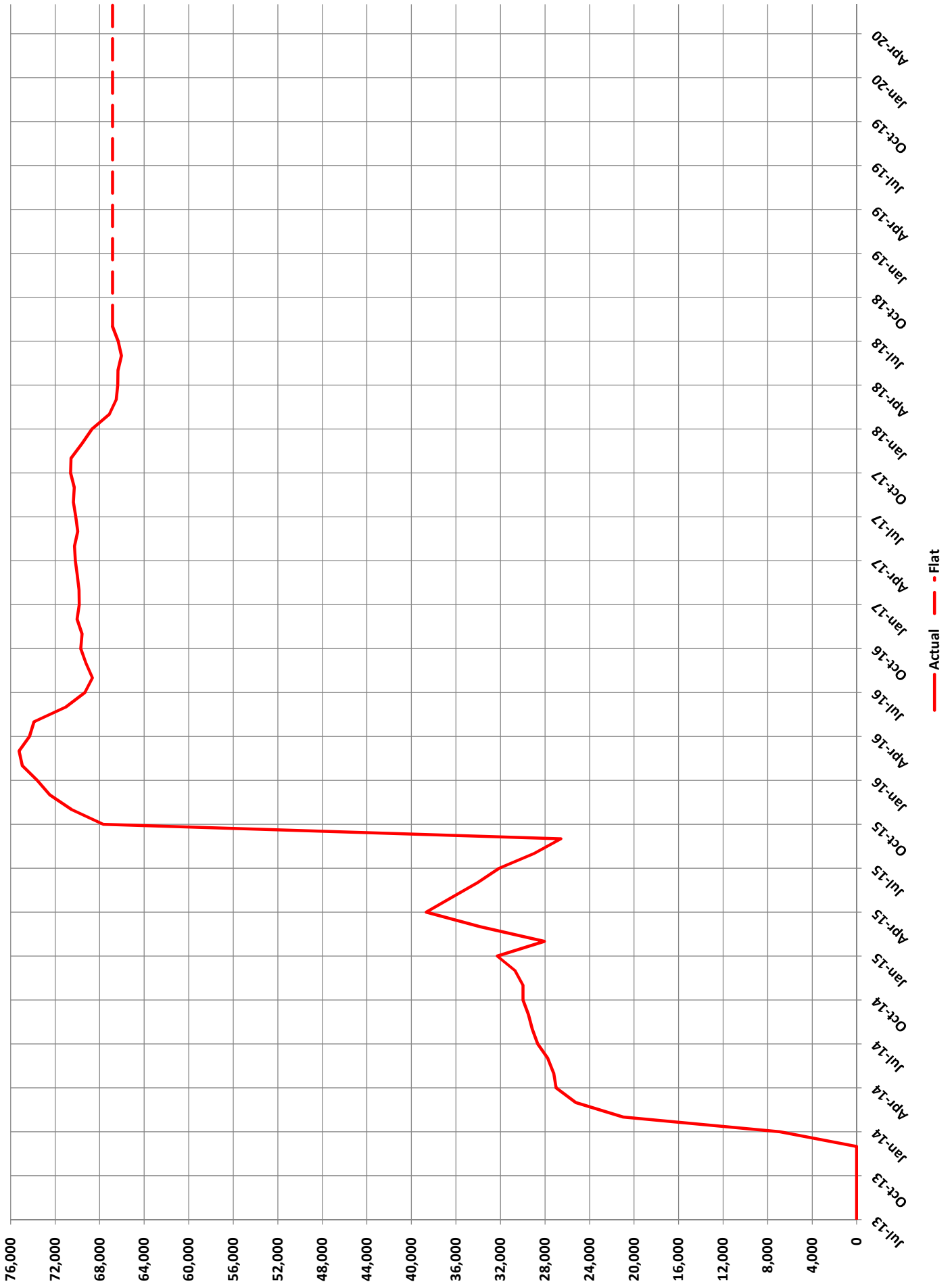
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2014.3	87,272		6.48%							
2014.4	90,632		3.85%							
2015.1	94,192		3.93%							
2015.2	109,085		15.81%			381,182	182.23%		22.73%	SFY 14-15
2015.3	87,686		-19.62%							
2015.4	210,651		140.23%							
2016.1	223,802		6.24%							
2016.2	219,228		-2.04%			741,368	94.49%		108.60%	SFY 15-16
2016.3	207,211		-5.48%							
2016.4	209,311		1.01%							
2017.1	209,692		0.18%							
2017.2	210,438		0.36%			836,652	12.85%		-1.50%	SFY 16-17
2017.3	210,777		0.16%							
2017.4	210,759		-0.01%							
2018.1	202,335		-4.00%							
2018.2	198,769		-1.76%			822,640	-1.67%		-5.61%	SFY 17-18
2018.3		200,019	0.63%							
2018.4		200,519	0.25%							
2019.1		200,519	0.00%							
2019.2		200,519	0.00%			801,575	-2.56%		1.19%	SFY 18-19
2019.3		200,519	0.00%							
2019.4		200,519	0.00%							
2020.1		200,519	0.00%							
2020.2		200,519	0.00%			802,074	0.06%		0.00%	SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast assumes no growth.

Adj. R Squared: -0.0455
 Standard Error: 633.89

Newly Eligible Children



Behavioral Health - SMI Integrated

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2014.3	52,968		4.31%					
2014.4	55,352		4.50%					
2015.1	56,546		2.16%					
2015.2	57,094		0.97%			221,960	337.10%	13.33%
2015.3	58,503		2.47%					SFY 14-15
2015.4	116,659		99.41%					
2016.1	116,181		-0.41%					
2016.2	115,253		-0.80%			406,597	83.18%	100.92%
2016.3	116,272		0.88%					SFY 15-16
2016.4	117,976		1.47%					
2017.1	118,795		0.69%					
2017.2	120,345		1.30%					
2017.3	121,247		0.75%			473,387	16.43%	4.46%
2017.4	122,139		0.74%					SFY 16-17
2018.1	122,737		0.49%					
2018.2	123,113		0.31%			489,236	3.35%	2.11%
2018.3			0.50%	123,725				SFY 17-18
2018.4			0.39%	124,203				
2019.1			0.45%	124,757				
2019.2			0.44%	125,311		497,996	1.79%	1.83%
2019.3			0.44%	125,866				SFY 18-19
2019.4			0.44%	126,420				
2020.1			0.44%	126,974				
2020.2			0.44%	127,529		506,789	1.77%	1.77%

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on 12-month linear regression

Adj. R Squared: 0.9700
Standard Error: 112.81

Behavioral Health - SMI Integrated



Births - Traditional

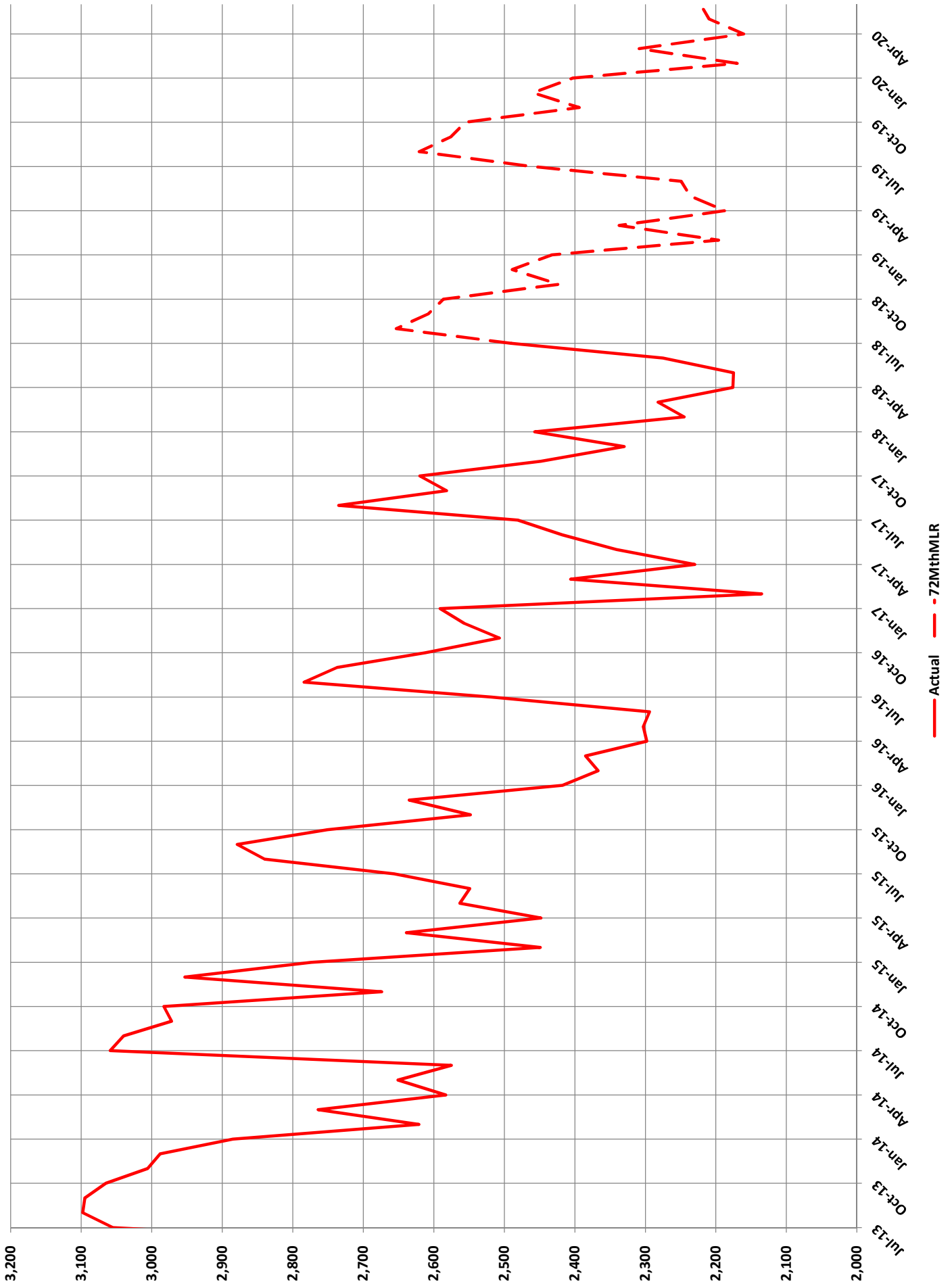
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	9,378		18.20%					
2012.4	8,984		-4.20%					
2013.1	8,433		-6.13%					
2013.2	7,995		-5.19%			34,790	4.55%	-0.78%
2013.3	9,248		15.67%					SFY 12-13
2013.4	9,059		-2.04%					
2014.1	8,270		-8.71%					
2014.2	7,809		-5.57%			34,386	-1.16%	-3.12%
2014.3	9,071		16.16%					SFY 13-14
2014.4	8,610		-5.08%					
2015.1	7,862		-8.69%					
2015.2	7,560		-3.84%			33,103	-3.73%	-1.01%
2015.3	8,375		10.78%					SFY 14-15
2015.4	7,934		-5.27%					
2016.1	7,170		-9.63%					
2016.2	6,895		-3.84%			30,374	-8.24%	-10.00%
2016.3	8,039		16.59%					SFY 15-16
2016.4	7,676		-4.52%					
2017.1	7,132		-7.09%					
2017.2	6,989		-2.01%			29,836	-1.77%	5.41%
2017.3	7,798		11.58%					SFY 16-17
2017.4	7,398		-5.13%					
2018.1	6,984		-5.60%					
2018.2	6,626		-5.13%			28,806	-3.45%	-5.91%
2018.3			16.98%	7,751				SFY 17-18
2018.4			-3.26%	7,498				
2019.1			-7.10%	6,966				
2019.2			-4.20%	6,673		28,888	0.29%	-1.13%
2019.3			14.73%	7,656				SFY 18-19
2019.4			-3.24%	7,408				
2020.1			-7.11%	6,882				
2020.2			-4.21%	6,592		28,538	-1.21%	-1.21%

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast uses 72-Month Regression against birth rate and seasonal components

Adj. R Squared: 0.7540
 Standard Error: 30.46

Births - Traditional



Children's Rehabilitative Services

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	74,425		0.34%					
2012.4	74,776		0.47%					
2013.1	75,309		0.71%			300,294	1.53%	2.51%
2013.2	75,784		0.63%					SFY 12-13
2013.3	75,794		0.01%					
2013.4	73,659		-2.82%					
2014.1	72,626		-1.40%					
2014.2	73,139		0.71%			295,218	-1.69%	-3.32%
2014.3	74,032		1.22%					SFY 13-14
2014.4	74,014		-0.02%					
2015.1	73,405		-0.82%					
2015.2	73,618		0.29%			295,069	-0.05%	0.60%
2015.3	74,707		1.48%					SFY 14-15
2015.4	75,238		0.71%					
2016.1	75,003		-0.31%					
2016.2	74,738		-0.35%			299,687	1.57%	1.03%
2016.3	74,704		-0.05%					SFY 15-16
2016.4	74,820		0.15%					
2017.1	74,845		0.03%					
2017.2	74,391		-0.61%			298,760	-0.31%	-0.55%
2017.3	73,784		-0.82%					SFY 16-17
2017.4	73,234		-0.74%					
2018.1	72,024		-1.65%					
2018.2	71,484		-0.75%			290,526	-2.76%	-3.75%
2018.3			0.48%	71,825				SFY 17-18
2018.4			0.39%	72,107				
2019.1			0.25%	72,287				
2019.2			0.25%	72,467		288,686	-0.63%	1.46%
2019.3			0.25%	72,647				SFY 18-19
2019.4			0.25%	72,828				
2020.1			0.25%	73,010				
2020.2			0.25%	73,192		291,677	1.04%	1.00%
								SFY 19-20

Notes:

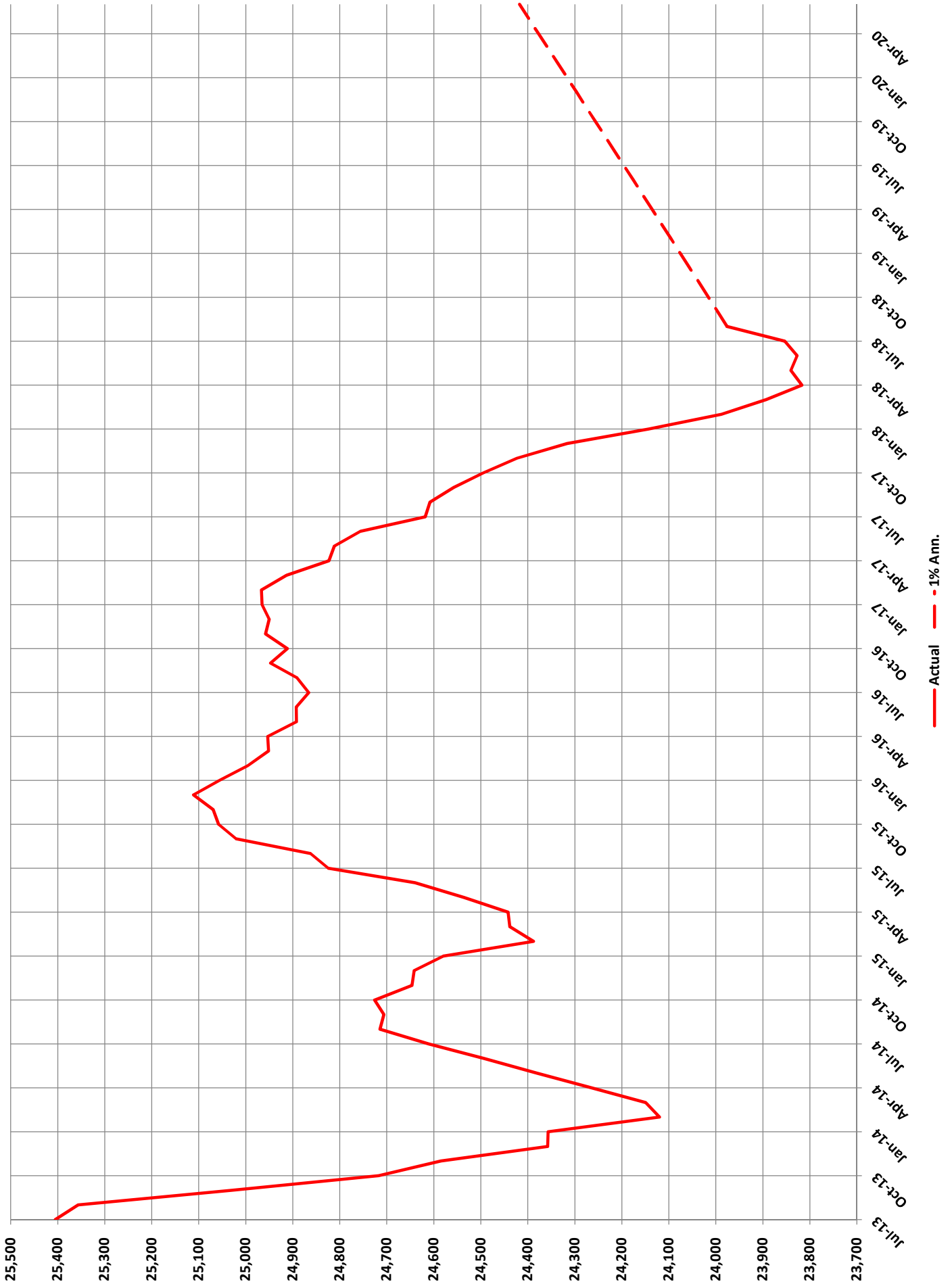
(1) Data are obtained from PMMIS.

(2) Forecast assumes 1% annual growth.

Adj. R Squared: 0.8144

Standard Error: 232.30

Children's Rehabilitative Services



Traditional Medicaid - Age < 1

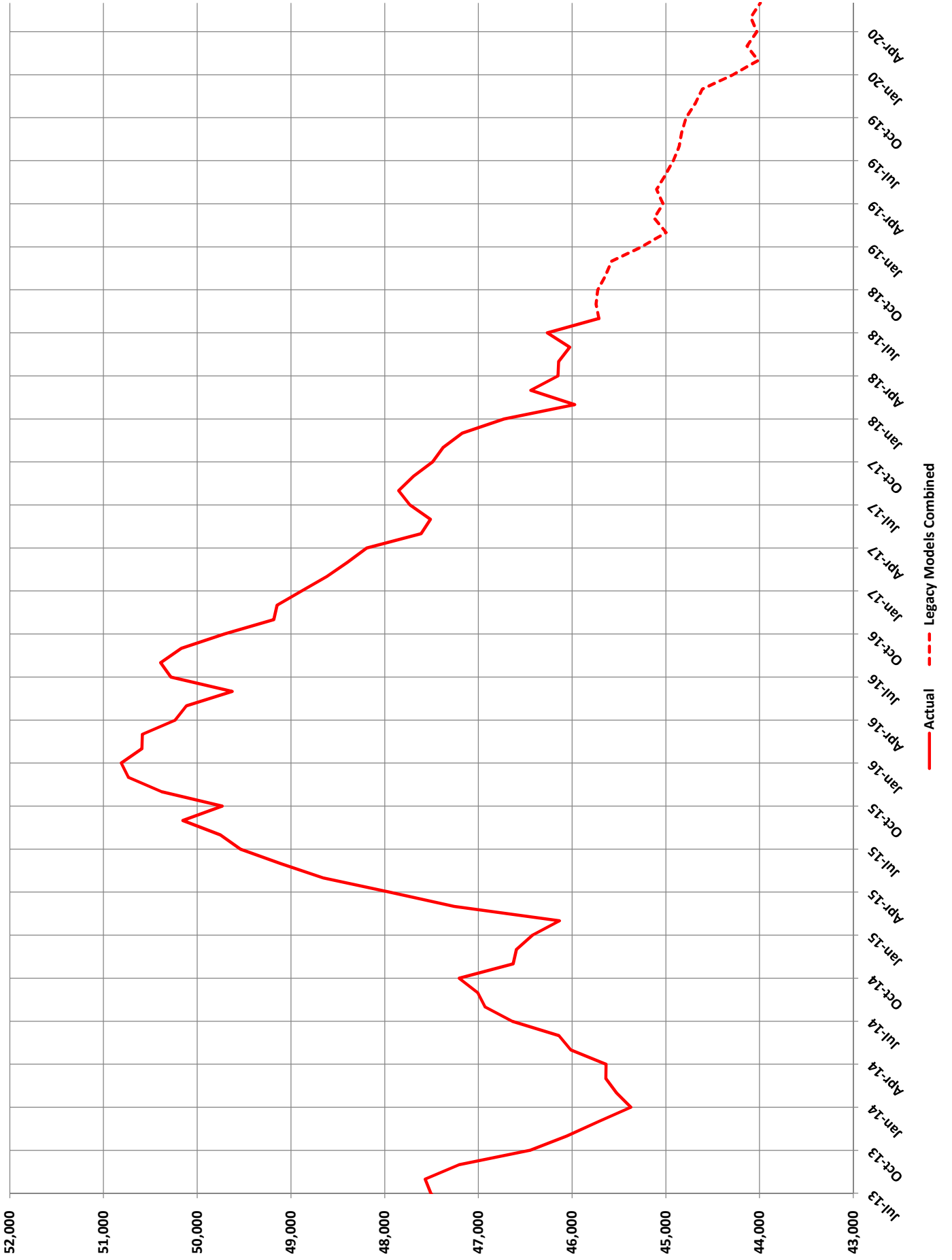
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	142,052		0.70%					
2012.4	142,656		0.43%					
2013.1	142,612		-0.03%			569,593	0.05%	0.76% SFY 12-13
2013.2	142,274		-0.24%					
2013.3	142,278		0.00%					
2013.4	138,231		-2.84%					
2014.1	136,541		-1.22%					
2014.2	137,790		0.91%			554,840	-2.59%	-2.63% SFY 13-14
2014.3	140,574		2.02%					
2014.4	140,428		-0.10%					
2015.1	139,817		-0.44%					
2015.2	145,718		4.22%			566,537	2.11%	6.44% SFY 14-15
2015.3	149,447		2.56%					
2015.4	150,847		0.94%					
2016.1	151,986		0.75%					
2016.2	149,976		-1.32%			602,256	6.30%	1.05% SFY 15-16
2016.3	150,843		0.58%					
2016.4	148,041		-1.86%					
2017.1	145,898		-1.45%			588,098	-2.35%	-4.26% SFY 16-17
2017.2	143,315		-1.77%					
2017.3	143,272		-0.03%					
2017.4	142,037		-0.86%					
2018.1	139,141		-2.04%					
2018.2	138,318		-0.59%			562,768	-4.31%	-3.13% SFY 17-18
2018.3		137,725	-0.43%					
2018.4		136,949	-0.56%					
2019.1		135,382	-1.14%					
2019.2		135,136	-0.18%			545,191	-3.12%	-2.21% SFY 18-19
2019.3		134,609	-0.39%					
2019.4		134,083	-0.39%					
2020.1		132,430	-1.23%					
2020.2		132,115	-0.24%			533,237	-2.19%	-2.25% SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.9332
 Standard Error: 289.04

Traditional Medicaid - Age < 1



Traditional Medicaid - Age 1-20

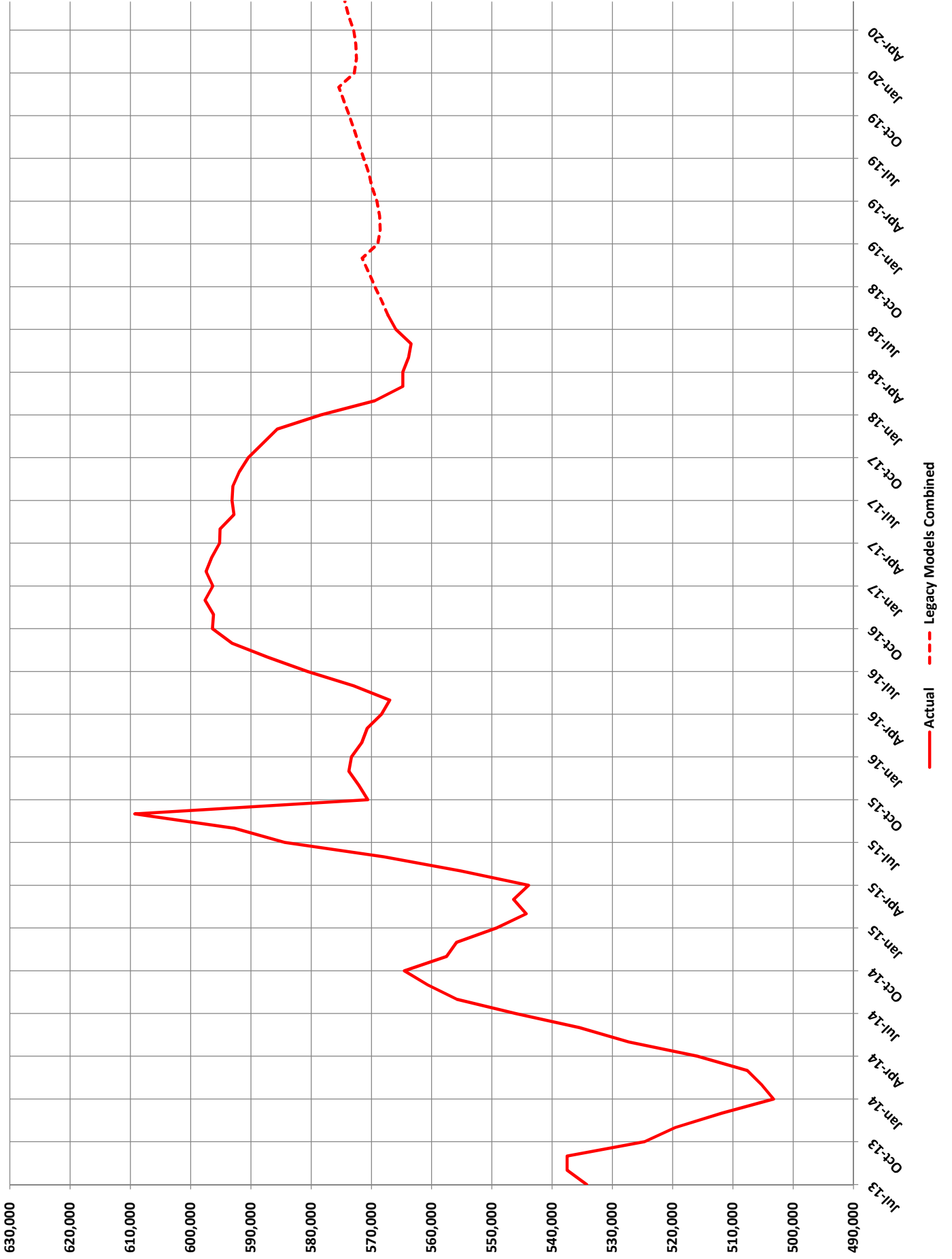
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	1,633,936		0.52%					
2012.4	1,614,753		-1.17%					
2013.1	1,600,624		-0.87%			6,451,773	-1.47%	-1.41%
2013.2	1,602,461		0.11%					SFY 12-13
2013.3	1,609,301		0.43%					
2013.4	1,556,061		-3.31%					
2014.1	1,516,050		-2.57%					
2014.2	1,578,630		4.13%			6,260,042	-2.97%	0.15%
2014.3	1,662,505		5.31%					SFY 13-14
2014.4	1,677,922		0.93%					
2015.1	1,639,949		-2.26%					
2015.2	1,667,036		1.65%			6,647,411	6.19%	6.07%
2015.3	1,786,401		7.16%					SFY 14-15
2015.4	1,716,426		-3.92%					
2016.1	1,715,616		-0.05%					
2016.2	1,708,201		-0.43%			6,926,644	4.20%	0.88%
2016.3	1,760,958		3.09%					SFY 15-16
2016.4	1,790,208		1.66%					
2017.1	1,790,252		0.00%			7,124,533	2.86%	3.47%
2017.2	1,783,114		-0.40%					SFY 16-17
2017.3	1,778,082		-0.28%					
2017.4	1,764,090		-0.79%			6,946,838	-2.49%	-4.96%
2018.1	1,712,608		-2.92%					SFY 17-18
2018.2	1,692,058		-1.20%					
2018.3		1,701,472	0.56%					
2018.4		1,711,392	0.58%					
2019.1		1,706,147	-0.31%			6,828,445	-1.70%	1.25%
2019.2		1,709,433	0.19%					SFY 18-19
2019.3		1,716,210	0.40%					
2019.4		1,723,615	0.43%			6,878,817	0.74%	0.69%
2020.1		1,717,903	-0.33%					SFY 19-20
2020.2		1,721,089	0.19%					

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.9709
 Standard Error: 648.84

Traditional Medicaid - Age 1-20



Traditional Medicaid - Age 21+

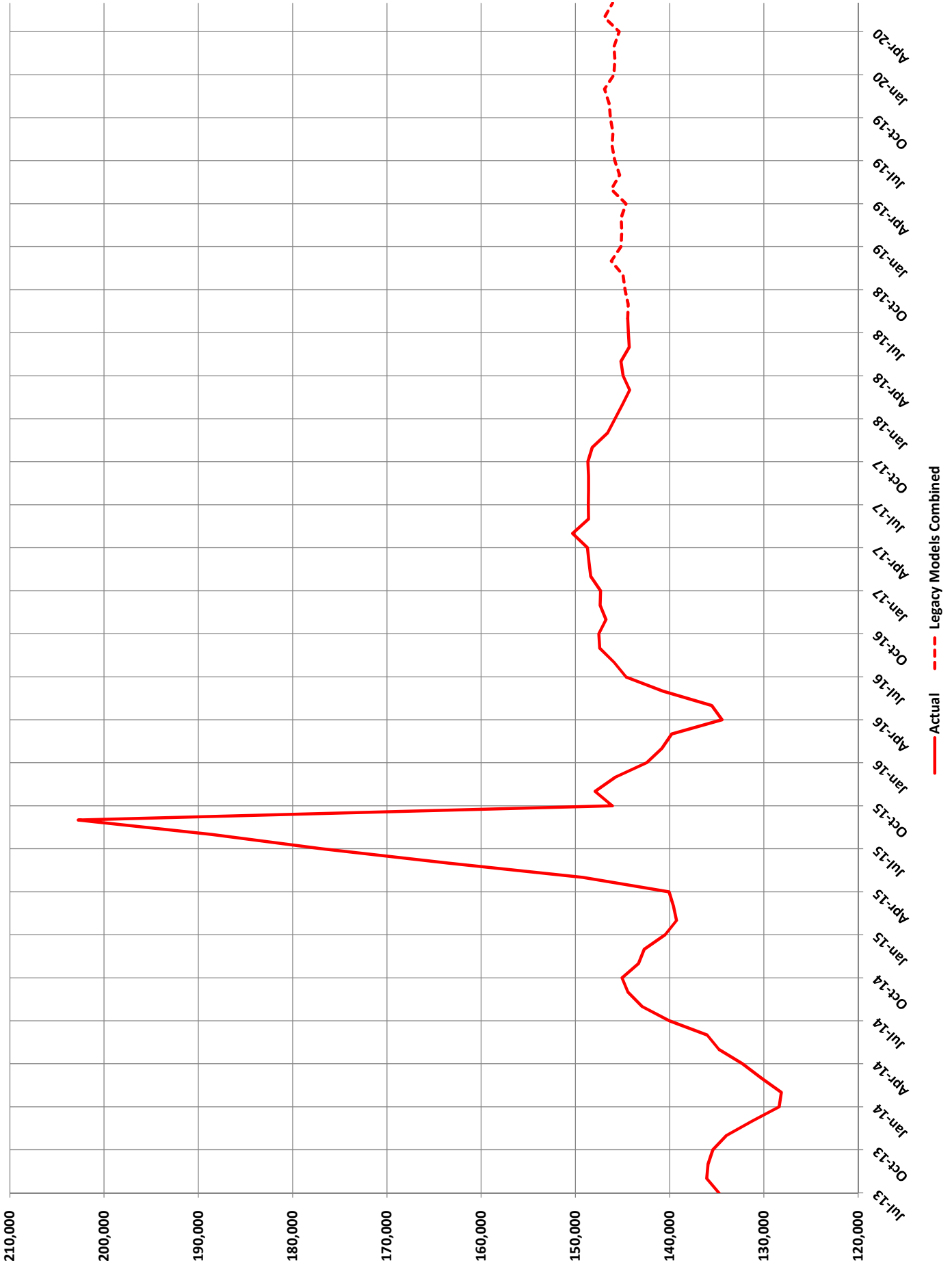
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL	FORECAST		FORECAST	FORECAST			
2012.3	410,100		1.17%					
2012.4	407,172		-0.71%					
2013.1	404,078		-0.76%			1,626,334	0.40%	0.00%
2013.2	404,985		0.22%					SFY 12-13
2013.3	406,760		0.44%					
2013.4	400,643		-1.50%					
2014.1	386,802		-3.45%					
2014.2	403,068		4.21%			1,597,272	-1.79%	1.09%
2014.3	427,381		6.03%					SFY 13-14
2014.4	431,023		0.85%					
2015.1	419,353		-2.71%					
2015.2	452,725		7.96%			1,730,483	8.34%	20.16%
2015.3	568,292		25.53%					SFY 14-15
2015.4	439,737		-22.62%					
2016.1	423,051		-3.79%					
2016.2	410,714		-2.92%			1,841,793	6.43%	-13.89%
2016.3	437,950		6.63%					SFY 15-16
2016.4	441,657		0.85%					
2017.1	444,256		0.59%					
2017.2	447,623		0.76%			1,771,485	-3.82%	5.58%
2017.3	445,831		-0.40%					SFY 16-17
2017.4	443,479		-0.53%					
2018.1	435,059		-1.90%					
2018.2	434,401		-0.15%			1,758,770	-0.72%	-2.90%
2018.3		433,236	-0.27%					SFY 17-18
2018.4		435,861	0.61%					
2019.1		435,393	-0.11%					
2019.2		436,149	0.17%			1,740,639	-1.03%	0.72%
2019.3		437,954	0.41%					SFY 18-19
2019.4		439,603	0.38%					
2020.1		437,600	-0.46%					
2020.2		438,329	0.17%			1,753,487	0.74%	0.51%

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.1832
 Standard Error: 1085.96

Traditional Medicaid - Age 21+



Traditional Medicaid - Dual Eligible

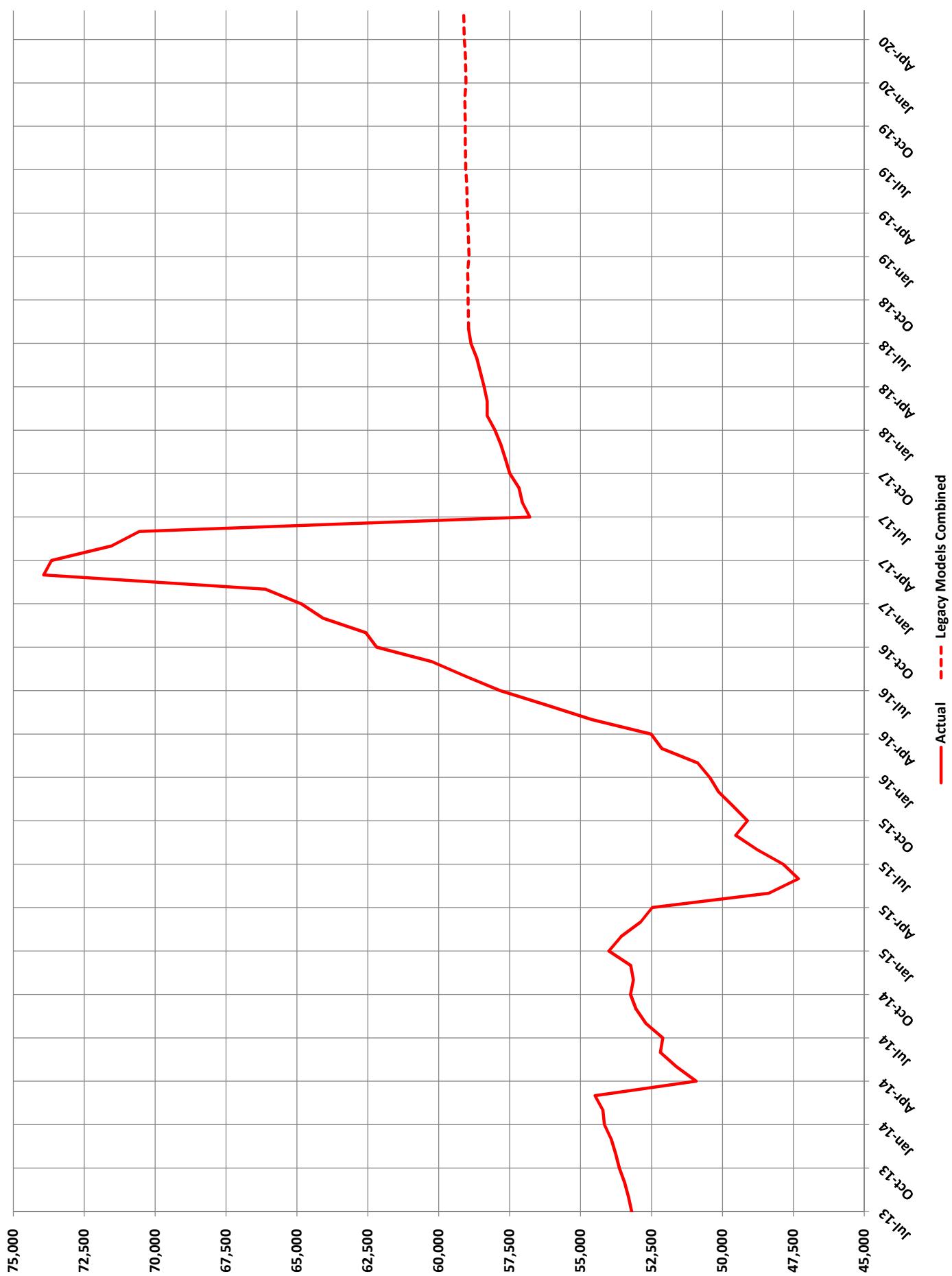
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	155,005		1.23%					
2012.4	156,797		1.16%					
2013.1	157,551		0.48%			627,624	4.64%	3.42% SFY 12-13
2013.2	158,272		0.46%					
2013.3	159,954		1.06%					
2013.4	161,314		0.85%					
2014.1	162,861		0.96%					
2014.2	154,733		-4.99%			638,862	1.79%	-1.45% SFY 13-14
2014.3	157,842		2.01%					
2014.4	159,610		1.12%					
2015.1	160,456		0.53%					
2015.2	148,159		-7.66%			626,066	-2.00%	-9.32% SFY 14-15
2015.3	146,160		-1.35%					
2015.4	148,866		1.85%					
2016.1	153,452		3.08%					
2016.2	163,311		6.42%			611,789	-2.28%	18.75% SFY 15-16
2016.3	177,142		8.47%					
2016.4	188,848		6.61%					
2017.1	204,892		8.50%					
2017.2	215,750		5.30%			786,632	28.58%	25.56% SFY 16-17
2017.3	171,016		-20.73%					
2017.4	172,963		1.14%					
2018.1	174,597		0.94%					
2018.2	175,602		0.58%			694,178	-11.75%	-16.85% SFY 17-18
2018.3		176,770	0.67%					
2018.4		176,918	0.08%					
2019.1		176,848	-0.04%					
2019.2		177,003	0.09%			707,539	1.92%	0.59% SFY 18-19
2019.3		177,175	0.10%					
2019.4		177,228	0.03%					
2020.1		177,165	-0.04%					
2020.2		177,335	0.10%			708,903	0.19%	0.19% SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: -0.1727
 Standard Error: 1802.58

Traditional Medicaid - Dual Eligible



Traditional Medicaid - SSI W/O

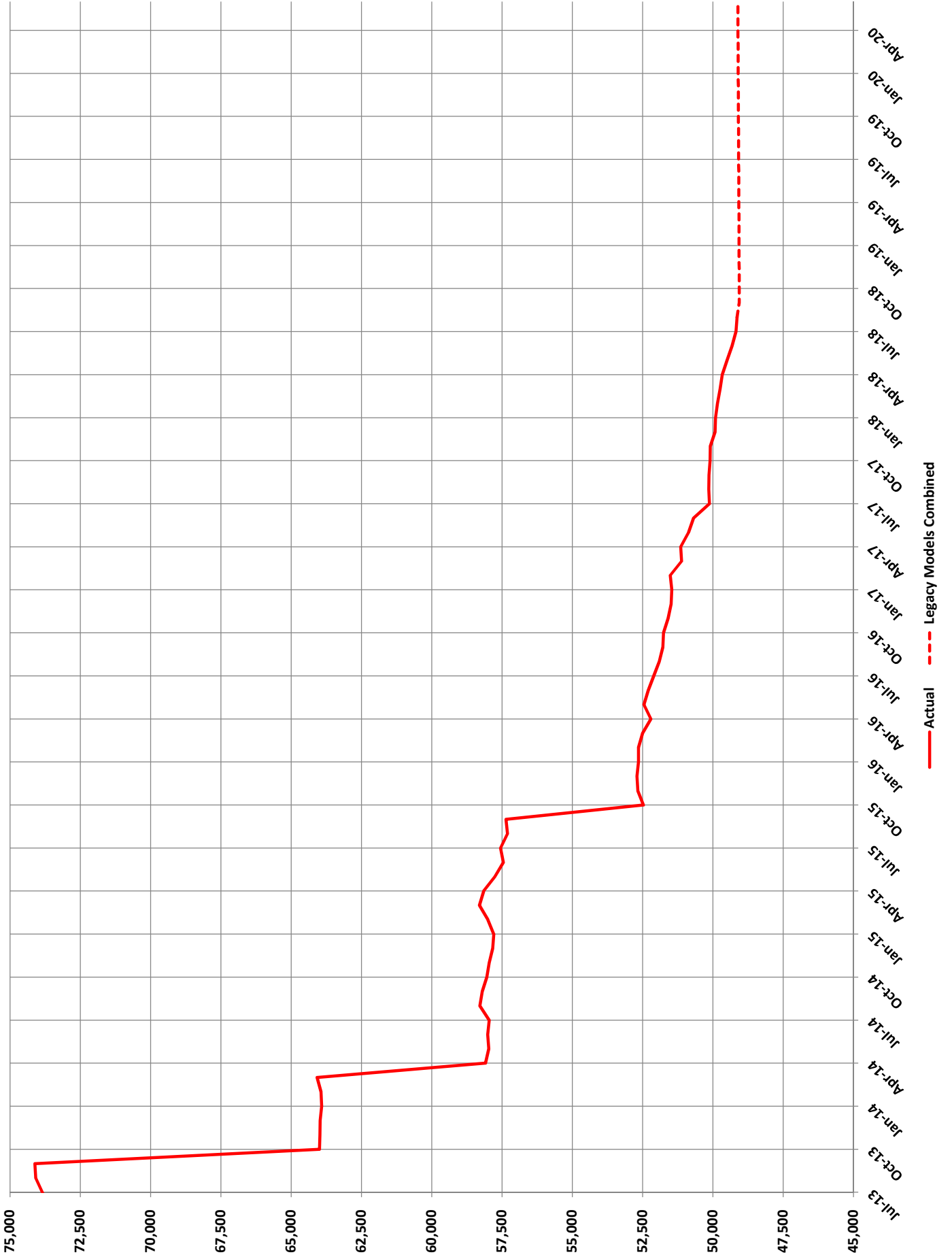
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL			FORECAST				
2012.3	211,930		0.56%					
2012.4	214,582		1.25%					
2013.1	217,099		1.17%			863,967	4.04%	4.59%
2013.2	220,355		1.50%					SFY 12-13
2013.3	222,043		0.77%					
2013.4	191,942		-13.56%					
2014.1	191,929		-0.01%					
2014.2	174,069		-9.31%			779,983	-9.72%	-21.20%
2014.3	174,443		0.21%					SFY 13-14
2014.4	173,835		-0.35%					
2015.1	174,101		0.15%					
2015.2	173,359		-0.43%			695,738	-10.80%	-0.96%
2015.3	172,221		-0.66%					SFY 14-15
2015.4	157,843		-8.35%					
2016.1	157,792		-0.03%					
2016.2	156,958		-0.53%			644,814	-7.32%	-8.97%
2016.3	155,789		-0.74%					SFY 15-16
2016.4	154,837		-0.61%					
2017.1	154,095		-0.48%					
2017.2	152,708		-0.90%			617,428	-4.25%	-3.08%
2017.3	150,408		-1.51%					SFY 16-17
2017.4	150,118		-0.19%					
2018.1	149,494		-0.42%					
2018.2	148,482		-0.68%			598,502	-3.07%	-2.71%
2018.3			-0.74%		147,384			SFY 17-18
2018.4			-0.13%		147,196			
2019.1			0.01%		147,217			
2019.2			0.01%		147,239	589,035	-1.58%	-0.48%
2019.3			0.01%		147,261			
2019.4			0.01%		147,282			
2020.1			0.01%		147,304			
2020.2			0.01%		147,326	589,173	0.02%	0.06%

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.9224
 Standard Error: 824.43

Traditional Medicaid - SSI W/O





TRADITIONAL MEDICAID SERVICES FISCAL YEAR 2020
TRADITIONAL FEE-FOR-SERVICE PROGRAM BUDGET JUSTIFICATION

TRADITIONAL FEE-FOR-SERVICE

PROGRAM DESCRIPTION:

The distinct populations/programs outlined and described below combine to make up the Traditional Medicaid Fee-For-Service program within the Traditional Medicaid Services appropriation. Effective January 1, 2014, American Indian Health Plan (AIHP) children with a FPL between 100% and 133% were added to this population.

Indian Health Services (IHS):

Under the provisions of its approved Medicaid State Plan, AHCCCS is responsible for paying for the cost of services provided to Native Americans who are Title XIX eligible.

Native American recipients have a choice of either enrolling with the American Indian Health Program (AIHP) or an AHCCCS health plan. AHCCCS pays claims for Native Americans who select the AIHP as their health plan on a fee-for-service basis. AHCCCS also pays claims on a fee-for-service basis for Native Americans enrolled with an MCO if they receive services at an IHS and/or tribal 638 facility.

The SFY 2018 year-over-year and June-over-June member growth rates ended the year at -3.12% and -4.55% respectively. For SFY 2019 and SFY 2020, the year-over-year AIHP population is expected to decrease -1.00% and increase 0.66% respectively. The SSI and TANF/SOBRA population forecasts were based on the growth rates used for the Traditional Acute Member Month TANF/SOBRA forecasts. Both IHS Facilities and Non-Facilities utilize the same enrollment forecast for budget development purposes.

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

FISCAL YEAR 2020
BUDGET JUSTIFICATION



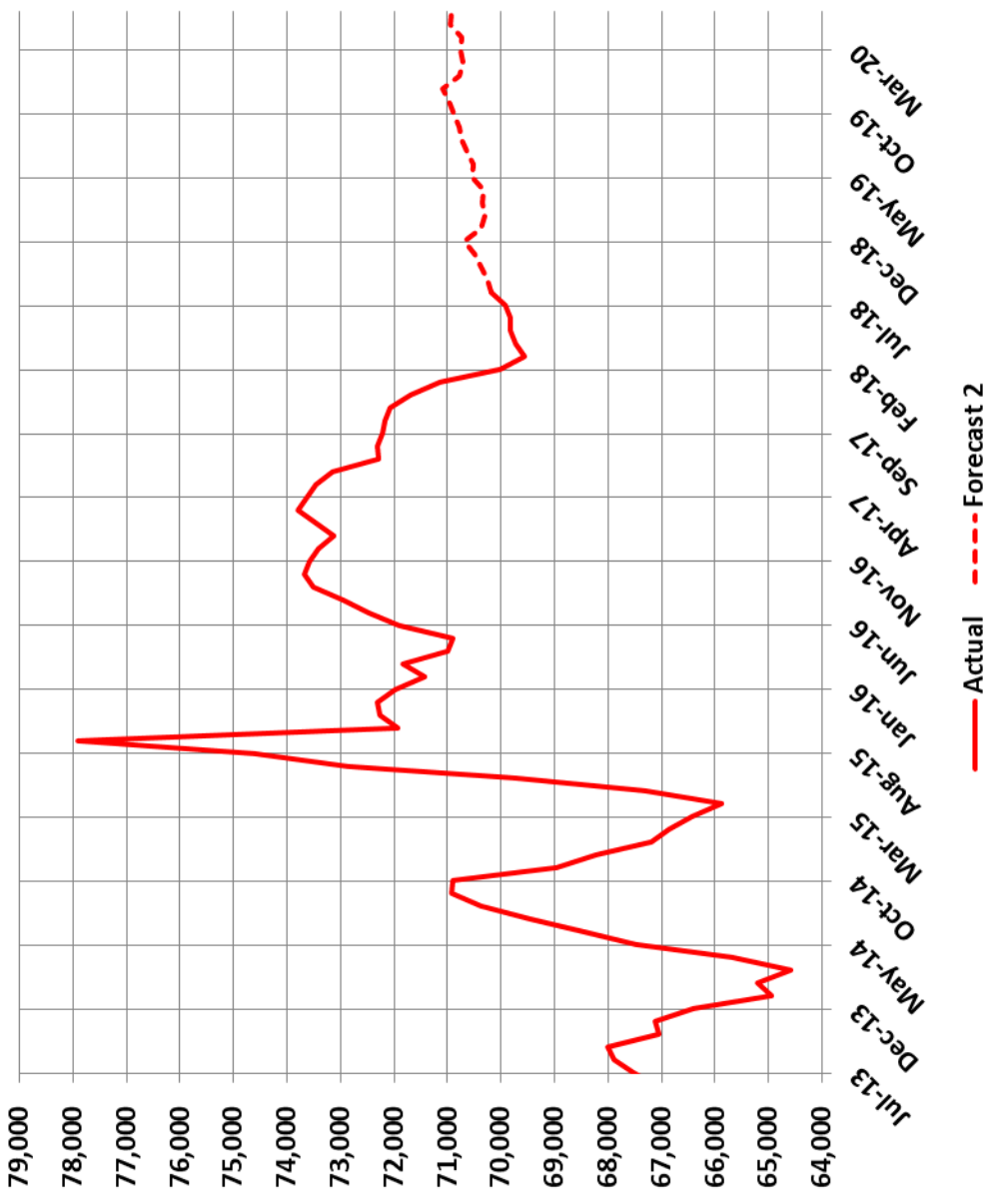
IHS Enrollment – Traditional Medicaid		
Fiscal Year	Enrollment	% Change
SFY 2017 Actual	880,259	1.07%
SFY 2018 Actual	852,833	-3.12%
SFY 2019 Estimate	844,320	-1.00%
SFY 2020 Estimate	849,931	0.66%



FISCAL YEAR 2020
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM

AIHP - Traditional



**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



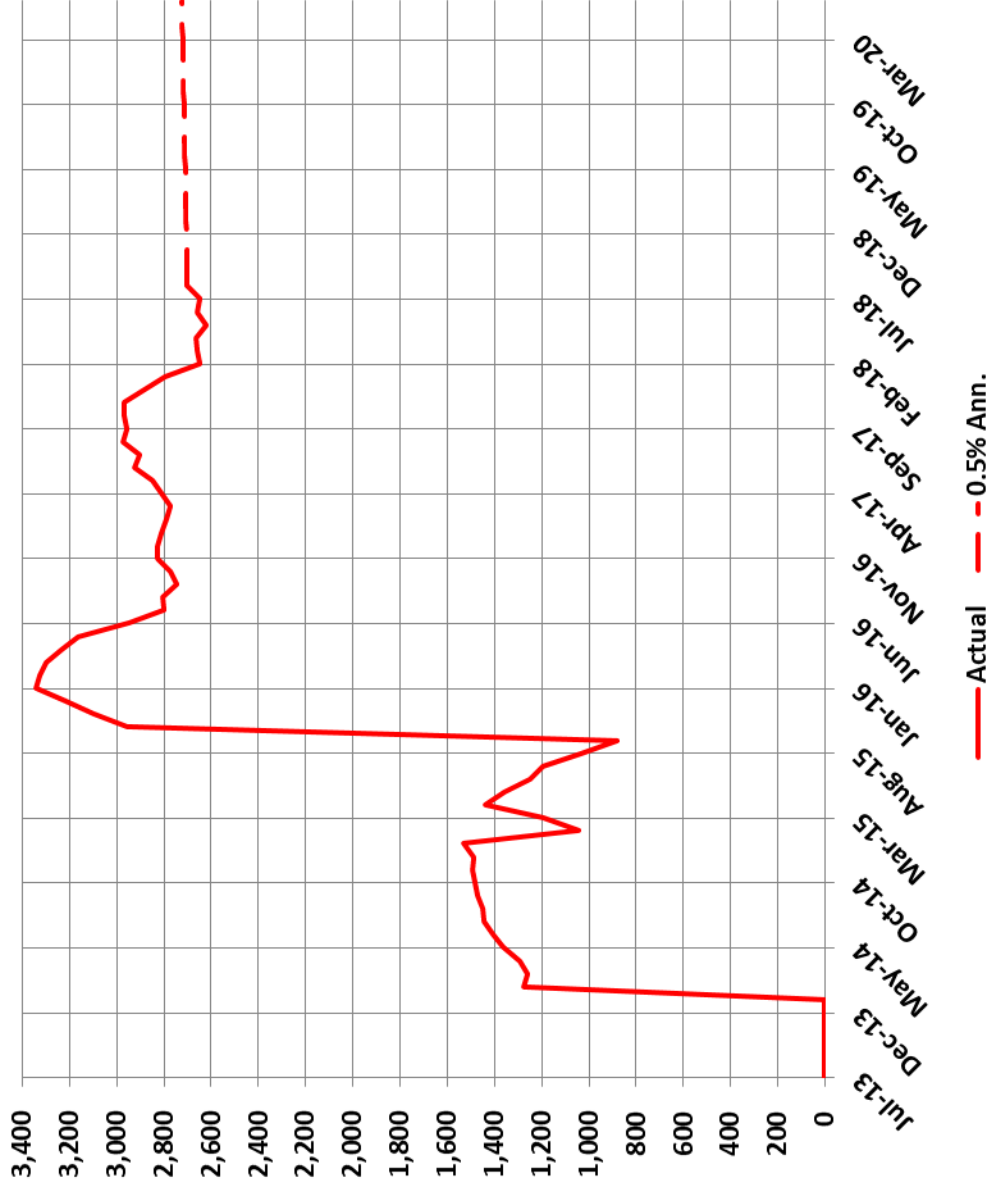
IHS Enrollment – Newly Eligible Children		
Fiscal Year	Enrollment	% Change
SFY 2017 Actual	33,748	6.5%
SFY 2018 Actual	33,706	-0.1%
SFY 2019 Estimate	32,411	-3.8%
SFY 2020 Estimate	32,623	0.7%



TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM

FISCAL YEAR 2020
BUDGET JUSTIFICATION

AIHP - Newly Eligible Children



**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

FISCAL YEAR 2020
BUDGET JUSTIFICATION



IHS Facilities Budget Development

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually on a calendar year basis. The IHS rates are used to calculate the IHS Facility expenditure forecast. The inpatient/outpatient IHS rate changes for CY2018 were 10.09% and 9.21%, respectively.

The weighted inflation factors of 2.66% (Traditional Medicaid) and 2.63% (Newly Eligible Children) were applied to the average PMPM (Per Member Per Month) rate for the final two quarters of SFY 2018 (January – June 2018) starting in January 2019, and again in January 2020, to produce the forecasted PMPM rates for SFY 2019 and SFY 2020, respectively. Expenditures were then calculated by multiplying the forecasted PMPM rates by the relevant IHS Enrollment population. Since the calendar year 2018 IHS rates were released in April 2018, and the payments associated with the rate adjustments have been made, the impact of the change has been incorporated into the final expenditure forecasts.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM

AHP Facility									
Historical AHP Payment Rates			Average Inflation		Programmatic Weights for AHP Inflation				
Outpatient/Inpatient	2013	2014	% +/-	% +/-	OP/IP	Program	Weights	Weighted Inflation Factor	
Outpatient Rate	\$ 330.00	\$ 342.00	3.64%	2-Year Average	OP	Traditional	74.25%	5.10%	
Inpatient Rate	\$ 2,272.00	\$ 2,413.00	6.21%	Outpatient	IP	Traditional	25.75%	2.51%	
				Inpatient	Total	Traditional	100.00%	7.61%	
Outpatient Rate	\$ 342.00	\$ 350.00	2.34%	3-Year Average	OP	Proposition 204	76.49%	5.25%	
Inpatient Rate	\$ 2,413.00	\$ 2,443.00	1.24%	Outpatient	IP	Proposition 204	23.51%	2.29%	
				Inpatient	Total	Proposition 204	100.00%	7.54%	
Outpatient Rate	\$ 350.00	\$ 368.00	5.14%	4-Year Average	OP	Newly Eligible Children	89.12%	6.12%	
Inpatient Rate	\$ 2,443.00	\$ 2,655.00	8.68%	Outpatient	IP	Newly Eligible Children	10.88%	1.06%	
				Inpatient	Total	Newly Eligible Children	100.00%	7.18%	
Outpatient Rate	\$ 368.00	\$ 391.00	6.25%	5-Year Average	OP	Newly Eligible Adults	81.43%	5.59%	
Inpatient Rate	\$ 2,655.00	\$ 2,933.00	10.47%	Outpatient	IP	Newly Eligible Adults	18.57%	1.81%	
				Inpatient	Total	Newly Eligible Adults	100.00%	7.40%	
Outpatient Rate	\$ 391.00	\$ 427.00	9.21%		OP	ALTCS-EPD	78.81%	5.41%	
Inpatient Rate	\$ 2,933.00	\$ 3,229.00	10.09%		IP	ALTCS-EPD	21.19%	2.06%	
					Total	ALTCS-EPD	100.00%	7.48%	



**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

AHHP Facility - Expenditures and PMPM

SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
Traditional	31,595,200	39,600,800	31,716,700	39,717,100	31,820,100	31,908,800	42,728,100	34,157,300	34,173,400	34,170,400	42,840,100	34,259,300	428,687,300
NEC	666,100	833,000	666,700	833,700	667,200	667,500	894,700	716,000	716,300	716,600	896,200	717,200	8,991,200
Total	32,261,300	40,433,800	32,383,400	40,550,800	32,487,300	32,576,300	43,622,800	34,873,300	34,889,700	34,887,000	43,736,300	34,976,500	437,678,500
PMPM													
Traditional	451.46	564.32	451.46	564.32	451.46	451.46	607.26	485.81	485.81	485.81	607.26	485.81	507.70
NEC	246.81	308.52	246.81	308.52	246.81	246.81	330.67	264.54	264.54	264.54	330.67	264.54	276.99
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total/SFY Avg
Expenditures													
Traditional	42,892,300	34,360,000	34,389,700	43,044,700	34,476,300	34,532,300	46,244,600	36,969,400	36,985,800	46,223,900	37,089,000	37,078,800	464,286,800
NEC	896,900	717,800	718,100	898,000	718,700	719,000	963,700	771,300	771,600	964,900	772,200	772,600	9,684,800
Total	43,789,200	35,077,800	35,107,800	43,942,700	35,195,000	35,251,300	47,208,300	37,740,700	37,757,400	47,188,800	37,861,200	37,851,400	473,971,600
PMPM													
Traditional	607.26	485.81	485.81	607.26	485.81	485.81	653.46	522.77	522.77	653.46	522.77	522.77	546.26
NEC	330.67	264.54	264.54	330.67	264.54	264.54	354.41	283.53	283.53	354.41	283.53	283.53	296.87

Non-Facility Budget Development

Based on available resources, medical care is provided either by IHS staff or under contract. However, to ensure equal access to state, local, and federal programs, to which other citizens are entitled (in accordance with Medicaid Payment Policy and the Indian Health Care Act), if IHS is unable to provide the necessary treatment, Medicaid-eligible Native Americans who enroll with AIHP may use non-IHS providers for services. AHCCCS considers the costs associated with these services to be Title XIX Non-Facility claims. CMS reimburses the State for Title XIX non-facility claims at the State's FMAP rate, which for FY 2020 is estimated to be 69.48% for the Traditional Medicaid Services populations, based on the FFIS estimate for FFY2020.



TRADITIONAL MEDICAID SERVICES FISCAL YEAR 2020
TRADITIONAL FEE-FOR-SERVICE PROGRAM BUDGET JUSTIFICATION

The Non-facility expenditure forecast used a derived PMPM from the relevant programmatic IHS enrollment and actual expenditures. PMPM rates were calculated as the annual weighted average of SFY 2018 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2019 and 2020 estimates. Inflation factors were estimated by calculating a weighted average of the annualized inflation rates given by appropriate market baskets from *Global Insight's Health-Care Cost Review, First Quarter 2018*. The market baskets were chosen to correspond with claim type information given in PMMIS and are as follows (claim type in parentheses): Hospital and Related Services (Inpatient), Medical Care Services (Outpatient), Physicians Services (Professional), Prescription Drugs (Prescriptions), Dental Services (Dental), CMS Nursing Home All Other Services (LTC). The inflation factors, weights, and programmatic inflation rates are given in the following table:

AHHP Non-Facility									
AHHP Non-Facility Inflation Factors					AHHP Non-Facility Weighted Inflation Rates				
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	Dental ⁵	LTC ⁶	Program	SFY 2020	Weighted Inflation Factor
SFY 2020	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%	Traditional	SFY 2020	2.97%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%	Proposition 204	Long Term	2.66%
AHHP Non-Facility Programmatic Weights									
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC			
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%	Newly Eligible Children	SFY 2020	2.91%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%	Newly Eligible Adults	Long Term	2.63%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%		SFY 2020	2.93%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%	ALTCES-EPD	Long Term	2.68%
ALTCES-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%		SFY 2020	3.08%
								Long Term	2.39%
Notes:									
1. Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.									
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.									
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.									
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.									
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.									
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.									
7. Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.									



TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM

FISCAL YEAR 2020
 BUDGET JUSTIFICATION

The Non-facility SFY2019 and SFY2020 PMPMs and expenditures are depicted in the following table:

AHP Non-Facility - Expenditures and PMPM													
SFY	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
Traditional	20,084,100	25,173,000	20,161,300	25,918,300	20,764,900	20,822,800	25,911,700	20,714,100	20,723,900	20,722,100	25,979,700	20,776,000	267,751,900
NEC	284,800	356,100	285,000	365,800	292,800	292,900	366,300	293,100	293,300	293,400	366,900	293,600	3,784,000
Total	20,368,900	25,529,100	20,446,300	26,284,100	21,057,700	21,115,700	26,278,000	21,007,200	21,017,200	21,015,500	26,346,600	21,069,600	271,535,900
PMPM													
Traditional	286.98	358.72	286.98	368.26	294.61	294.61	368.26	294.61	294.61	294.61	368.26	294.61	317.10
NEC	105.52	131.90	105.52	135.37	108.30	108.30	135.37	108.30	108.30	108.30	135.37	108.30	116.57
SFY 2020													
Expenditures													
Traditional	26,011,300	20,837,100	20,855,100	26,797,900	21,463,600	21,498,400	26,754,500	21,388,400	21,397,900	26,742,500	21,457,600	21,451,700	276,656,000
NEC	367,200	293,900	294,000	377,300	302,000	302,100	377,800	302,300	302,500	378,200	302,700	302,800	3,902,800
Total	26,378,500	21,131,000	21,149,100	27,175,200	21,765,600	21,800,500	27,132,300	21,690,700	21,700,400	27,120,700	21,760,300	21,754,500	280,558,800
PMPM													
Traditional	368.26	294.61	294.61	378.05	302.44	302.44	378.05	302.44	302.44	378.05	302.44	302.44	325.50
NEC	135.37	108.30	108.30	138.93	111.14	111.14	138.93	111.14	111.14	138.93	111.14	111.14	119.63



TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM

FISCAL YEAR 2020
 BUDGET JUSTIFICATION

Non-IHS Fee-For-Service:

The Non IHS/Non-Emergency Services Fee-For-Service Program pays for services for recipients that are receiving services for less than 30 days.

Less than 30-day recipients are those people who receive AHCCCS Acute Care Benefits for less than thirty days from their eligibility determination date. These recipients are not enrolled with a Health Plan. Any services received by these recipients during their eligibility period are paid from the Fee-For-Service budget.

Total Non-IHS expenditures were estimated by calculating the 4-year average (up to and including SFY 2018 actuals) of monthly expenditures, by risk group, and applying the relevant growth rates used in the Traditional member month forecasts. The table below gives the expenditures for SFY 2019 and SFY 2020:

Non-AIHP - Expenditures													
SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
Traditional	402,600	503,200	402,600	516,700	413,300	413,300	516,700	413,300	413,300	413,300	516,700	413,300	5,338,300
NEC	3,000	3,700	3,000	3,800	3,000	3,000	3,800	3,000	3,000	3,000	3,800	3,000	39,100
Total	405,600	506,900	405,600	520,500	416,300	416,300	520,500	416,300	416,300	416,300	520,500	416,300	5,377,400
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total/SFY Avg
Expenditures													
Traditional	516,700	413,300	413,300	530,400	424,300	424,300	530,400	424,300	424,300	530,400	424,300	424,300	5,480,300
NEC	3,800	3,000	3,000	3,900	3,100	3,100	3,900	3,100	3,100	3,900	3,100	3,100	40,100
Total	520,500	416,300	416,300	534,300	427,400	427,400	534,300	427,400	427,400	534,300	427,400	427,400	5,520,400

Emergency Services Program (ESP):



TRADITIONAL MEDICAID SERVICES FISCAL YEAR 2020
TRADITIONAL FEE-FOR-SERVICE PROGRAM BUDGET JUSTIFICATION

The Emergency Services Program (ESP) encompasses AHCCCS coverage of services for lawfully admitted immigrants during their first 60 months of residency, as well as undocumented immigrants. AHCCCS recipients enrolled with this program are covered for emergency services only and the claims for their services are paid for on a fee-for-service basis.

The Federal Emergency Services Program (FES) is available to individuals who, except for their citizenship/alien status, meet Federal income and resource eligibility requirements. The program provides emergency services to three general categories: persons not qualified for Medicaid services because they are aliens who entered the U.S. prior to August 22, 1996; qualified aliens who entered after August 22, 1996, but are not yet entitled to full services; and undocumented immigrants. This program only covers emergency services which are defined by the Social Security Act as acute symptoms of sufficient severity that the absence of immediate medical attention could reasonably be expected to result in: 1) placing the patient's health in serious jeopardy, 2) serious impairment to bodily functions, 3) serious dysfunction of any bodily organ or part. Labor and delivery are included as emergency medical services, but not routine prenatal or post-partum care. When certain requirements are met, AHCCCS also considers dialysis as an emergency service. For budgeting purposes, FES covered services are considered to be either birth-related services (births) or other services (other).

For the birth-related expenditure estimates, the total FES birth counts, which are composed of Traditional Medicaid FES births and Proposition 204 FES births, were assumed to remain at current levels following four years of moderate decreases. The annual counts were then adjusted for seasonality based on actual experience over the past 4 years. The total FES births forecast was used to compute the PMPMs for both Traditional Medicaid and Proposition 204. The PMPM for July 2018 through September 2018 was calculated using the actual expenditure and birth counts for the period covering February 2018 through June 2018. The inflation rate used for SFY2019 and SFY2020 inflation rates used was 3.8% based on Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.

The forecasts for other emergency expenditures were computed in a similar fashion to births, by multiplying an estimated PMPM rate by forecasted enrollment. PMPM rates were estimated for the Traditional populations for SFY19 and SFY20 by applying a trend factor of 3.8% (Global Insight's Inpatient Inflation Factor from QE 6/30/16 to QE 6/30/20 annualized).

Enrollment was then estimated by applying the monthly growth rates implied by the TANF/SSI member-month forecasts to the relevant emergency services enrollment population. The tables below give the PMPMs, expenditures, and enrollment for both births and other emergency services:



**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

FES - Expenditures, Enrollment, PMPM

SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
FES Births	2,003,100	2,838,100	2,202,500	2,936,900	2,024,000	2,214,900	2,583,100	1,826,400	1,933,100	1,583,700	2,183,500	1,829,200	26,158,500
FES Other	1,828,500	2,291,800	1,835,500	2,370,600	1,899,200	1,904,500	2,370,000	1,894,600	1,895,500	1,895,300	2,376,200	1,900,200	24,461,900
Total	3,831,600	5,129,900	4,038,000	5,307,500	3,923,200	4,119,400	4,953,100	3,721,000	3,828,600	3,479,000	4,559,700	3,729,400	50,620,400
Enrollment													
FES Births	522	591	573	593	511	559	522	461	488	400	441	462	6,123
FES Other	18,157	18,206	18,227	18,259	18,286	18,337	18,255	18,241	18,250	18,248	18,303	18,296	219,066
Total	18,678	18,797	18,800	18,853	18,797	18,896	18,777	18,702	18,738	18,648	18,744	18,758	225,188
PMPM													
Traditional	3,840.96	4,801.20	3,840.96	4,951.61	3,961.29	3,961.29	4,951.61	3,961.29	3,961.29	3,961.29	4,951.61	3,961.29	4,272.51
NEC	100.71	125.88	100.71	129.83	103.86	103.86	129.83	103.86	103.86	103.86	129.83	103.86	111.67
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total/SFY Avg
Expenditures													
Traditional	2,417,700	2,192,300	2,126,600	2,835,800	1,954,400	2,138,600	2,494,200	1,763,500	1,866,600	1,911,500	1,686,700	1,766,300	25,154,200
NEC	2,379,100	1,905,800	1,907,500	2,462,300	1,972,200	1,975,400	2,458,300	1,965,300	1,966,100	2,457,200	1,971,600	1,971,100	25,391,900
Total	4,796,800	4,098,100	4,034,100	5,298,100	3,926,600	4,114,000	4,952,500	3,728,800	3,832,700	4,368,700	3,658,300	3,737,400	50,546,100
Enrollment													
FES Births	488	553	537	555	478	523	488	432	457	374	413	432	5,732
FES Other	18,325	18,350	18,366	18,390	18,412	18,442	18,360	18,347	18,355	18,352	18,407	18,402	220,507
Total	18,813	18,903	18,902	18,945	18,890	18,965	18,849	18,779	18,812	18,726	18,819	18,834	226,239
PMPM													
Traditional	4,951.61	3,961.29	3,961.29	5,106.74	4,085.39	4,085.39	5,106.74	4,085.39	4,085.39	5,106.74	4,085.39	4,085.39	4,388.23
NEC	129.83	103.86	103.86	133.89	107.12	107.12	133.89	107.12	107.12	133.89	107.12	107.12	115.15



TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM

FISCAL YEAR 2020
BUDGET JUSTIFICATION

Prior Quarter Coverage:

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS required AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS had been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage requires AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services at any time during that period of a type covered by the state plan, and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.

Example: An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, and March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

If the AHCCCS waiver is approved, prior quarter for all adult populations will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.

ACA Child Expansion:

In accordance with provisions outlined in the ACA, beginning January 1, 2014, AHCCCS expanded Medicaid eligibility for children ages 6 to 18. The fee-for-service portion of the child expansion population was developed in a similar fashion to the other risk categories in Traditional Medicaid. The resulting total fee-for-service estimates for the child expansion population are \$14,101,600 Total Fund (100% federally funded) for FY 2019 and \$14,924,200 Total Fund, consisting of \$14,511,300 Federal Fund and \$412,900 General Fund for FY 2020.

FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018



**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

FISCAL YEAR 2020
BUDGET JUSTIFICATION

was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$21,035,200 Total Fund, consisting of \$14,968,800 Federal Fund and \$6,066,400 General Fund for FY 2019 and \$21,035,200, consisting of \$14,809,700 Federal Fund and \$6,225,500 General Fund for FY 2020.

Statutory Authority:

Section 1905(b) of the Social Security Act, 42 U.S.C.1396d.

Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j] (a).

Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j] (c).

Vol. II, P.L. 94-437, §402(c)(d).

Sec 321(a) and 322(b) of the Public Health Service Act (42U.S.C. 248(a) and 249(b)).

Sec 601 of the Indian Health Care Improvement Act (25 U.S.C. 1601).

Arizona Revised Statute (A.R.S.) § 36-2903.01 (J)(2).

§1902(a)(10)(B) of the Social Security Act (the Act) and 42 CFR 440.240.

1905(a)(2)(c) of the Social Security Act Secs.329, 330 or 340 of the Public Health Services (PHS) Act.

Section 6404 of the Omnibus Budget Reconciliation Act of 1989 (P.L. 101-239) amended.

Secs. 1905 (a) and (1) of the Social Security Act.

HCFA State Medicaid Manual, SMM4-4231 section C. Provisions of payment for services provided under the

Balanced Budget Act of 1997 (BBA 97) Section 4712(b), Social Security Act 1902(a)(13)(C)(I),

Arizona State Plan, Section 4.19 (b)(1) and (2).

Section 1902(a)(13)(C)(I) of the Social Security Act.

Section 702 of the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act (BIPA).

Section 1903(v) of the Social Security Act.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE FOR SERVICE**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	102,867,292	111,376,600	105,372,100	109,509,600	(1,867,000)
Subtotal State Match	102,867,292	111,376,600	105,372,100	109,509,600	(1,867,000)
Federal Title XIX	649,816,112	699,776,400	688,317,600	729,762,700	29,986,300
Subtotal Federal Funding	649,816,112	699,776,400	688,317,600	729,762,700	29,986,300
Grand Total	752,683,404	811,153,000	793,689,700	839,272,300	28,119,300

Fiscal Year 2020

	<u>Total Fund</u>	<u>Federal Fund</u>	<u>State Match</u>
IHS Facilities	464,286,800	464,286,800	0
IHS Non-Facility	276,656,000	192,443,800	84,212,200
Non IHS	5,480,300	4,329,600	1,150,700
FES Births	25,154,200	17,499,400	7,654,800
FES Other	25,391,900	17,662,900	7,729,000
FQHC Reconciliations	20,094,000	13,961,300	6,132,700
Hospital Presumptive Eligibility	4,000	2,800	1,200
Prior Quarter	7,280,900	5,064,800	2,216,100
Child Expansion	14,924,200	14,511,300	412,900
Total SFY 2020 FFS Exp.	<u>839,272,300</u>	<u>729,762,700</u>	<u>109,509,600</u>
Total FY 2019 Allocation	811,153,000	699,776,400	111,376,600
Increase (Decrease)	28,119,300	29,986,300	(1,867,000)

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
Traditional Medicaid Fee-For-Service Summary

	FY 2018		FY 2019		FY 2020		FY 2020	
	Actual	Allocation	(SM %)	Rebase	(SM %)	Request	(SM %)	Increase
IHS Facilities	(SM)	-	-	-	-	-	-	-
	(TF)	397,280,804	428,142,200	428,687,300	464,286,800	464,286,800	36,144,600	
IHS Non-Facility	(SM)	79,159,262	85,707,400	80,782,000	84,212,200	84,212,200	(1,495,200)	
	(TF)	261,523,085	281,838,600	267,751,900	276,656,000	276,656,000	(5,182,600)	
Non IHS	(SM)	1,106,578	1,198,100	1,111,000	1,150,700	1,150,700	(47,400)	
	(TF)	5,277,362	5,687,300	5,338,300	5,480,300	5,480,300	(207,000)	
FES Births	(SM)	7,830,529	8,478,300	7,891,400	7,654,800	7,654,800	(823,500)	
	(TF)	25,838,903	27,846,100	26,158,500	25,154,200	25,154,200	(2,691,900)	
FES Other	(SM)	7,873,453	8,524,800	7,380,200	7,729,000	7,729,000	(795,800)	
	(TF)	25,997,665	28,017,200	24,461,900	25,391,900	25,391,900	(2,625,300)	
FQHC Reconciliations	(SM)	4,848,062	5,249,100	6,066,400	6,132,700	6,132,700	883,600	
	(TF)	16,094,770	17,345,000	20,094,000	20,094,000	20,094,000	2,749,000	
Hospital Presumptive Eligibility	(SM)	4,265	4,600	1,200	1,200	1,200	(3,400)	
	(TF)	13,929	15,000	4,000	4,000	4,000	(11,000)	
Prior Quarter	(SM)	2,045,143	2,214,300	2,139,900	2,216,100	2,216,100	1,800	
	(TF)	6,758,916	7,284,000	7,092,200	7,280,900	7,280,900	(3,100)	
Child Expansion	(SM)	-	-	-	412,900	412,900	412,900	
	(TF)	13,897,968	14,977,600	14,101,600	14,924,200	14,924,200	(53,400)	
Total Fee-For-Service	(SM)	102,867,292	111,376,600	105,372,100	109,509,600	109,509,600	(1,867,000)	
	(TF)	752,683,404	811,153,000	793,689,700	839,272,300	839,272,300	28,119,300	

Notes:

- (1) The JLBC provides the Traditional Medicaid Services Appropriation figure and the Fee-for-Service allocation is included in this appropriation. The FY 2019 allocation and line detail was derived by using a percentage of each individual line to the total line of the state fiscal year 2018 actuals.
- (2) FY 2018 Actuals are from PMMIS and will not tie to AFIS due to timing and manual adjustments.
- (3) FES Births/Other expenditures were categorized more accurately in the second half of FY2017, and are assumed to remain accurate in future years.

TOTAL FUND

FY 18 ACTUAL

Table with 13 columns: Jul-17, Aug-17, Sep-17, Oct-17, Nov-17, Dec-17, Jan-18, Feb-18, Mar-18, Apr-18, May-18, Jun-18, TOTAL. Rows include AHP Facility, AHP Non-Facility, Non-AHP, Prior Quarter, FES Births, FES Other, FQHC RECON, and BASE TOTAL.

FY 19 REBASE

Table with 13 columns: Jul-18, Aug-18, Sep-18, Oct-18, Nov-18, Dec-18, Jan-19, Feb-19, Mar-19, Apr-19, May-19, Jun-19, TOTAL. Rows include AHP Facility, AHP Non-Facility, Non-AHP, Prior Quarter, FES Births, FES Other, FQHC RECON, and BASE TOTAL.

FY 20 REQUEST

Table with 13 columns: Jul-19, Aug-19, Sep-19, Oct-19, Nov-19, Dec-19, Jan-20, Feb-20, Mar-20, Apr-20, May-20, Jun-20, TOTAL. Rows include AHP Facility, AHP Non-Facility, Non-AHP, Prior Quarter, FES Births, FES Other, FQHC RECON, and BASE TOTAL.

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AHP Facility	28,786,679	43,667,497	31,890,139	25,964,591	30,918,894	30,610,447	36,481,231	35,664,395	34,134,457	31,810,295	39,166,203	28,185,977	397,280,804
AHP Non-Facility	13,314,066	17,836,468	13,020,436	13,531,199	16,221,836	13,984,410	16,743,225	14,949,526	16,069,901	14,362,073	17,113,075	15,217,607	182,363,823
Non-AHP	343,644	328,409	388,567	150,639	331,209	775,982	231,170	226,254	224,686	209,041	548,233	412,950	4,170,784
Prior Quarter	321,165	462,087	285,580	305,382	423,423	313,681	381,152	395,055	385,207	530,869	556,962	353,211	4,713,773
FES Births	1,757,058	2,642,403	973,007	1,525,714	1,656,593	1,724,322	1,492,048	1,297,502	927,767	1,391,767	1,471,962	1,148,231	18,008,375
FES Other	1,769,323	2,341,788	741,631	1,055,773	1,665,242	1,410,241	1,560,592	1,403,788	1,696,972	1,475,073	1,620,221	1,383,567	18,124,121
Presumptive Eligibility	420	7,154	79				1,973						9,664
FQHC RECON	2,091	203,182		349,035			6,133,077		74,071	(5,925)	(20,126)		11,246,708
BASE TOTAL	46,294,446	67,278,653	47,509,697	42,533,377	51,217,198	49,168,119	63,024,469	58,447,822	53,513,098	49,773,194	60,456,530	46,701,542	635,918,143
AHP Facility	624,555	1,004,255	938,376	632,356	783,426	657,501	726,911	791,894	686,272	707,627	799,356	579,423	8,931,952
AHP Non-Facility	230,428	347,786	388,786	253,275	374,054	234,058	354,153	336,406	293,534	302,712	364,972	337,128	3,809,535
Non-AHP	6,723	3,752	11,718	1,082	399	381	1,593	1,202	10,564	3,022	51,025	9,344	1,244
Prior Quarter	13,215	62,558	21,335	18,452	22,609	24,550	38,073	18,519	26,955	24,672	47,743	32,923	351,604
FQHC RECON	10	13,111				22,720	455,069	264,050	1,784	(368)	(2,525)		753,851
NEC TOTAL	874,931	1,418,352	1,373,326	905,165	1,180,489	939,209	1,575,800	1,412,071	1,019,109	1,029,909	1,210,791	958,817	13,897,968
TOTAL	47,169,376	68,697,004	48,883,022	43,438,542	52,397,686	50,107,328	64,600,269	59,859,893	54,532,208	50,803,103	61,667,321	47,660,359	649,816,112

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AHP Facility	31,595,200	39,600,800	31,716,700	39,717,100	31,820,100	31,908,800	42,728,100	34,157,300	34,173,400	34,170,400	42,840,100	34,259,300	428,687,300
AHP Non-Facility	14,036,800	17,593,400	14,090,700	18,093,600	14,496,000	14,536,400	18,089,500	14,460,500	14,467,300	14,466,100	18,136,400	14,503,700	186,969,900
Non-AHP	319,000	398,800	319,000	409,100	327,200	327,200	409,100	327,200	327,200	327,200	479,200	327,200	4,227,300
Prior Quarter	373,800	467,300	373,800	479,200	383,300	383,300	479,200	383,300	383,300	383,300	479,200	383,300	4,952,300
FES Births	1,400,000	1,983,600	1,539,300	2,050,300	1,413,000	1,546,200	1,803,200	1,275,000	1,349,500	1,105,600	1,524,300	1,277,000	18,267,100
FES Other	1,278,000	1,601,800	1,282,900	1,654,900	1,325,800	1,329,500	1,654,500	1,322,600	1,323,200	1,323,100	1,658,800	1,326,600	17,081,700
Presumptive Eligibility	200	300	200	300	200	200	300	200	200	200	300	200	2,800
FQHC RECON	-	-	-	-	-	-	14,027,600	-	-	-	-	-	14,027,600
BASE TOTAL	49,003,000	61,646,000	49,322,600	62,404,500	49,765,600	50,031,600	79,191,100	51,926,100	52,024,100	51,775,900	65,048,200	52,077,300	674,216,000
AHP Facility	666,100	833,000	666,700	833,700	667,200	667,500	894,700	716,000	716,300	716,600	896,200	717,200	8,991,200
AHP Non-Facility	284,800	356,100	285,000	365,800	292,800	292,900	366,300	293,100	293,300	293,400	366,900	293,600	3,784,000
Non-AHP	3,000	3,700	3,000	3,800	3,000	3,000	3,800	3,000	3,000	3,000	3,800	3,000	39,100
Prior Quarter	26,100	32,600	26,100	33,500	26,800	26,800	33,500	26,800	26,800	26,800	33,500	26,800	346,100
FQHC RECON	-	-	-	-	-	-	941,200	-	-	-	-	-	941,200
NEC TOTAL	980,000	1,225,400	980,800	1,236,800	989,800	990,200	2,239,500	1,038,900	1,039,400	1,039,800	1,300,400	1,040,600	14,101,600
TOTAL	49,983,000	62,871,400	50,303,400	63,641,300	50,755,400	51,021,800	81,430,600	52,965,000	53,063,500	52,815,700	66,348,600	53,117,900	688,317,600

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AHP Facility	42,892,300	34,360,000	34,389,700	43,044,700	34,476,300	34,532,300	46,244,600	36,969,400	36,985,800	46,223,900	37,089,000	37,078,800	464,286,800
AHP Non-Facility	18,158,500	14,546,400	14,558,900	18,619,200	14,912,900	14,937,100	18,589,000	14,860,600	14,867,200	18,580,700	14,908,700	14,904,600	192,443,800
Non-AHP	409,100	327,200	327,200	418,700	335,000	335,000	418,700	335,000	335,000	418,700	335,000	335,000	4,329,000
Prior Quarter	479,200	383,300	383,300	489,600	391,700	391,700	489,600	391,700	391,700	489,600	391,700	391,700	5,064,800
FES Births	1,687,800	1,530,500	1,484,600	1,970,300	1,357,900	1,485,900	1,733,000	1,225,300	1,296,900	1,328,100	1,171,900	1,227,200	17,499,400
FES Other	1,660,800	1,330,500	1,331,600	1,710,800	1,370,300	1,372,500	1,708,100	1,365,500	1,366,100	1,707,300	1,369,900	1,369,500	17,662,900
Presumptive Eligibility	300	200	200	300	200	200	300	200	200	300	200	200	2,800
FQHC RECON	-	-	-	-	-	-	13,961,300	-	-	-	-	-	13,961,300
BASE TOTAL	65,288,000	52,478,100	52,475,500	66,253,600	52,844,300	53,054,700	83,144,600	55,147,700	55,242,900	68,748,600	55,266,400	55,307,000	715,251,400
AHP Facility	896,900	717,800	718,100	898,000	718,700	719,000	963,700	771,300	771,600	964,900	772,200	772,600	9,684,800
AHP Non-Facility	367,200	293,900	294,000	340,100	272,200	272,300	340,500	272,200	272,600	340,900	272,900	273,000	3,612,100
Non-AHP	3,800	3,000	3,000	3,500	2,800	2,800	3,500	2,800	2,800	3,500	2,800	2,800	37,100
Prior Quarter	33,500	26,800	26,800	31,000	24,800	24,800	31,000	24,800	24,800	31,000	24,800	24,800	328,900
FQHC RECON	-	-	-	-	-	-	848,400	-	-	-	-	-	848,400
NEC TOTAL	1,301,400	1,041,500	1,041,900	1,272,600	1,018,500	1,018,900	2,187,100	1,071,400	1,071,800	2,187,100	1,072,700	1,073,200	14,511,300
TOTAL	66,589,400	53,519,600	53,517,400	67,526,200	53,862,800	54,073,600	85,331,700	56,219,100	56,314,700	70,088,900	56,339,100	56,380,200	729,762,700

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AHHP Facility	5,914,799	7,923,885	5,784,353	5,829,509	6,988,689	6,024,762	7,213,314	6,440,553	6,923,232	6,187,466	7,372,653	6,556,047	79,159,262
AHHP Non-Facility	62,661	93,972	134,621	36,088	62,881	270,433	47,195	34,361	45,448	44,475	153,586	120,856	1,106,578
Non-AHHP	142,678	205,283	126,869	131,565	182,419	135,140	164,208	170,198	165,955	228,709	239,950	152,170	2,045,143
Prior Quarter	780,576	1,173,893	432,260	657,308	713,693	742,872	642,804	558,989	399,700	599,601	634,151	494,681	7,830,529
FES Births	786,025	1,040,344	329,471	454,848	717,419	607,560	672,334	604,780	731,089	635,491	698,023	596,068	7,873,453
FES Other	187	3,178	34	34	-	-	850	-	16	-	-	-	4,265
Presumptive Eligibility	929	-	90,264	-	-	150,371	2,642,251	1,943,559	31,911	(2,552)	(8,671)	-	4,848,062
FQHC RECON	7,686,926	10,437,376	6,810,753	7,109,351	8,665,102	7,780,767	8,740,705	7,808,881	8,265,441	7,695,742	9,098,363	7,919,822	98,019,230
BASE TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHHP Non-Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	7,686,926	10,437,376	6,810,753	7,109,351	8,665,102	7,780,767	8,740,705	7,808,881	8,265,441	7,695,742	9,098,363	7,919,822	98,019,230

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AHHP Facility	6,047,300	7,579,600	6,070,600	7,824,700	6,268,900	6,286,400	7,822,700	6,253,600	6,256,600	6,256,000	7,843,300	6,272,300	80,782,000
AHHP Non-Facility	83,600	104,400	83,600	107,600	86,100	86,100	107,600	86,100	86,100	86,100	107,600	86,100	1,111,000
Non-AHHP	161,100	201,300	161,100	207,200	165,800	165,800	207,200	165,800	165,800	165,800	207,200	165,800	2,139,900
Prior Quarter	603,100	854,500	663,200	886,600	611,000	668,700	779,800	551,400	583,600	478,100	659,200	552,200	7,891,400
FES Births	550,500	690,000	552,600	715,700	573,400	575,000	715,500	572,000	572,300	572,200	717,400	573,600	7,380,200
FES Other	100	100	100	100	100	100	100	100	100	100	100	100	1,200
Presumptive Eligibility	-	-	-	-	-	-	6,066,400	100	100	100	100	100	6,066,400
FQHC RECON	7,445,700	9,429,900	7,531,200	9,741,900	7,705,300	7,782,100	9,632,900	7,629,000	7,664,500	7,538,300	9,534,800	7,650,100	99,305,700
BASE TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHHP Non-Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	7,445,700	9,429,900	7,531,200	9,741,900	7,705,300	7,782,100	9,632,900	7,629,000	7,664,500	7,538,300	9,534,800	7,650,100	99,305,700

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AHHP Facility	7,852,800	6,290,700	6,296,200	8,178,700	6,550,700	6,561,300	8,165,500	6,527,800	6,530,700	8,161,800	6,548,900	6,547,100	84,212,200
AHHP Non-Facility	107,600	86,100	86,100	111,700	89,300	89,300	111,700	89,300	89,300	111,700	89,300	89,300	1,150,700
Non-AHHP	207,200	165,800	165,800	215,100	172,000	172,000	215,100	172,000	172,000	215,100	172,000	172,000	2,216,100
Prior Quarter	729,900	661,800	642,000	865,500	596,500	652,700	761,200	583,200	583,600	514,800	514,800	539,100	7,654,800
FES Births	718,300	575,300	575,900	751,500	601,900	602,900	750,200	599,800	600,000	749,900	601,700	601,600	7,729,200
FES Other	100	100	100	100	100	100	100	100	100	100	100	100	1,200
Presumptive Eligibility	-	-	-	-	-	-	6,132,700	100	100	100	100	100	6,132,700
FQHC RECON	9,615,900	7,779,800	7,766,100	10,122,600	8,010,500	8,078,300	10,003,800	7,927,200	7,961,800	9,822,000	7,926,800	7,949,200	102,964,000
BASE TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHHP Non-Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	9,615,900	7,779,800	7,766,100	10,163,600	8,043,300	8,111,100	10,137,700	7,960,000	7,994,700	9,863,100	7,959,600	7,982,000	103,376,900

ENROLLMENT

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AHP Facility	72,290	72,322	72,217	72,168	72,081	71,696	71,132	70,012	69,554	69,722	69,817	69,822	852,833
AHP Non-Facility	72,290	72,322	72,217	72,168	72,081	71,696	71,132	70,012	69,554	69,722	69,817	69,822	852,833
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	561	623	584	583	515	534	484	438	506	393	471	421	6,113
FES Other	21,131	20,951	20,733	20,480	20,447	20,193	19,846	19,059	18,733	18,666	18,387	18,243	236,869
Presumptive Eligibility	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
BASE TOTAL	166,272	166,218	165,751	165,399	165,124	164,119	162,594	159,521	158,347	158,503	158,492	158,308	1,948,648
AHP Facility	2,905	2,976	2,959	2,969	2,966	2,881	2,797	2,647	2,661	2,665	2,619	2,661	33,706
AHP Non-Facility	2,905	2,976	2,959	2,969	2,966	2,881	2,797	2,647	2,661	2,665	2,619	2,661	33,706
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	5,810	5,952	5,918	5,938	5,932	5,762	5,594	5,294	5,322	5,330	5,238	5,322	67,412
TOTAL	172,082	172,170	171,669	171,337	171,056	169,881	168,188	164,815	163,669	163,833	163,730	163,630	2,016,060

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AHP Facility	69,985	70,174	70,254	70,380	70,483	70,679	70,362	70,311	70,344	70,337	70,547	70,520	844,376
AHP Non-Facility	69,985	70,174	70,254	70,380	70,483	70,679	70,362	70,311	70,344	70,337	70,547	70,520	844,376
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	522	591	573	593	511	559	522	461	488	400	441	462	6,123
FES Other	18,157	18,206	18,227	18,259	18,286	18,337	18,255	18,241	18,250	18,248	18,303	18,296	219,066
Presumptive Eligibility	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
BASE TOTAL	158,648	159,145	159,308	159,613	159,763	160,255	159,501	159,324	159,425	159,323	159,837	159,799	1,913,939
AHP Facility	2,699	2,700	2,701	2,702	2,703	2,704	2,706	2,707	2,708	2,709	2,710	2,711	32,461
AHP Non-Facility	2,699	2,700	2,701	2,702	2,703	2,704	2,706	2,707	2,708	2,709	2,710	2,711	32,461
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	5,398	5,400	5,402	5,404	5,407	5,409	5,411	5,413	5,416	5,418	5,420	5,422	64,921
TOTAL	164,046	164,545	164,710	165,017	165,169	165,664	164,912	164,737	164,841	164,741	165,257	165,221	1,978,861

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AHP Facility	70,633	70,728	70,789	70,884	70,967	71,082	70,769	70,718	70,750	70,737	70,947	70,928	849,931
AHP Non-Facility	70,633	70,728	70,789	70,884	70,967	71,082	70,769	70,718	70,750	70,737	70,947	70,928	849,931
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	488	553	537	555	478	523	488	432	457	374	413	432	5,732
FES Other	18,325	18,350	18,366	18,390	18,412	18,442	18,360	18,347	18,355	18,352	18,407	18,402	220,507
Presumptive Eligibility	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
BASE TOTAL	160,079	160,359	160,480	160,713	160,824	161,130	160,386	160,216	160,312	160,201	160,714	160,690	1,926,102
AHP Facility	2,712	2,714	2,715	2,716	2,717	2,718	2,719	2,720	2,721	2,723	2,724	2,725	32,623
AHP Non-Facility	2,712	2,714	2,715	2,716	2,717	2,718	2,719	2,720	2,721	2,723	2,724	2,725	32,623
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	5,425	5,427	5,429	5,432	5,434	5,436	5,438	5,441	5,443	5,445	5,447	5,450	65,246
TOTAL	165,503	165,786	165,909	166,144	166,258	166,566	165,825	165,656	165,755	165,646	166,161	166,139	1,991,348

PMPM

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	SFY Average
AHHP Facility	398.21	603.79	441.59	359.78	428.95	426.95	512.87	509.40	490.76	456.24	560.98	403.68	465.84
AHHP Non-Facility	266.00	356.19	260.39	268.27	322.01	279.08	336.79	305.52	330.58	294.74	350.71	311.85	306.65
Non-AHHP													
Prior Quarter			2,406.28	3,744.46	4,602.50	4,620.21	4,410.85	4,238.56	2,623.45	5,067.10	4,471.58	3,902.40	4,226.88
FES Births	4,523.41	6,125.68	51.66	73.76	116.53	99.93	112.51	105.39	129.61	113.07	126.08	108.51	109.76
FES Other	120.93	161.43											
Presumptive Eligibility													
FOHC RECON													

AHHP Facility	214.99	337.45	317.13	212.99	264.14	228.22	259.89	299.17	257.90	265.53	305.21	217.75	265.00
AHHP Non-Facility	79.32	116.86	131.39	85.31	126.11	81.24	126.62	127.09	110.31	110.68	139.36	126.69	113.02
Non-AHHP													
Prior Quarter													
FOHC RECON													

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	SFY Average
AHHP Facility	451.46	564.32	451.46	564.32	451.46	451.46	607.26	485.81	485.81	485.81	607.26	485.81	507.70
AHHP Non-Facility	286.98	358.72	286.98	368.26	294.61	294.61	368.26	294.61	294.61	294.61	368.26	294.61	317.10
Non-AHHP													
Prior Quarter			3,840.96	4,951.61	3,961.29	3,961.29	4,951.61	3,961.29	3,961.29	3,961.29	4,951.61	3,961.29	4,272.51
FES Births	3,840.96	4,801.20	100.71	129.83	103.86	103.86	129.83	103.86	103.86	103.86	129.83	103.86	111.67
FES Other	100.71	125.88											
Presumptive Eligibility													
FOHC RECON													

AHHP Facility	246.81	308.52	246.81	308.52	246.81	246.81	330.67	264.54	264.54	264.54	330.67	264.54	276.99
AHHP Non-Facility	105.52	131.90	105.52	135.37	108.30	108.30	135.37	108.30	108.30	108.30	135.37	108.30	116.57
Non-AHHP													
Prior Quarter													
FOHC RECON													

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	SFY Average
AHHP Facility	607.26	485.81	485.81	607.26	485.81	485.81	653.46	522.77	522.77	653.46	522.77	522.77	546.26
AHHP Non-Facility	368.26	294.61	294.61	378.05	302.44	302.44	378.05	302.44	302.44	378.05	302.44	302.44	325.50
Non-AHHP													
Prior Quarter			3,961.29	5,106.74	4,085.39	4,085.39	5,106.74	4,085.39	4,085.39	5,106.74	4,085.39	4,085.39	4,388.23
FES Births	4,951.61	3,961.29	103.86	133.89	107.12	107.12	133.89	107.12	107.12	133.89	107.12	107.12	115.15
FES Other	129.83	103.86											
Presumptive Eligibility													
FOHC RECON													

AHHP Facility	330.67	264.54	264.54	330.67	264.54	264.54	354.41	283.53	283.53	354.41	283.53	283.53	296.87
AHHP Non-Facility	135.37	108.30	108.30	138.93	111.14	111.14	138.93	111.14	111.14	138.93	111.14	111.14	119.63
Non-AHHP													
Prior Quarter													
FOHC RECON													

AIHP Facility

Historical AIHP Payment Rates		2013		2014		2015		2016		2017		2018		
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -
Outpatient Rate	Outpatient Rate	\$ 330.00	\$ 342.00	\$ 342.00	3.64%	\$ 342.00	\$ 350.00	2.34%	\$ 350.00	\$ 368.00	5.14%	\$ 368.00	\$ 391.00	6.25%
	Inpatient Rate	\$ 2,272.00	\$ 2,413.00	\$ 2,413.00	6.21%	\$ 2,413.00	\$ 2,443.00	1.24%	\$ 2,443.00	\$ 2,655.00	8.68%	\$ 2,655.00	\$ 2,933.00	10.47%
Outpatient Rate	Outpatient Rate	\$ 342.00	\$ 350.00	\$ 350.00	2.34%	\$ 350.00	\$ 368.00	5.14%	\$ 368.00	\$ 391.00	6.25%	\$ 391.00	\$ 427.00	9.21%
	Inpatient Rate	\$ 2,413.00	\$ 2,443.00	\$ 2,443.00	1.24%	\$ 2,443.00	\$ 2,655.00	8.68%	\$ 2,655.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	10.09%
Outpatient Rate	Outpatient Rate	\$ 350.00	\$ 368.00	\$ 368.00	5.14%	\$ 368.00	\$ 391.00	6.25%	\$ 391.00	\$ 427.00	9.21%	\$ 427.00	\$ 463.00	8.50%
	Inpatient Rate	\$ 2,443.00	\$ 2,655.00	\$ 2,655.00	8.68%	\$ 2,655.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	10.09%	\$ 3,229.00	\$ 3,525.00	9.18%
Outpatient Rate	Outpatient Rate	\$ 368.00	\$ 391.00	\$ 391.00	6.25%	\$ 391.00	\$ 427.00	9.21%	\$ 427.00	\$ 463.00	8.50%	\$ 463.00	\$ 500.00	8.00%
	Inpatient Rate	\$ 2,655.00	\$ 2,933.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	10.09%	\$ 3,229.00	\$ 3,525.00	9.18%	\$ 3,525.00	\$ 3,821.00	8.50%
Outpatient Rate	Outpatient Rate	\$ 391.00	\$ 427.00	\$ 427.00	9.21%	\$ 427.00	\$ 463.00	8.50%	\$ 463.00	\$ 500.00	8.00%	\$ 500.00	\$ 536.00	7.33%
	Inpatient Rate	\$ 2,933.00	\$ 3,229.00	\$ 3,229.00	10.09%	\$ 3,229.00	\$ 3,525.00	9.18%	\$ 3,525.00	\$ 3,821.00	8.50%	\$ 3,821.00	\$ 4,117.00	7.63%
Average Inflation	Average Inflation			% + / -				% + / -				% + / -		
	2-Year Average			7.73%				6.87%				5.73%		
3-Year Average			10.28%				9.75%				7.62%			
Programmatic Weights for AIHP Inflation	Programmatic Weights for AIHP Inflation			%				%				%		
	Program			74.25%				76.49%				78.81%		
OP/IP	OP			74.25%				76.49%				78.81%		
IP	IP			25.75%				23.51%				21.19%		
Total	Total			100.00%				100.00%				100.00%		
Programmatic Weights for AIHP Inflation	Programmatic Weights for AIHP Inflation			%				%				%		
	Program			74.25%				76.49%				78.81%		
OP/IP	OP			74.25%				76.49%				78.81%		
IP	IP			25.75%				23.51%				21.19%		
Total	Total			100.00%				100.00%				100.00%		

AIHP Non-Facility

Historical AIHP Payment Rates		2013		2014		2015		2016		2017		2018		
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -
Outpatient Rate	Outpatient Rate	\$ 330.00	\$ 342.00	\$ 342.00	3.64%	\$ 342.00	\$ 350.00	2.34%	\$ 350.00	\$ 368.00	5.14%	\$ 368.00	\$ 391.00	6.25%
	Inpatient Rate	\$ 2,272.00	\$ 2,413.00	\$ 2,413.00	6.21%	\$ 2,413.00	\$ 2,443.00	1.24%	\$ 2,443.00	\$ 2,655.00	8.68%	\$ 2,655.00	\$ 2,933.00	10.47%
Outpatient Rate	Outpatient Rate	\$ 342.00	\$ 350.00	\$ 350.00	2.34%	\$ 350.00	\$ 368.00	5.14%	\$ 368.00	\$ 391.00	6.25%	\$ 391.00	\$ 427.00	9.21%
	Inpatient Rate	\$ 2,413.00	\$ 2,443.00	\$ 2,443.00	1.24%	\$ 2,443.00	\$ 2,655.00	8.68%	\$ 2,655.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	10.09%
Outpatient Rate	Outpatient Rate	\$ 350.00	\$ 368.00	\$ 368.00	5.14%	\$ 368.00	\$ 391.00	6.25%	\$ 391.00	\$ 427.00	9.21%	\$ 427.00	\$ 463.00	8.50%
	Inpatient Rate	\$ 2,443.00	\$ 2,655.00	\$ 2,655.00	8.68%	\$ 2,655.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	10.09%	\$ 3,229.00	\$ 3,525.00	9.18%
Outpatient Rate	Outpatient Rate	\$ 368.00	\$ 391.00	\$ 391.00	6.25%	\$ 391.00	\$ 427.00	9.21%	\$ 427.00	\$ 463.00	8.50%	\$ 463.00	\$ 500.00	8.00%
	Inpatient Rate	\$ 2,655.00	\$ 2,933.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	10.09%	\$ 3,229.00	\$ 3,525.00	9.18%	\$ 3,525.00	\$ 3,821.00	8.50%
Average Inflation	Average Inflation			% + / -				% + / -				% + / -		
	2-Year Average			7.73%				6.87%				5.73%		
3-Year Average			10.28%				9.75%				7.62%			
Programmatic Weights for AIHP Inflation	Programmatic Weights for AIHP Inflation			%				%				%		
	Program			74.25%				76.49%				78.81%		
OP/IP	OP			74.25%				76.49%				78.81%		
IP	IP			25.75%				23.51%				21.19%		
Total	Total			100.00%				100.00%				100.00%		

AIHP Non-Facility Inflation Factors

Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	Dental ⁵	LTC ⁶
SFY 2020	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%

AIHP Non-Facility Programmatic Weights

Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%
ALTCES-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%

Notes:

1. Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
7. Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

FES Inflation Forecast

Calendar Quarter	Physicians Services Index Increase		Physicians Services SFY Average Increase		Inpatient Services Index Increase		AHCCCS Inpatient Index SFY Average Increase		Weighted Index SFY Average Increase	
	Index Increase	Physicians Services Index Increase	SFY Average Increase	Physicians Services Index Increase	Inpatient Services Index Increase	AHCCCS Inpatient Index SFY Average Increase	AHCCCS Inpatient Index SFY Average Increase	Weighted Index SFY Average Increase		
2011.3		2.4%				2.9%				
2011.4		2.6%				2.6%				
2012.1		1.7%				2.3%				
2012.2		1.7%	2.10%			2.0%	2.42%	SFY 12		2.36%
2012.3		2.6%				1.9%				
2012.4		2.2%				2.0%				
2013.1		2.4%				2.0%				
2013.2		2.4%	2.42%			2.1%	2.02%	SFY 13		2.10%
2013.3		1.4%				2.0%				
2013.4		1.6%				1.7%				
2014.1		1.4%				1.7%				
2014.2		1.4%	1.47%			1.9%	1.82%	SFY 14		1.75%
2014.3		1.3%				2.0%				
2014.4		1.4%				2.1%				
2015.1		1.5%				1.8%				
2015.2		1.8%	1.52%			1.7%	1.86%	SFY 15		1.79%
2015.3		2.1%				1.6%				
2015.4		2.3%				1.6%				
2016.1		2.6%				1.7%				
2016.2		2.7%	2.44%			1.8%	1.66%	SFY 16		1.81%
2016.3		4.0%				1.9%				
2016.4		3.8%				2.3%				
2017.1		3.4%				2.6%				
2017.2		0.9%	3.02%			2.5%	2.33%	SFY 17		2.47%
2017.3		-0.7%				2.5%				
2017.4		-1.4%				2.5%				
2018.1		-1.0%				2.6%				
2018.2		1.0%	-0.56%			2.6%	2.55%	SFY 18		1.93%
2018.3		1.5%				2.9%				
2018.4		2.2%				2.8%				
2019.1		2.7%				2.9%				
2019.2		2.9%	2.35%			2.9%	2.88%	SFY 19		2.78%
2019.3		3.1%				3.0%				
2019.4		3.1%				3.2%				
2020.1		2.9%				3.2%				
2020.2		2.9%	3.00%			3.2%	3.17%	SFY 20		3.13%

Notes:
 Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018).
 The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

Births - Federal Emergency Services

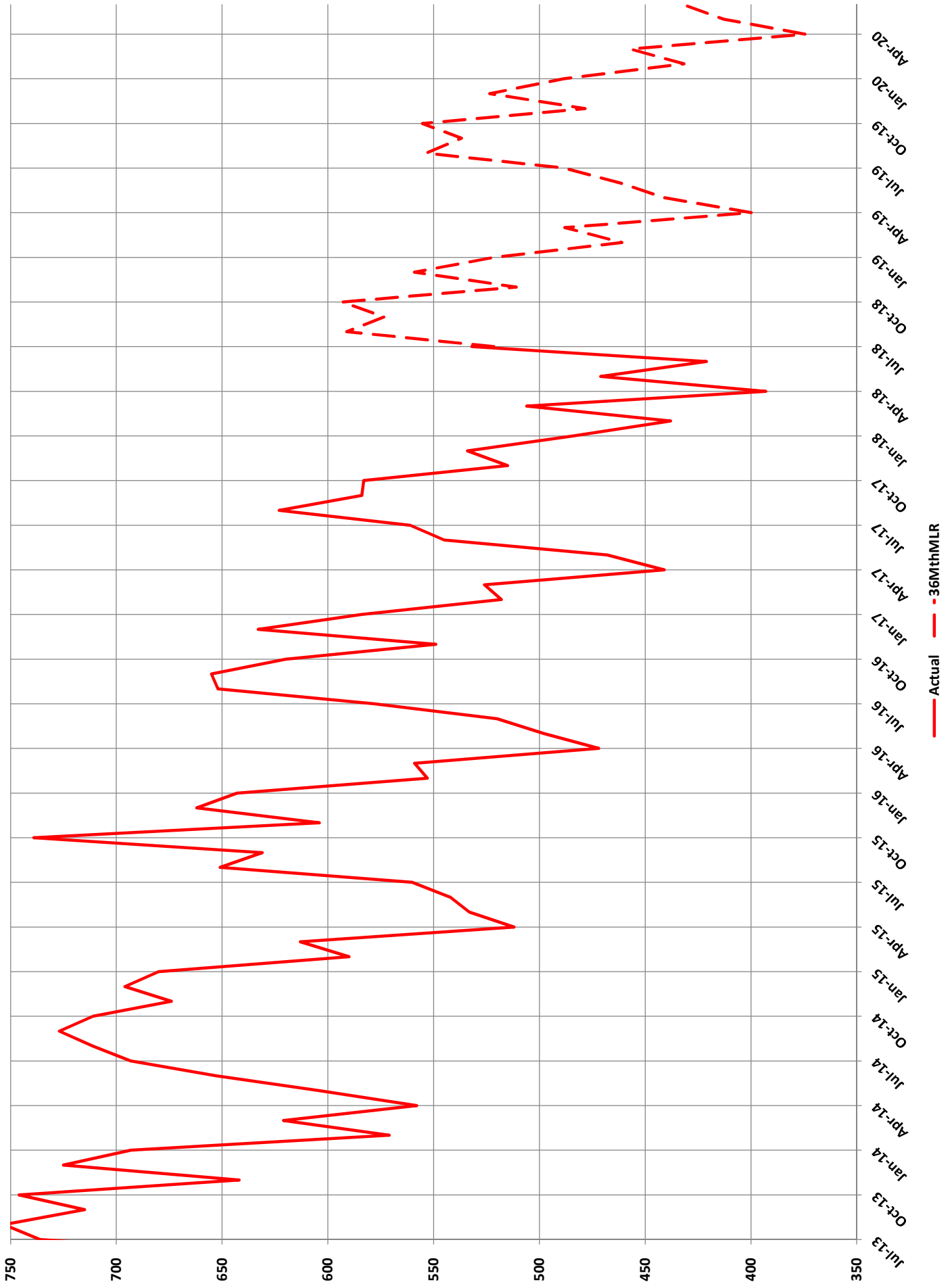
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	2,433		23.25%					
2012.4	2,302		-5.38%					
2013.1	1,922		-16.51%			8,551	-5.79%	-9.71%
2013.2	1,894		-1.46%					SFY 12-13
2013.3	2,204		16.37%					
2013.4	2,113		-4.13%					
2014.1	1,885		-10.79%					
2014.2	1,815		-3.71%			8,017	-6.24%	3.32%
2014.3	2,131		17.41%					SFY 13-14
2014.4	2,081		-2.35%					
2015.1	1,883		-9.51%					
2015.2	1,587		-15.72%			7,682	-4.18%	-17.00%
2015.3	1,842		16.07%					SFY 14-15
2015.4	2,005		8.85%					
2016.1	1,755		-12.47%			7,092	-7.68%	-4.06%
2016.2	1,490		-15.10%					SFY 15-16
2016.3	1,885		26.51%					
2016.4	1,802		-4.40%					
2017.1	1,628		-9.66%					
2017.2	1,454		-10.69%			6,769	-4.55%	4.81%
2017.3	1,768		21.60%					SFY 16-17
2017.4	1,632		-7.69%					
2018.1	1,428		-12.50%					
2018.2	1,285		-10.01%			6,113	-9.69%	-22.75%
2018.3			31.21%	1,686				SFY 17-18
2018.4			-1.36%	1,663				
2019.1			-11.57%	1,471				
2019.2			-11.44%	1,303		6,123	0.16%	9.69%
2019.3			21.19%	1,579				SFY 18-19
2019.4			-1.36%	1,557				
2020.1			-11.57%	1,377				
2020.2			-11.44%	1,219		5,732	-6.38%	-6.38%
								SFY 19-20

Notes:

- (1) Data are obtained from the monthly Newborn Report
- (2) Forecast uses 36-Month Regression against trend and seasonal components

Adj. R Squared: 0.7728
 Standard Error: 15.22

Births - Federal Emergency Services



AIHP - Traditional

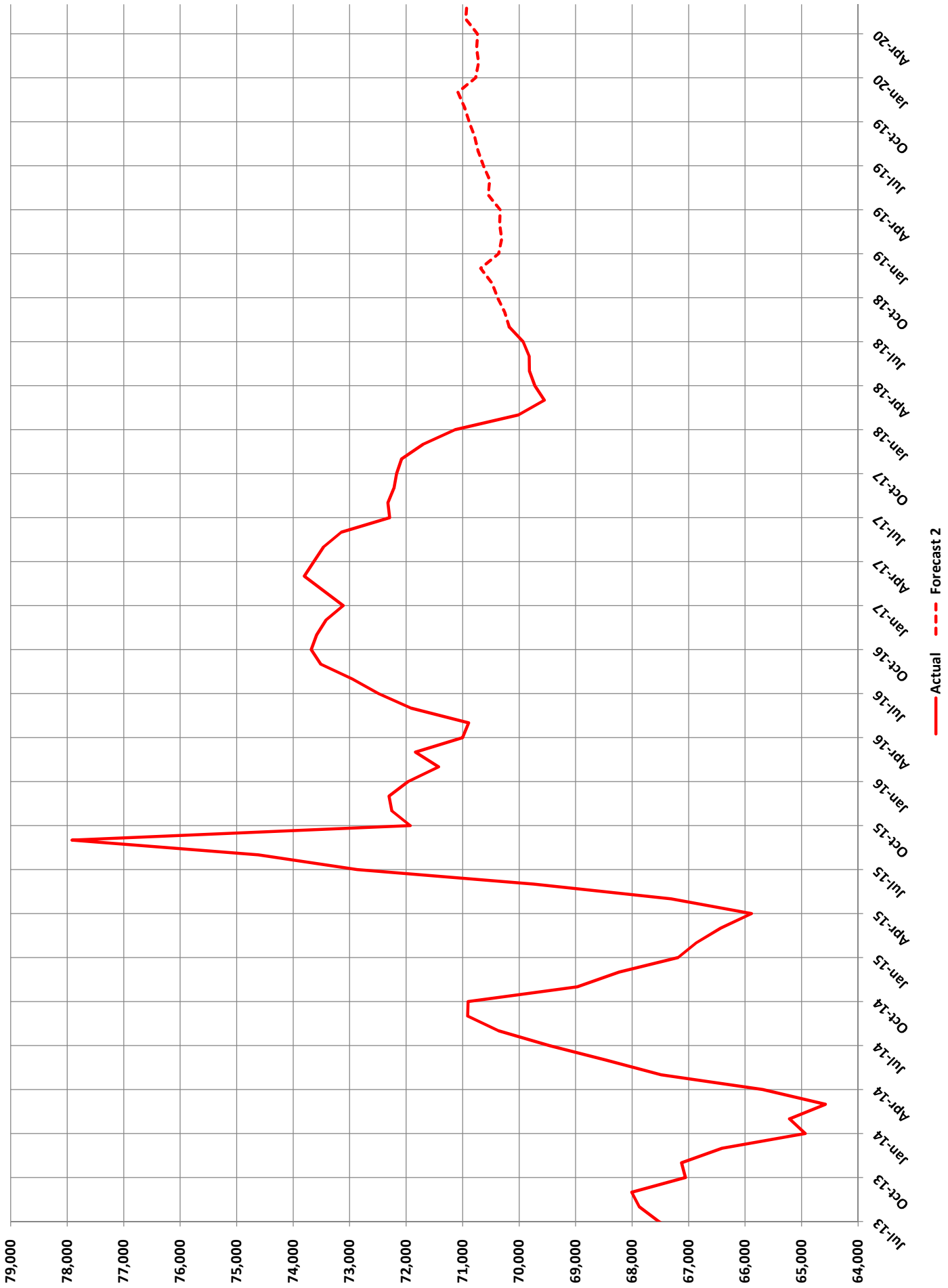
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	206,396		-0.22%					
2012.4	203,332		-1.48%					
2013.1	200,217		-1.53%			811,463	-2.80%	-2.15%
2013.2	201,518		0.65%					SFY 12-13
2013.3	203,410		0.94%					
2013.4	200,587		-1.39%					
2014.1	194,729		-2.92%					
2014.2	201,637		3.55%			800,363	-1.37%	2.01%
2014.3	210,745		4.52%					SFY 13-14
2014.4	208,104		-1.25%					
2015.1	200,482		-3.66%					
2015.2	202,937		1.22%			822,268	2.74%	1.87%
2015.3	225,398		11.07%					SFY 14-15
2015.4	216,485		-3.95%					
2016.1	215,227		-0.58%					
2016.2	213,803		-0.66%			870,913	5.92%	3.12%
2016.3	218,955		2.41%					
2016.4	220,686		0.79%					
2017.1	220,374		-0.14%					
2017.2	220,244		-0.06%			880,259	1.07%	1.72%
2017.3	216,829		-1.55%					SFY 16-17
2017.4	215,945		-0.41%					
2018.1	210,698		-2.43%					
2018.2	209,361		-0.63%			852,833	-3.12%	-4.55%
2018.3		210,357	0.48%					SFY 17-18
2018.4		211,542	0.56%					
2019.1		211,016	-0.25%					
2019.2		211,405	0.18%			844,320	-1.00%	1.00%
2019.3		212,149	0.35%					SFY 18-19
2019.4		212,933	0.37%					
2020.1		212,237	-0.33%					
2020.2		212,612	0.18%			849,931	0.66%	0.58%

Notes:

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on the combined recommended forecasts for all Traditional populations

Adj. R Squared: 0.8020
 Standard Error: 146.67

AIHP - Traditional



AIHP - Newly Eligible Children

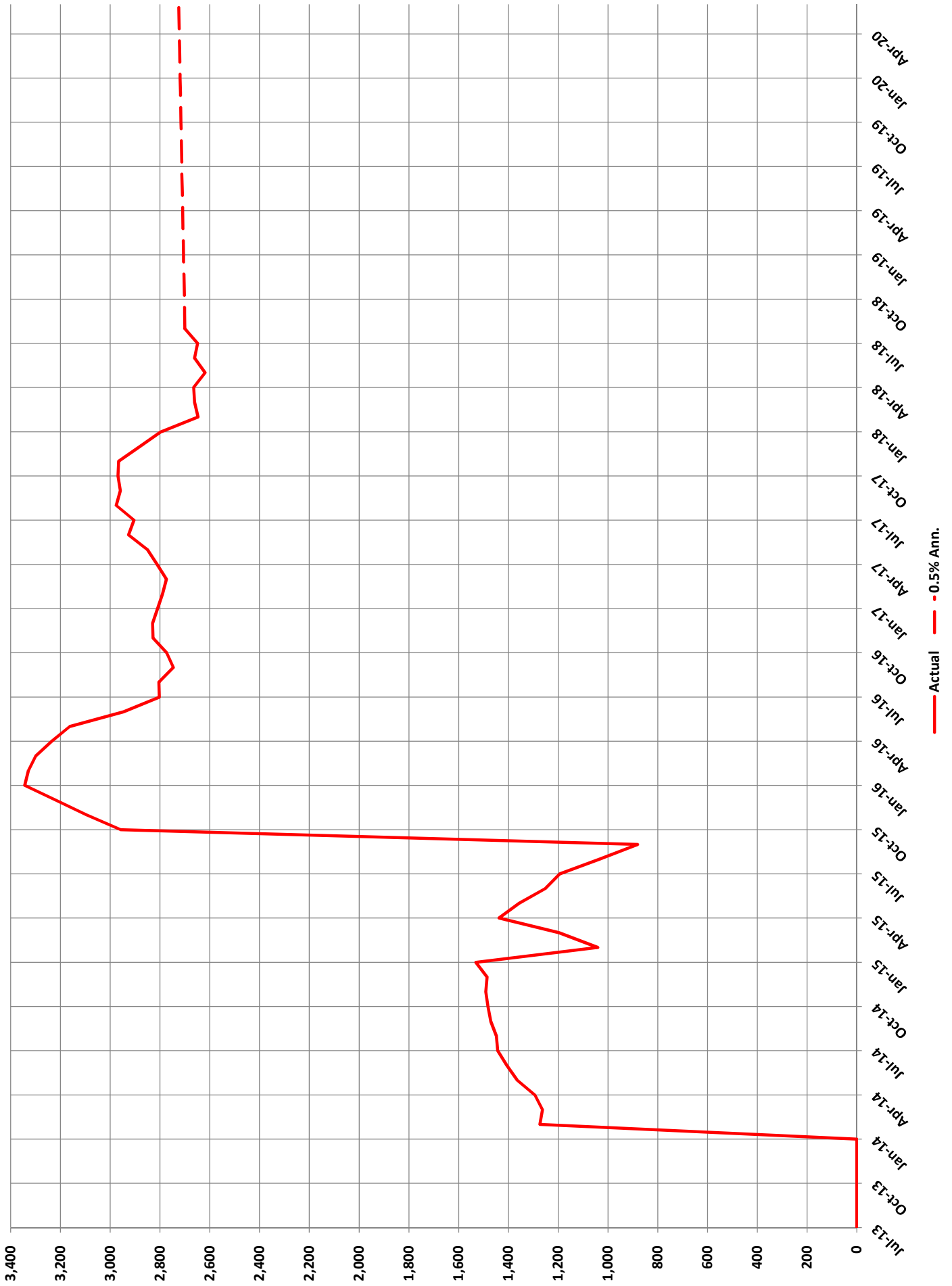
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2014.3	4,362		7.28%					
2014.4	4,459		2.22%					
2015.1	3,768		-15.50%			16,636	151.95%	-11.02%
2015.2	4,047		7.40%					SFY 14-15
2015.3	3,109		-23.18%					
2015.4	9,273		198.26%					
2016.1	9,972		7.54%					
2016.2	9,344		-6.30%			31,698	90.54%	135.30%
2016.3	8,354		-10.60%					SFY 15-16
2016.4	8,431		0.92%					
2017.1	8,374		-0.68%					
2017.2	8,589		2.57%			33,748	6.47%	-0.68%
2017.3	8,840		2.92%					SFY 16-17
2017.4	8,816		-0.27%					
2018.1	8,105		-8.06%					
2018.2	7,945		-1.97%			33,706	-0.12%	-9.06%
2018.3			1.32%	8,050				
2018.4			0.75%	8,110				
2019.1			0.12%	8,120				
2019.2			0.12%	8,130		32,411	-3.84%	1.89%
2019.3			0.12%	8,141				SFY 18-19
2019.4			0.12%	8,151				
2020.1			0.12%	8,161				
2020.2			0.12%	8,171		32,623	0.65%	0.50%

Notes:

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast assumes 0.5% annual growth.

Adj. R Squared: 0.0159
Standard Error: 38.84

AIHP - Newly Eligible Children



Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Fee-for-Service				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	80,531.4	111,376.6	(1,867.0)	109,509.6
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	80,531.4	111,376.6	(1,867.0)	109,509.6
Fund Total:	80,531.4	111,376.6	(1,867.0)	109,509.6
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	604,546.1	699,776.4	29,986.3	729,762.7
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
Program:	Fee-for-Service				
Fund:	2120-N AHCCCS Fund				
Non-Appropriated					
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0	0.0
Non-Appropriated Total:	604,546.1	699,776.4	29,986.3	729,762.7	729,762.7
Fund Total:	604,546.1	699,776.4	29,986.3	729,762.7	729,762.7
Program Total For Selected Funds:	685,077.5	811,153.0	28,119.3	839,272.3	839,272.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Fee-for-Service

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	685,077.5	811,153.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Fee-for-Service	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	685,077.5	811,153.0
Appropriated		
1000-A General Fund (Appropriated)	80,531.4	111,376.6
	80,531.4	111,376.6
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	604,546.1	699,776.4
	604,546.1	699,776.4
Fund Source Total	685,077.5	811,153.0
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Fee-for-Service

	FY 2018 Actual	FY 2019 Expd. Plan
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Fee-for-Service

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Fee-for-Service

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES
TRADITIONAL REINSURANCE

TRADITIONAL REINSURANCE

PROGRAM DESCRIPTION/BACKGROUND:

Reinsurance is a stop-loss program provided by AHCCCS to its contractors for the partial reimbursement of covered inpatient facility medical services incurred for a member with an acute medical condition beyond an annual deductible. AHCCCS provides both regular and catastrophic reinsurance coverage to health plan contractors. The purpose of reinsurance is to reduce the health plans' financial risk for major medical costs incurred by members.

The reinsurance program provides critical safeguards to AHCCCS health plans. These safeguards promote competition and flexibility during the procurement process ensuring competent contractors are chosen to provide quality services to AHCCCS recipients, while minimizing the cost to Arizona taxpayers. This proactive approach limits the costly procedure of transitioning members or liabilities when a contractor's financial solvency declines and services can no longer be provided.

Regular reinsurance is only available for inpatient facilities. Before regular reinsurance is paid to a health plan, the plan must meet an annual deductible for each eligible member. Once the deductible is met, the health plan is reimbursed by AHCCCS at 75% of the cost of services that exceed the deductible. The health plan will continue to pay 25% of the cost of services until the case total value reaches \$650,000, after which point AHCCCS will reimburse at 100% of the health plans cost of services. This coinsurance percent is the rate at which AHCCCS will reimburse the Contractor for inpatient covered services incurred above the deductible.

Catastrophic reinsurance is available to health plans for services provided to members who need certain organ transplants, are taking certain drugs (collectively referred to as biotech drugs), or who have hemophilia, von Willebrand's Disease or Gaucher's Disease. AHCCCS reimburses the health plans at 85% of the cost of service. The health plan will pay 15% of the cost of service until the case total value reaches \$650,000, after which point AHCCCS will reimburse the excess at 100% of the contracted amount for the transplant or the amount which the health plan paid, whichever is less. There are no deductibles for catastrophic reinsurance cases.

Health Plan deductible options impact AHCCCS' reinsurance and capitation costs. This is because capitation rates are adjusted by a reinsurance offset based on the deductible level chosen. The higher the deductible, the lower the offset. AHCCCS provides the added compensation because the increased share of risk the Health Plan is taking has reduced the Agency's (the State of Arizona's) risk. As part of the 2013 Acute Care Contract RFP process, all participating health plans shifted to the \$25,000 deductible level category on October 1, 2013.

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL REINSURANCE**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



METHODOLOGY:

Over the past several years, AHCCCS has utilized a methodology based on overlapping contract years in order to calculate PMPMs for one complete state fiscal year of reinsurance. That fiscal year was then trended forward to create future state fiscal year PMPMs. While this methodology was sound during stable periods, there have been a significant number of policy changes implemented over the last few contract years such that, when combined with varying Health Plan encounter efficiencies, it renders that methodology ineffective for the current timeframe. In the absence of data related to each individual policy change, combined with the 28-month long payment cycle associated with each contract year, the completion percentages of the policy changes are extremely difficult to determine, although these policy changes will still be impacting reinsurance payments through FY 2018.

Although the contract year payment and reporting cycles have not changed, the policy changes and the inability to segregate the impact of the changes from the regular reinsurance expenditures, have made it necessary to update the model to include only the most recent fiscal years' experience in the program in order to estimate the costs. The timelines involved with the billing and health plan submission cycles have not changed. All reinsurance claims must reach a clean claim status within fifteen months from the end date of service, or date of eligibility posting, whichever is later. Encounters for reinsurance claims that have passed the fifteen-month deadline and are being adjusted due to a claim dispute or hearing decision must be submitted within 90 calendar days of the date of the claim dispute or hearing decision. A complete contract year cycle needs at least 28 months in order to complete the payments that are associated with it. For example, a claim with a date of service in the final month of CYE 2014 (September 2014) would have 15 months to reach a clean claim status (December 2015). If any September 2014 claims were disputed, they would have to be submitted within 90 calendar days of the claim dispute or hearing decision (March 2016). Submitted claim disputes and their subsequent hearings will vary in the amount of time necessary to come to a resolution.

As a consequence of the conditions mentioned above, the most recent fiscal year's expenditures were determined to be the most reliable data to use as the basis for the FY2019 – FY2020 reinsurance forecast. The SFY 2018 actual weighted PMPM was inflated in October 2018 and 2019 by 2.66%. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2019 and 2020. The inflation factors mentioned above were taken from Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.



**TRADITIONAL MEDICAID SERVICES
TRADITIONAL REINSURANCE**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

Member Month Forecast

Traditional Reinsurance utilizes the Traditional Capitation regular member month projections in order to develop the FY2018-FY2020 forecasts. Please refer to the Traditional Capitation section for more detail.

	Age<1	Age 1-20	Age 21+	Dual	SSI w/o	TOTAL	% Change
Actual SFY 2017	588,132	7,124,729	1,771,490	786,640	617,433	10,888,423	2.5%
Actual SFY 2018	563,317	6,947,160	1,758,786	694,306	598,545	10,562,114	-3.0%
Estimate SFY 2019	547,979	6,787,971	1,745,212	706,285	592,210	10,379,658	-1.7%
Estimate SFY 2020	537,196	6,826,891	1,755,700	707,560	592,562	10,419,910	0.4%

As part of the implementation of the ACA on January 1, 2014, expenses related to the child expansion population are included in the Traditional Reinsurance forecast totals. The child expansion PMPMs are based on the weighted average PMPMs for SFY 2018. This population is federally matched at the Title XXI rate and is, consequently, 100% federally funded. The child expansion reinsurance expenditures are estimated to be \$2,499,000 Total Fund for SFY 2019 and \$2,565,000 for SFY 2020.

The final State Fiscal Year projections were separated into a Federal Fund amount and a General Fund amount. The fund sourcing was accomplished by applying the state's Federal Medical Assistance Percentage (FMAP) of each risk population to the SFY 2019 total dollars. SFY2020 uses the FFIS estimate for the FFY 2020 FMAP of 69.48%. For specific rates, refer to the FMAP Table. The SFY 2019 forecast was \$142,186,500 Total Fund (\$42,144,300 General Fund). The SFY 2020 forecast was \$145,754,400 Total Fund (\$43,776,600 General Fund).

It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL REINSURANCE**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	69.48%

STATUTORY AUTHORITY:
A.R.S. §36-2901.01.
AHCCCS Rule R9-22-503 (G.3).
AHCCCS Rule R9-22-202.
AHCCCS Rule R9-22-203.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
 TRADITIONAL MEDICAID SERVICES
 TRADITIONAL REINSURANCE

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	41,549,093	36,734,600	42,144,300	43,776,600	7,042,000
Subtotal State Match	41,549,093	36,734,600	42,144,300	43,776,600	7,042,000
Federal Title XIX	98,346,195	84,753,600	100,042,200	101,977,800	17,224,200
Subtotal Federal Funding	98,346,195	84,753,600	100,042,200	101,977,800	17,224,200
Grand Total	139,895,288	121,488,200	142,186,500	145,754,400	24,266,200

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	2,783,618	1,952,646	1,777,752	2,834,903	2,677,049	2,044,107	2,095,803	1,294,127	1,597,311	2,565,087	2,066,615	2,122,947	25,811,962
AGE 1-20	2,536,410	1,408,637	2,435,637	2,366,140	1,855,453	3,971,619	2,483,142	1,943,436	2,085,084	3,729,162	1,687,924	3,086,756	29,589,400
AGE 21+	1,004,179	225,014	810,828	804,268	795,221	535,632	736,877	689,377	506,859	1,173,050	880,880	903,685	9,065,869
DUAL	34,952	91,239	113,336	178,611	121,615	125,975	291,990	32,037	35,010	112,474	270,741	(108,872)	1,299,108
SSIWO	7,261,524	5,587,087	5,030,021	7,643,614	5,305,274	6,553,734	4,850,122	4,043,919	5,761,451	5,754,282	6,412,148	7,307,964	71,511,140
BASE TOTAL	13,620,683	9,264,624	10,167,574	13,827,536	10,754,610	13,231,066	10,457,934	8,002,896	9,985,714	13,334,054	11,318,308	13,312,479	137,277,479
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	296,039	118,153	334,365	356,733	200,124	81,228	120,417	26,076	472,173	193,532	166,305	252,664	2,617,809
DUAL	296,039	118,153	334,365	356,733	200,124	81,228	120,417	26,076	472,173	193,532	166,305	252,664	2,617,809
NEC TOTAL	13,916,722	9,382,776	10,501,939	14,184,270	10,954,734	13,312,295	10,578,351	8,028,972	10,457,887	13,527,586	11,484,613	13,565,144	139,895,288

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	1,938,100	2,426,500	1,942,500	2,491,700	1,989,700	1,987,000	2,466,300	1,961,600	1,967,100	1,962,900	2,457,600	1,962,000	25,553,000
AGE 1-20	2,344,800	2,938,900	2,355,500	3,028,600	2,427,200	2,431,900	3,026,000	2,419,200	2,419,700	2,421,500	3,031,100	2,427,300	31,271,700
AGE 21+	711,000	891,900	713,300	917,500	735,000	741,300	920,200	735,700	736,000	733,500	926,700	736,900	9,499,100
DUAL	110,200	137,800	110,200	141,500	113,200	113,200	141,400	113,100	113,200	113,200	141,600	113,300	1,461,900
SSIWO	5,427,800	6,786,700	5,420,400	6,956,000	5,565,000	5,565,300	6,957,000	5,565,900	5,566,100	5,566,400	6,958,300	5,566,900	71,901,800
BASE TOTAL	10,532,000	13,181,800	10,541,900	13,535,300	10,830,100	10,838,700	13,510,900	10,795,500	10,802,100	10,797,500	13,515,300	10,806,400	139,687,500
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	188,500	235,600	188,500	241,800	193,500	193,500	241,800	193,500	193,500	193,500	241,800	193,500	2,499,000
DUAL	188,500	235,600	188,500	241,800	193,500	193,500	241,800	193,500	193,500	193,500	241,800	193,500	2,499,000
NEC TOTAL	10,720,500	13,417,400	10,730,400	13,777,100	11,023,600	11,032,200	13,752,700	10,989,000	10,995,600	10,991,000	13,757,100	10,999,900	142,186,500

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	2,447,800	1,955,500	1,954,300	2,505,300	1,999,800	1,996,500	2,477,200	1,969,700	1,975,100	2,463,000	1,973,300	1,968,800	25,686,300
AGE 1-20	3,038,500	2,434,300	2,437,400	3,132,400	2,509,600	2,513,500	3,127,800	2,500,700	2,501,100	3,128,400	2,506,300	2,509,000	32,339,000
AGE 21+	924,300	740,900	740,500	951,900	762,300	764,700	949,400	759,100	759,400	945,900	764,800	760,300	9,823,500
DUAL	141,700	113,300	113,400	145,500	116,400	116,400	145,400	116,400	116,400	145,500	116,500	116,500	1,503,400
SSIWO	6,959,000	5,567,500	5,567,800	7,145,100	5,716,400	5,716,700	7,146,200	5,717,200	5,717,500	7,147,300	5,718,100	5,718,400	73,837,200
BASE TOTAL	13,511,300	10,811,500	10,813,400	13,880,200	11,104,500	11,107,800	13,846,000	11,063,100	11,069,500	13,830,100	11,079,000	11,073,000	143,189,400
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	241,800	193,500	193,500	248,200	198,600	198,600	248,200	198,600	198,600	248,200	198,600	198,600	2,565,000
DUAL	241,800	193,500	193,500	248,200	198,600	198,600	248,200	198,600	198,600	248,200	198,600	198,600	2,565,000
NEC TOTAL	13,753,100	11,005,000	11,006,900	14,128,400	11,303,100	11,306,400	14,094,200	11,261,700	11,268,100	14,078,300	11,277,600	11,271,600	145,754,400

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	1,927,377	1,352,012	1,230,915	1,981,314	1,870,989	1,428,626	1,464,756	904,465	1,116,360	1,792,739	1,444,357	1,483,728	17,997,639
AGE 1-20	1,756,211	975,340	1,686,435	1,653,696	1,296,776	2,775,765	1,735,468	1,358,267	1,457,265	2,606,311	1,179,690	2,157,333	20,638,557
AGE 21+	695,293	155,800	561,417	562,103	555,780	374,353	515,003	481,806	354,244	819,844	615,647	631,585	6,322,875
DUAL	24,201	63,174	78,474	124,831	84,997	88,044	204,072	22,391	24,468	78,608	189,221	(76,090)	906,390
SSIWO	5,027,880	3,868,499	3,482,786	5,342,122	3,707,856	4,580,405	3,389,750	2,826,295	4,026,678	4,021,668	4,481,450	5,107,536	49,862,925
BASE TOTAL	9,430,961	6,414,825	7,040,028	9,664,065	7,516,397	9,247,192	7,309,050	5,593,224	6,979,016	9,319,170	7,910,366	9,304,092	95,728,386
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	296,039	118,153	334,365	356,733	200,124	81,228	120,417	26,076	472,173	193,532	166,305	252,664	2,617,809
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	296,039	118,153	334,365	356,733	200,124	81,228	120,417	26,076	472,173	193,532	166,305	252,664	2,617,809
TOTAL	9,727,000	6,532,978	7,374,393	10,020,798	7,716,521	9,328,421	7,429,467	5,619,300	7,451,188	9,512,702	8,076,670	9,556,756	98,346,195

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	1,354,500	1,695,900	1,357,600	1,739,500	1,389,000	1,387,100	1,721,700	1,369,400	1,373,300	1,370,300	1,715,600	1,369,700	17,843,600
AGE 1-20	1,638,800	2,054,000	1,646,200	2,114,200	1,694,500	1,697,700	2,112,400	1,688,900	1,689,200	1,690,400	2,116,000	1,694,500	21,836,800
AGE 21+	497,000	623,400	498,600	640,500	513,100	517,500	642,400	513,600	513,800	512,000	646,900	514,400	6,633,200
DUAL	77,000	96,300	77,000	98,800	79,000	79,000	98,800	79,000	79,000	79,000	98,800	79,000	1,020,700
SSIWO	3,793,500	4,743,300	3,788,300	4,856,000	3,885,000	3,885,100	4,856,700	3,885,500	3,885,700	3,885,900	4,857,600	3,886,300	50,208,900
BASE TOTAL	7,360,800	9,212,900	7,367,700	9,449,000	7,560,600	7,566,400	9,431,900	7,536,400	7,541,000	7,537,600	9,434,900	7,544,000	97,543,200
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	188,500	235,600	188,500	241,800	193,500	193,500	241,800	193,500	193,500	193,500	241,800	193,500	2,499,000
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	188,500	235,600	188,500	241,800	193,500	193,500	241,800	193,500	193,500	193,500	241,800	193,500	2,499,000
TOTAL	7,549,300	9,448,500	7,556,200	9,690,800	7,754,100	7,759,900	9,673,700	7,729,900	7,734,500	7,731,100	9,676,700	7,737,500	100,042,200

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	1,708,800	1,365,100	1,364,300	1,740,700	1,389,500	1,387,200	1,721,200	1,368,600	1,372,300	1,711,300	1,371,000	1,367,900	17,867,900
AGE 1-20	2,121,200	1,699,400	1,701,600	2,176,400	1,743,700	1,746,400	2,173,200	1,737,500	1,737,800	2,173,600	1,741,400	1,743,300	22,495,500
AGE 21+	645,200	517,200	516,900	661,300	529,600	531,300	659,700	527,400	527,700	657,200	531,400	528,300	6,833,200
DUAL	98,900	79,100	79,100	101,100	80,900	80,900	101,000	80,800	80,900	101,000	80,900	80,900	1,045,600
SSIWO	4,858,100	3,886,700	3,886,900	4,964,400	3,971,800	3,971,900	4,965,200	3,972,300	3,972,500	4,965,900	3,972,900	3,973,100	51,361,700
BASE TOTAL	9,432,200	7,547,500	7,548,800	9,643,900	7,715,500	7,717,700	9,620,300	7,686,600	7,691,200	9,609,100	7,697,600	7,693,500	99,603,900
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	241,800	193,500	193,500	223,700	179,000	179,000	223,700	179,000	179,000	223,700	179,000	179,000	2,373,900
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	241,800	193,500	193,500	223,700	179,000	179,000	223,700	179,000	179,000	223,700	179,000	179,000	2,373,900
TOTAL	9,674,000	7,741,000	7,742,300	9,867,600	7,894,500	7,896,700	9,844,000	7,865,600	7,870,200	9,832,800	7,876,600	7,872,500	101,977,800

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	856,241	600,634	546,836	853,589	806,059	615,480	631,046	389,662	480,950	772,348	622,258	639,219	7,814,323
AGE 1-20	780,200	433,297	749,202	712,445	558,677	1,195,855	747,674	585,168	627,819	1,122,851	508,234	929,422	8,950,843
AGE 21+	308,885	69,214	249,411	242,165	239,441	161,279	221,874	207,571	152,615	353,205	265,233	272,099	2,742,993
DUAL	10,751	28,065	34,862	53,780	36,618	37,931	87,918	9,646	10,541	33,866	81,520	(32,781)	392,718
SSIWO	2,233,645	1,718,588	1,547,234	2,301,492	1,597,418	1,973,329	1,460,372	1,217,624	1,734,773	1,732,614	1,930,698	2,200,428	21,648,215
BASE TOTAL	4,189,722	2,849,798	3,127,546	4,163,471	3,238,213	3,983,874	3,148,884	2,409,672	3,006,699	4,014,884	3,407,943	4,008,388	41,549,093
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	4,189,722	2,849,798	3,127,546	4,163,471	3,238,213	3,983,874	3,148,884	2,409,672	3,006,699	4,014,884	3,407,943	4,008,388	41,549,093

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	583,600	730,600	584,900	752,200	600,700	599,900	744,600	592,200	593,800	592,600	742,000	592,300	7,709,400
AGE 1-20	706,000	884,900	709,300	914,400	732,700	734,200	913,600	730,300	730,500	731,100	915,100	732,800	9,434,900
AGE 21+	214,100	268,500	214,700	277,000	221,900	223,800	277,800	222,100	222,200	221,500	279,800	222,500	2,865,900
DUAL	33,200	41,500	33,200	42,700	34,200	34,200	42,700	34,100	34,200	34,200	42,800	34,200	441,200
SSIWO	1,634,300	2,043,400	1,632,100	2,100,000	1,680,000	1,680,200	2,100,300	1,680,400	1,680,400	1,680,500	2,100,700	1,680,600	21,692,900
BASE TOTAL	3,171,200	3,968,900	3,174,200	4,086,300	3,269,500	3,272,300	4,079,000	3,259,100	3,261,100	3,259,900	4,080,400	3,262,400	42,144,300
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	3,171,200	3,968,900	3,174,200	4,086,300	3,269,500	3,272,300	4,079,000	3,259,100	3,261,100	3,259,900	4,080,400	3,262,400	42,144,300

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	739,000	590,400	590,000	764,600	610,300	609,300	756,000	601,100	602,800	751,700	602,300	600,900	7,818,400
AGE 1-20	917,300	734,900	735,800	956,000	765,900	767,100	954,600	763,200	763,300	954,800	764,900	765,700	9,843,500
AGE 21+	279,100	223,700	223,600	290,600	232,700	233,400	289,700	231,700	231,700	288,700	233,400	232,000	2,990,300
DUAL	42,800	34,200	34,300	44,400	35,500	35,500	44,400	35,600	35,500	44,400	35,600	35,600	457,800
SSIWO	2,100,900	1,680,800	1,680,900	2,180,700	1,744,600	1,744,800	2,181,000	1,744,900	1,745,000	2,181,400	1,745,200	1,745,300	22,475,500
BASE TOTAL	4,079,100	3,264,000	3,264,600	4,236,300	3,389,000	3,390,100	4,225,700	3,376,500	3,378,300	4,221,000	3,381,400	3,379,500	43,585,500
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	24,500	19,600	19,600	24,500	19,600	19,600	24,500	19,600	19,600	191,100
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	-	-	-	24,500	19,600	19,600	24,500	19,600	19,600	24,500	19,600	19,600	191,100
TOTAL	4,079,100	3,264,000	3,264,600	4,260,800	3,408,600	3,409,700	4,250,200	3,396,100	3,397,900	4,245,500	3,401,000	3,399,100	43,776,600

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	47,730.69	47,850.14	47,691.50	47,488.30	47,376.06	47,172.36	46,726.78	45,972.74	46,441.46	46,150.12	46,143.04	46,024.53	562,767.73
AGE 1-20	593,142.00	592,991.20	591,948.53	590,431.29	588,047.60	585,611.42	578,396.93	569,432.61	564,778.52	564,787.03	563,843.84	563,426.77	6,946,837.73
AGE 21+	148,629.20	148,602.23	148,599.46	148,674.77	148,217.40	146,586.71	145,804.68	145,002.60	144,252.19	144,948.34	145,169.59	144,282.93	1,758,770.09
DUAL	56,794.51	57,050.90	57,170.97	57,496.81	57,651.17	57,814.97	58,014.16	58,290.00	58,292.52	58,402.50	58,531.55	58,667.73	694,177.78
SSIWO	50,122.39	50,143.74	50,141.63	50,103.58	50,090.00	49,924.74	49,910.39	49,839.25	49,744.16	49,667.57	49,494.55	49,320.10	598,502.10
BASE TOTAL	896,418.78	896,638.21	895,552.09	894,194.75	891,382.23	887,110.20	878,852.94	868,537.21	863,508.85	863,955.56	863,182.57	861,722.06	10,561,055.44
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	70,125.48	70,347.16	70,268.80	70,596.10	70,559.57	69,576.13	68,683.06	67,124.57	66,505.36	66,362.67	66,343.71	66,050.73	822,543.34
DUAL	12.00	12.00	11.33	11.35	8.00	8.00	8.00	7.00	7.00	6.00	5.00	1.00	96.69
NEC TOTAL	70,137.48	70,359.16	70,280.13	70,607.45	70,567.57	69,584.13	68,691.06	67,131.57	66,512.36	66,368.67	66,348.71	66,051.73	822,640.03
TOTAL	966,556.27	966,997.37	965,832.22	964,802.20	961,949.80	956,694.33	947,544.01	935,668.78	930,021.21	930,324.23	929,531.28	927,773.79	11,383,695.47

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	45,639.80	45,714.05	45,745.32	45,726.32	45,643.28	45,579.25	45,259.24	44,997.81	45,124.49	45,028.66	45,100.31	45,006.63	544,565.16
AGE 1-20	565,717.12	567,242.50	568,294.07	569,413.01	570,442.74	571,536.70	568,928.25	568,557.10	568,662.01	569,091.84	569,896.76	570,444.54	6,828,226.64
AGE 21+	143,954.01	144,450.72	144,413.79	144,738.31	144,936.23	146,186.29	145,169.94	145,076.69	145,146.66	144,641.70	146,192.26	145,315.20	1,740,221.79
DUAL	58,930.19	58,948.96	58,959.38	58,966.60	58,971.17	58,980.04	58,935.54	58,949.02	58,963.49	58,986.13	59,004.33	59,012.57	707,607.42
SSIWO	49,127.38	49,142.28	49,060.40	49,062.79	49,065.19	49,067.59	49,069.99	49,072.39	49,074.80	49,077.21	49,079.62	49,082.03	588,981.67
BASE TOTAL	863,368.52	865,498.51	866,472.96	867,907.03	869,058.61	871,349.86	867,362.97	866,653.01	866,971.44	866,825.54	869,273.27	868,860.96	10,409,602.67
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	802,073.34
DUAL	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.77
NEC TOTAL	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	802,074.12
TOTAL	930,208.03	932,338.02	933,312.47	934,746.54	935,898.12	938,189.37	934,202.48	933,492.52	933,810.95	933,665.05	936,112.78	935,700.47	11,211,676.79

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	44,920.65	44,857.65	44,830.76	44,784.66	44,686.53	44,612.07	44,283.39	44,013.96	44,132.90	44,029.37	44,093.33	43,991.97	533,237.23
AGE 1-20	571,281.07	572,094.10	572,834.94	573,670.60	574,526.77	575,417.61	572,840.76	572,487.28	572,574.96	572,948.02	573,758.58	574,382.76	6,878,817.46
AGE 21+	145,817.02	146,109.73	146,027.56	146,275.15	146,425.96	146,902.30	145,902.70	145,812.42	145,884.82	145,358.88	146,918.49	146,051.70	1,753,486.73
DUAL	59,052.50	59,058.75	59,063.44	59,070.13	59,075.68	59,082.56	59,040.12	59,054.72	59,070.29	59,096.37	59,115.05	59,123.83	708,903.44
SSIWO	49,084.44	49,086.86	49,089.27	49,091.69	49,094.11	49,096.54	49,098.96	49,101.39	49,103.82	49,106.25	49,108.68	49,111.12	589,173.12
BASE TOTAL	870,155.69	871,207.10	871,845.98	872,892.24	873,809.04	875,111.08	871,165.92	870,469.76	870,766.77	870,538.89	872,994.13	872,661.38	10,463,617.99
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	66,839.45	802,073.34
DUAL	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.06	0.77
NEC TOTAL	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	66,839.51	802,074.12
TOTAL	936,995.20	938,046.61	938,685.49	939,731.75	940,648.55	941,950.59	938,005.43	937,309.27	937,606.28	937,378.40	939,833.64	939,500.89	11,265,692.11

PMPM

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	SFY Average
AGE <1	58.32	40.81	37.28	59.70	56.51	43.33	44.85	28.15	34.39	55.58	44.79	46.13	45.87
AGE 1-20	4.28	2.38	4.11	4.01	3.16	6.78	4.29	3.41	3.69	6.60	2.99	5.48	4.26
AGE 21+	6.76	1.51	5.46	5.41	5.37	3.65	5.05	4.75	3.51	8.09	6.07	6.26	5.15
DUAL	0.62	1.60	1.98	3.11	2.11	2.18	5.03	0.55	0.60	1.93	4.63	(1.86)	1.87
SSIWO	144.88	111.42	100.32	152.56	105.91	131.27	97.18	81.14	115.82	115.86	129.55	148.17	119.48

AGE <1
AGE 1-20
DUAL

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	SFY Average
AGE <1	4.22	1.68	4.76	5.05	2.84	1.17	1.75	0.39	7.10	2.92	2.51	3.83	3.18
AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	SFY Average
AGE <1	42.46	53.08	42.46	54.49	43.59	43.59	54.49	43.59	43.59	43.59	54.49	43.59	46.92
AGE 1-20	4.14	5.18	4.14	5.32	4.26	4.26	5.32	4.26	4.26	4.26	5.32	4.26	4.58
AGE 21+	4.94	6.17	4.94	6.34	5.07	5.07	6.34	5.07	5.07	5.07	6.34	5.07	5.46
DUAL	1.87	2.34	1.87	2.40	1.92	1.92	2.40	1.92	1.92	1.92	2.40	1.92	2.07
SSIWO	110.48	138.10	110.48	141.78	113.42	113.42	141.78	113.42	113.42	113.42	141.78	113.42	122.08

AGE <1
AGE 1-20
DUAL

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	SFY Average
AGE <1	2.82	3.53	2.82	3.62	2.89	2.89	3.62	2.89	2.89	2.89	3.62	2.89	3.12
AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	SFY Average
AGE <1	54.49	43.59	43.59	55.94	44.75	44.75	55.94	44.75	44.75	55.94	44.75	44.75	48.17
AGE 1-20	5.32	4.26	4.26	5.46	4.37	4.37	5.46	4.37	4.37	5.46	4.37	4.37	4.70
AGE 21+	6.34	5.07	5.07	6.51	5.21	5.21	6.51	5.21	5.21	6.51	5.21	5.21	5.60
DUAL	2.40	1.92	1.92	2.46	1.97	1.97	2.46	1.97	1.97	2.46	1.97	1.97	2.12
SSIWO	141.78	113.42	113.42	145.55	116.44	116.44	145.55	116.44	116.44	145.55	116.44	116.44	125.32

AGE <1
AGE 1-20
DUAL

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	SFY Average
AGE <1	3.62	2.89	2.89	3.71	2.97	2.97	3.71	2.97	2.97	3.71	2.97	2.97	3.20
AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-

AIHP Facility

Historical AIHP Payment Rates		2013		2014		2015		2016		2017		2018	
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate
Outpatient/Inpatient		\$ 330.00	\$ 342.00	\$ 2,272.00	3.64%	\$ 342.00	\$ 350.00	\$ 2,443.00	2.34%	\$ 350.00	\$ 368.00	\$ 2,655.00	5.14%
Outpatient Rate		\$ 2,272.00	\$ 2,413.00		6.21%	\$ 2,413.00	\$ 2,443.00		1.24%	\$ 2,443.00	\$ 2,933.00		10.47%
Inpatient Rate													
Outpatient Rate													
Inpatient Rate													
Outpatient Rate		\$ 391.00	\$ 427.00	\$ 2,933.00	9.21%	\$ 427.00	\$ 427.00	\$ 3,229.00	10.09%	\$ 427.00	\$ 427.00	\$ 3,229.00	10.09%
Inpatient Rate		\$ 2,933.00	\$ 3,229.00			\$ 3,229.00	\$ 3,229.00			\$ 3,229.00	\$ 3,229.00		

Average Inflation		% + / -	
2-Year Average		Outpatient	7.73%
		Inpatient	10.28%
3-Year Average		Outpatient	6.87%
		Inpatient	9.75%
4-Year Average		Outpatient	5.73%
		Inpatient	7.62%
5-Year Average		Outpatient	5.32%
		Inpatient	7.34%

Programmatic Weights for AIHP Inflation			
OP/IP	Program	Weights	Weighted Inflation Factor
OP	Traditional	74.25%	5.10%
IP	Traditional	25.75%	2.51%
Total	Traditional	100.00%	7.61%
OP	Proposition 204	76.49%	5.25%
IP	Proposition 204	23.51%	2.29%
Total	Proposition 204	100.00%	7.54%
OP	Newly Eligible Children	89.12%	6.12%
IP	Newly Eligible Children	10.88%	1.06%
Total	Newly Eligible Children	100.00%	7.18%
OP	Newly Eligible Adults	81.43%	5.59%
IP	Newly Eligible Adults	18.57%	1.81%
Total	Newly Eligible Adults	100.00%	7.40%
OP	AL/TCS-EPD	78.81%	5.41%
IP	AL/TCS-EPD	21.19%	2.06%
Total	AL/TCS-EPD	100.00%	7.48%

AIHP Non-Facility

AIHP Non-Facility Inflation Factors						
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	Dental ⁵	LTC ⁶
SFY 2020	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%

AIHP Non-Facility Programmatic Weights						
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%
AL/TCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%

AIHP Non-Facility Weighted Inflation Rates			
Program	SFY 2020	Long Term	Weighted Inflation Factor
Traditional	SFY 2020	Long Term	2.97%
	Long Term	SFY 2020	2.66%
Proposition 204	SFY 2020	Long Term	2.96%
	Long Term	SFY 2020	2.61%
Newly Eligible Children	SFY 2020	Long Term	2.91%
	Long Term	SFY 2020	2.63%
Newly Eligible Adults	SFY 2020	Long Term	2.93%
	Long Term	SFY 2020	2.68%
AL/TCS-EPD	SFY 2020	Long Term	3.08%
	Long Term	SFY 2020	2.39%

Notes:

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

FES Inflation Forecast

Calendar Quarter	Physicians Services Index Increase		Physicians Services SFY Average Increase		Inpatient Services Index Increase		AHCCCS Inpatient Index SFY Average Increase		Weighted Index SFY Average Increase	
	Index Increase	Physicians Services Index Increase	SFY Average Increase	Physicians Services Index Increase	Inpatient Services Index Increase	AHCCCS Inpatient Index SFY Average Increase	AHCCCS Inpatient Index SFY Average Increase	Weighted Index SFY Average Increase		
2011.3		2.4%				2.9%				
2011.4		2.6%				2.6%				
2012.1		1.7%				2.3%				
2012.2		1.7%	2.10%			2.0%	2.42%	SFY 12		2.36%
2012.3		2.6%				1.9%				
2012.4		2.2%				2.0%				
2013.1		2.4%				2.0%				
2013.2		2.4%	2.42%			2.1%	2.02%	SFY 13		2.10%
2013.3		1.4%				2.0%				
2013.4		1.6%				1.7%				
2014.1		1.4%				1.7%				
2014.2		1.4%	1.47%			1.9%	1.82%	SFY 14		1.75%
2014.3		1.3%				2.0%				
2014.4		1.4%				2.1%				
2015.1		1.5%				1.8%				
2015.2		1.8%	1.52%			1.7%	1.86%	SFY 15		1.79%
2015.3		2.1%				1.6%				
2015.4		2.3%				1.6%				
2016.1		2.6%				1.7%				
2016.2		2.7%	2.44%			1.8%	1.66%	SFY 16		1.81%
2016.3		4.0%				1.9%				
2016.4		3.8%				2.3%				
2017.1		3.4%				2.6%				
2017.2		0.9%	3.02%			2.5%	2.33%	SFY 17		2.47%
2017.3		-0.7%				2.5%				
2017.4		-1.4%				2.5%				
2018.1		-1.0%				2.6%				
2018.2		1.0%	-0.56%			2.6%	2.55%	SFY 18		1.93%
2018.3		1.5%				2.9%				
2018.4		2.2%				2.8%				
2019.1		2.7%				2.9%				
2019.2		2.9%	2.35%			2.9%	2.88%	SFY 19		2.78%
2019.3		3.1%				3.0%				
2019.4		3.1%				3.2%				
2020.1		2.9%				3.2%				
2020.2		2.9%	3.00%			3.2%	3.17%	SFY 20		3.13%

Notes:
 Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018).
 The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Reinsurance				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	34,154.7	36,734.6	7,042.0	43,776.6
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	34,154.7	36,734.6	7,042.0	43,776.6
Fund Total:	34,154.7	36,734.6	7,042.0	43,776.6
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	79,424.7	84,753.6	17,224.2	101,977.8
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Reinsurance

Fund:	2120-N	AHCCCS Fund			
	Non-Appropriated				
	8600	Debt Service	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0
	9100	Transfers	0.0	0.0	0.0
		Non-Appropriated Total:	79,424.7	84,753.6	17,224.2
		Fund Total:	79,424.7	84,753.6	17,224.2
		Program Total For Selected Funds:	113,579.4	121,488.2	24,266.2
					145,754.4

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	113,579.4	121,488.2

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Reinsurance	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	113,579.4	121,488.2
Appropriated		
1000-A General Fund (Appropriated)	34,154.7	36,734.6
	34,154.7	36,734.6
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	79,424.7	84,753.6
	79,424.7	84,753.6
Fund Source Total	113,579.4	121,488.2
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
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Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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**TRADITIONAL MEDICAID SERVICES
ACUTE MEDICARE PREMIUMS**

FISCAL YEAR 2020
BUDGET JUSTIFICATION

ACUTE BASE MEDICARE PREMIUMS PROGRAM

PROGRAM DESCRIPTION/BACKGROUND:

AHCCCS pays Medicare Part A premiums (Hospital Insurance Benefit (HIB)) and Medicare Part B premiums (Supplemental Medical Insurance Benefit (SMIB)) for Title XIX members who are eligible for both Medicare and Medicaid. AHCCCS acts as a payer of last resort for medical benefits and cost avoids against Medicare for dual eligible members. This means that for these members AHCCCS only has liability for payment of Medicare coinsurance, deductibles, and the remaining medical benefits that are not covered by Medicare and all other third party payers. Health care providers must determine the extent of third party coverage and bill all private insurance carriers including HMOs and Medicare prior to billing AHCCCS. This Medicare "buy-in" program reduces the State's Medicaid costs because the Federal government, through Medicare, absorbs many of the major medical costs provided to these members, which otherwise would have been paid by AHCCCS.

In addition, Federal law requires the State to pay Medicare Part A and/or Part B premiums on behalf of certain low-income Medicare beneficiaries. These members are covered under the Qualified Medicare Beneficiary (QMB) or the Specified Low-Income Medicare Beneficiary (SLMB) programs. To be eligible for the QMB program, the individual's income must be less than 100% of the Federal Poverty Level (FPL). These QMB members are eligible for full benefits, however, some choose to remain QMB only and AHCCCS pays for their Medicare Part A and Part B premiums, Medicare coinsurance and deductibles. To be eligible for the SLMB program, the individual's income must fall between 100% and 120% of the FPL. AHCCCS pays the Medicare Part B premium for SLMB eligibles.

Section 4732 of the Balanced Budget Act (BBA) of 1997 created two new eligibility groups: Qualified Individual I and II (QI-1 and QI-2). These 100% federal funded groups were originally scheduled to sunset on December 31, 2002. However the QI-1 group, which receives a payment for the full Medicare Part B premium, was reauthorized by Congress (the QI-2 group did sunset). Section 211 of the Medicare Access and CHIP Reauthorization Act (MACRA) permanently extended the Qualifying Individual program, for Calendar Year (CY) 2016, and each subsequent year. To be eligible for the QI-1 Program, a member's income must be between 120% and 135% of the FPL.

In Fiscal Year 2020, AHCCCS requires an increase of \$17,548,000 in Total Funds consisting of \$4,170,300 General Fund and \$13,377,700 Federal Fund for the Acute Medicare Premiums allocation within the Traditional Medicaid Services Appropriation.

METHODOLOGY:

- Medicare Part A and Part B monthly premium rates are established by the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMS) for each calendar year.
- A per member per month (PMPM) cost for Medicare Part A premiums is calculated by dividing actual Medicare Part A premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 1.59%. The 1.59% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part A rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part A premium expenditures for future years. The projected SSI with Medicare member months used for Medicare Part A and Part B premiums calculation includes members enrolled in the behavioral health integrated plans; as a result they do not tie to the SSI with Medicare member months used in the Traditional capitation forecast.
- A per member per month (PMPM) cost for Medicare Part B premiums is calculated by dividing actual Medicare Part B premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 5.23%. The 5.23% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part B rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part B premium expenditures for future years.
- The separate PMPM costs for QMB-Only Part A premiums, Part B premiums and coinsurance/deductibles were calculated by dividing actual expenditures for January through June 2018 by actual member months for that same period. The PMPMs for QMB-Only Medicare Part A and B premiums were increased by the same Part A and B inflation percentages as above. The QMB-Only Coinsurance & Deductible PMPM was increased by an average of the Part A and B increases or 3.41% for both Calendar Year 2018 and Calendar Year 2019.
- The PMPM costs for SLMB were calculated by actual expenditures for the January through June 2018 being divided by actual enrollment for that same period. Because SLMB enrollees are only eligible to have their Part B premiums paid, the same inflationary increase used for the Part B Medicare Premium calculation was used for this population.
- The QI-1 program enrollment is developed by dividing actual prior year expenditures by the published Part B rate. The projected enrollment is then multiplied by the projected published rate to estimate the future expenditures. This program is 100% Federally funded up to the annual QI-1 allotment amount. If the allotment is exceeded, the cost is 100% state funded.

Medicare Premium Rates



FISCAL YEAR 2020
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES
ACUTE MEDICARE PREMIUMS

The current calendar year 2018 Medicare Part A premium is \$422.00 per month. The current calendar year 2018 Medicare Part B premium is \$134.00. The effective Medicare premium rates paid by AHCCCS are calculated using the PMPM costs which include a 10% surcharge for late enrollment for some members over and above the published premium rates. The following table provides a historical perspective on the Medicare Part A and B premiums and annual increases.

History of Medicare Premium Rates

Calendar Year	Medicare Part A Premium	% Change	Medicare Part B Premium	% Change
2002	\$319.00	6.33%	\$54.00	8.00%
2003	\$316.00	-0.94%	\$58.70	8.70%
2004	\$343.00	8.54%	\$66.60	13.46%
2005	\$375.00	9.33%	\$78.20	17.42%
2006	\$393.00	4.80%	\$88.50	13.17%
2007	\$410.00	4.33%	\$93.50	5.65%
2008	\$423.00	3.17%	\$96.40	3.10%
2009	\$443.00	4.73%	\$96.40	0.00%
2010	\$461.00	4.06%	\$110.50	14.63%
2011	\$450.00	-2.39%	\$115.40	4.43%
2012	\$451.00	0.22%	\$99.90	-13.43%
2013	\$441.00	-2.22%	\$104.90	5.01%
2014	\$426.00	-3.40%	\$104.90	0.00%
2015	\$407.00	-4.46%	\$104.90	0.00%
2016	\$411.00	0.98%	\$121.80	16.11%
2017	\$413.00	0.49%	\$134.00	10.02%
2018	\$422.00	2.18%	\$134.00	0.00%
2019 (est.)	\$428.70	1.59%	\$141.00	5.23%
2020 (est.)	\$435.50	1.59%	\$148.37	5.23%

TRADITIONAL MEDICAID SERVICES
ACUTE MEDICARE PREMIUMS

FISCAL YEAR 2020
 BUDGET JUSTIFICATION



Medicare Part A and Part B premiums projected for Calendar Years 2018 and 2019 are based on an average of the most recent five years percentage increase, excluding years for which the rate decreased.

Membership Growth

Linear regressions were used to project member month growth for the different subgroups of the Medicare Premiums Program.

- Traditional SSI with Medicare member – 36-month regression
- QMB-Only member – 36-month regression
- SLMB member – 36-month regression
- QI-1 member – 72-month regression

Below is a chart showing the projected member month changes for all subprograms within the Medicare Premiums Program for SFY 2012-2020. For FY2019 and FY2020, member months for SSI Traditional and Prop. 204 SSI were forecast in aggregate using a 36 month regression and then split according to the percentage that each group currently represents of the total. SSI with Medicare member months were then added together with Integrated Behavioral Health SSI with Medicare member months to get the Part A & B totals.

SFY	Part A & B	%Chg	QMB-Only	%Chg	SLMB	%Chg	QI-1	%Chg
2012	599,769.42	8.5%	48,625.00	-0.3%	241,530.00	8.3%	153,686.33	1.3%
2013	627,624.21	4.6%	50,923.00	4.7%	262,706.00	8.8%	184,230.39	19.9%
2014	650,489.05	3.6%	56,427.00	10.8%	277,430.00	5.6%	189,203.99	2.7%
2015	672,604.99	3.4%	56,145.00	-0.5%	300,848.00	8.4%	200,471.33	6.0%
2016	686,869.32	2.1%	71,191.00	26.8%	335,588.00	11.5%	215,836.70	7.7%
2017	891,449.06	29.8%	80,510.00	13.1%	355,429.00	5.9%	224,281.79	3.9%
2018	783,400.35	-12.1%	93,247.00	15.8%	379,509.00	6.8%	227,946.56	1.6%
2019	796,500.13	1.7%	89,488.45	-4.0%	413,933.57	9.1%	235,734.66	3.4%
2020	799,628.59	0.4%	94,481.28	5.6%	437,028.17	5.6%	248,887.00	5.6%



**TRADITIONAL MEDICAID SERVICES
ACUTE MEDICARE PREMIUMS**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

FMAP:

Unless otherwise noted above, Acute Traditional members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	69.48%

STATUTORY AUTHORITY:

ARS § 36-2901, paragraph 6, subdivision (a)
ARS § 36-2911
Section 4732, the Balanced Budget Act (BBA) of 1997
Medicare Access and CHIP Reauthorization Act of 2015 (PL 114-10)
Arizona Section 1115 Waiver for FFY 2017 through FFY 2021, CNOM #11 (January 18, 2017 version)

Arizona Health Care Cost Containment System
Fiscal Year 2020 Budget
Medicare Cost Sharing Program Expenditure Forecast Summary

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Increase
Part A and B	(SM) 36,085,548	38,798,900	37,767,600	40,157,000	1,358,100
	(TF) 119,218,774	127,474,700	125,181,100	131,923,700	4,449,000
QMB-Only	(SM) 5,756,814	6,189,700	5,577,800	6,177,800	(11,900)
	(TF) 19,019,756	20,336,900	18,486,500	20,294,200	(42,700)
SLMB	(SM) 18,230,498	19,601,300	20,111,100	22,425,400	2,824,100
	(TF) 60,232,790	64,403,900	66,657,400	73,668,500	9,264,600
QI-1	(SM) -	-	-	-	-
	(TF) 30,544,839	32,660,000	33,059,700	36,537,100	3,877,100
Medicare Cost Sharing	(SM) 60,072,860	64,589,900	63,456,500	68,760,200	4,170,300
	(TF) 229,016,159	244,875,500	243,384,700	262,423,500	17,548,000

Notes:

- 1) For FY19, Acute Medicare Premiums are appropriated as part of the Traditional Medicaid Services line item.
- 2) The FY19 Allocation above was based on FY 18 Medicare Premium expenditures as a percentage of total Traditional expenditures.
- 3) FY 2018 Actuals are from PMMIS and may not tie to AFIS because of timing issues.

**Arizona Health Care Cost Containment System
State Fiscal Years 2018 - 2020
Medicare Cost Sharing Program Expenditure Forecast Summary**

	SFY 2018 PMMIS Actual		
	Total	Fed	State
Part A and B	119,218,774	83,133,226	36,085,548
QMB-Only	19,019,756	13,262,942	5,756,814
SLMB	60,232,790	42,002,292	18,230,498
QI-1	30,544,839	30,544,839	-
Total	229,016,159	168,943,299	60,072,860

	SFY 2019 Rebase		
	Total	Fed	State
Part A and B	125,181,100	87,413,500	37,767,600
QMB-Only	18,486,500	12,908,700	5,577,800
SLMB	66,657,400	46,546,300	20,111,100
QI-1	33,059,700	33,059,700	-
Total	243,384,700	179,928,200	63,456,500

	SFY 2020 Request		
	Total	Fed	State
Part A and B	131,923,700	91,766,700	40,157,000
QMB-Only	20,294,200	14,116,400	6,177,800
SLMB	73,668,500	51,243,100	22,425,400
QI-1	36,537,100	36,537,100	-
Total	262,423,500	193,663,300	68,760,200

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
Q11	2,585,545	2,637,260	2,661,063	2,632,237	2,722,955	2,755,500	2,539,719	2,587,980	1,905,883	2,399,576	2,564,305	2,552,817	30,544,839
QMB Part A	5,844	4,440	4,440	4,440	914	5,038	4,304	3,391	4,726	4,304	3,882	3,882	49,605
QMB Part B	987,237	1,001,287	1,000,697	998,210	1,020,194	1,016,232	990,875	1,027,346	1,037,886	1,002,770	953,268	933,760	11,969,761
QMB Copay	489,558	701,001	415,525	457,695	623,098	570,009	672,948	637,828	613,810	557,339	767,442	494,137	7,000,390
SLMB	4,832,276	4,846,588	4,845,005	4,881,619	4,875,798	4,970,873	4,975,958	5,143,399	5,151,172	5,226,256	5,245,367	5,238,479	60,232,790
Part A	524,764	601,910	593,247	580,796	558,197	596,044	622,907	622,984	604,525	607,260	630,874	636,755	7,180,262
Part B	8,993,248	9,152,259	9,176,948	9,272,426	9,304,786	9,375,711	9,431,094	9,409,599	9,486,170	9,551,948	9,588,464	9,295,862	112,038,512
Medicare TOTAL	18,418,473	18,944,743	18,696,925	18,827,422	19,105,940	19,289,407	19,237,806	19,432,525	18,804,173	19,349,453	19,753,602	19,155,691	229,016,159
TOTAL	18,418,473	18,944,743	18,696,925	18,827,422	19,105,940	19,289,407	19,237,806	19,432,525	18,804,173	19,349,453	19,753,602	19,155,691	229,016,159

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
Q11	2,622,100	2,633,300	2,644,600	2,655,800	2,667,100	2,678,300	2,830,100	2,842,000	2,853,800	2,865,700	2,877,500	2,889,400	33,059,700
QMB Part A	3,700	3,700	3,700	3,800	3,800	3,800	3,900	3,900	3,900	3,900	3,900	3,900	45,900
QMB Part B	900,600	904,500	908,400	912,200	916,100	920,000	972,100	976,200	980,200	984,300	988,400	992,400	11,355,400
QMB Copay	567,000	569,500	571,900	574,300	576,800	579,200	601,500	604,000	606,500	609,000	611,500	614,000	7,085,200
SLMB	5,286,800	5,309,500	5,332,200	5,354,900	5,377,600	5,400,300	5,706,300	5,730,200	5,754,100	5,778,000	5,801,800	5,825,700	66,657,400
Part A	625,900	626,100	626,300	626,500	626,700	626,800	636,500	636,700	637,000	637,300	637,600	637,700	7,581,100
Part B	9,536,200	9,540,500	9,543,600	9,546,200	9,548,500	9,551,400	10,045,400	10,049,100	10,053,000	10,058,100	10,062,500	10,065,500	117,600,000
Medicare TOTAL	19,542,300	19,587,100	19,630,700	19,673,700	19,716,600	19,759,800	20,795,800	20,842,100	20,888,500	20,936,300	20,983,200	21,028,600	243,384,700
TOTAL	19,542,300	19,587,100	19,630,700	19,673,700	19,716,600	19,759,800	20,795,800	20,842,100	20,888,500	20,936,300	20,983,200	21,028,600	243,384,700

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
Q11	2,901,200	2,913,000	2,924,900	2,936,700	2,948,600	2,960,400	3,127,600	3,140,000	3,152,500	3,164,900	3,177,400	3,189,900	36,537,100
QMB Part A	4,000	4,000	4,000	4,000	4,000	4,000	4,100	4,100	4,200	4,200	4,200	4,200	49,000
QMB Part B	996,500	1,000,600	1,004,600	1,008,700	1,012,800	1,016,900	1,074,300	1,078,500	1,082,800	1,087,100	1,091,400	1,095,700	12,549,900
QMB Copay	616,600	619,100	621,600	624,100	626,600	629,100	653,200	655,800	658,400	661,000	663,600	666,200	7,695,300
SLMB	5,849,600	5,873,500	5,897,300	5,921,200	5,945,100	5,969,000	6,306,000	6,331,100	6,356,200	6,381,400	6,406,500	6,431,600	73,668,500
Part A	638,200	638,400	638,500	638,700	638,900	639,100	648,900	649,100	649,400	649,800	650,000	650,200	7,729,200
Part B	10,073,200	10,075,800	10,078,200	10,080,900	10,083,400	10,086,100	10,608,200	10,612,300	10,616,500	10,622,400	10,627,200	10,630,300	124,194,500
Medicare TOTAL	21,079,300	21,124,400	21,169,100	21,214,300	21,259,400	21,304,600	22,422,300	22,470,900	22,520,000	22,570,800	22,620,300	22,668,100	262,423,500
TOTAL	21,079,300	21,124,400	21,169,100	21,214,300	21,259,400	21,304,600	22,422,300	22,470,900	22,520,000	22,570,800	22,620,300	22,668,100	262,423,500

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
Q11	2,585,545	2,637,260	2,661,063	2,632,237	2,722,955	2,755,500	2,539,719	2,587,980	1,905,883	2,399,576	2,564,305	2,552,817	30,544,839
QMB Part A	4,046	3,074	3,074	3,103	639	3,521	3,008	2,370	3,303	3,008	2,713	2,713	34,573
QMB Part B	683,563	693,291	692,883	697,649	713,013	710,244	692,523	718,012	725,379	700,836	666,239	652,605	8,346,236
QMB Copay	338,970	483,373	287,709	319,883	435,483	398,379	470,324	445,778	428,992	389,524	536,365	345,352	4,882,133
SLMB	3,345,868	3,355,777	3,354,682	3,411,764	3,407,695	3,474,143	3,477,697	3,594,721	3,600,154	3,652,630	3,665,987	3,661,173	42,002,292
Part A	363,347	416,762	410,764	405,918	390,124	416,575	435,350	435,403	422,502	424,414	440,918	445,028	5,007,106
Part B	6,226,925	6,337,024	6,354,119	6,480,499	6,503,115	6,552,684	6,591,391	6,576,368	6,629,884	6,675,856	6,701,377	6,496,878	78,126,120
Medicare TOTAL	13,548,264	13,928,561	13,764,294	13,951,052	14,173,023	14,311,047	14,210,012	14,360,632	13,716,098	14,245,845	14,577,904	14,156,566	168,943,299
TOTAL	13,548,264	13,928,561	13,764,294	13,951,052	14,173,023	14,311,047	14,210,012	14,360,632	13,716,098	14,245,845	14,577,904	14,156,566	168,943,299

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
Q11	2,622,100	2,633,300	2,644,600	2,655,800	2,667,100	2,678,300	2,830,100	2,842,000	2,853,800	2,865,700	2,877,500	2,889,400	33,059,700
QMB Part A	2,600	2,600	2,600	2,600	2,600	2,600	2,700	2,700	2,700	2,700	2,700	2,800	31,900
QMB Part B	629,500	632,200	634,900	636,800	639,500	642,200	678,600	681,500	684,300	687,100	690,000	692,800	7,929,400
QMB Copay	396,300	398,000	399,700	400,900	402,600	404,300	419,900	421,600	423,400	425,100	426,900	428,700	4,947,400
SLMB	3,695,000	3,710,800	3,726,700	3,738,200	3,754,100	3,769,900	3,983,600	4,000,300	4,016,900	4,033,600	4,050,300	4,066,900	46,546,300
Part A	437,400	437,600	437,700	437,400	437,500	437,600	444,300	444,300	444,700	444,900	445,100	445,200	5,293,900
Part B	6,664,900	6,667,900	6,670,000	6,664,200	6,665,800	6,667,800	7,012,700	7,015,300	7,018,000	7,021,600	7,024,700	7,026,700	82,119,600
Medicare TOTAL	14,447,800	14,482,400	14,516,200	14,535,900	14,569,200	14,602,700	15,371,900	15,407,900	15,443,800	15,480,700	15,517,200	15,552,500	179,928,200
TOTAL	14,447,800	14,482,400	14,516,200	14,535,900	14,569,200	14,602,700	15,371,900	15,407,900	15,443,800	15,480,700	15,517,200	15,552,500	179,928,200

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
Q11	2,901,200	2,913,000	2,924,900	2,936,700	2,948,600	2,960,400	3,127,600	3,140,000	3,152,500	3,164,900	3,177,400	3,189,900	36,537,100
QMB Part A	2,800	2,800	2,800	2,800	2,800	2,800	2,900	2,900	2,900	2,900	2,900	2,900	34,200
QMB Part B	695,700	698,500	701,300	700,900	703,700	706,500	746,400	749,400	752,300	755,300	758,300	761,300	8,729,600
QMB Copay	430,400	432,200	433,900	433,600	435,400	437,100	453,800	455,600	457,400	459,200	461,100	462,900	5,352,600
SLMB	4,083,600	4,100,300	4,116,900	4,114,100	4,130,700	4,147,200	4,381,400	4,398,900	4,416,300	4,433,800	4,451,200	4,468,700	51,243,100
Part A	445,500	445,700	445,800	443,800	443,900	444,000	450,800	451,000	451,000	451,500	451,700	451,800	5,376,700
Part B	7,032,100	7,033,900	7,035,600	7,004,200	7,005,900	7,007,800	7,370,600	7,373,400	7,376,300	7,380,500	7,383,800	7,385,900	86,390,000
Medicare TOTAL	15,591,300	15,626,400	15,661,200	15,636,100	15,671,000	15,705,800	16,533,500	16,571,200	16,608,900	16,648,100	16,686,400	16,723,400	193,663,300
TOTAL	15,591,300	15,626,400	15,661,200	15,636,100	15,671,000	15,705,800	16,533,500	16,571,200	16,608,900	16,648,100	16,686,400	16,723,400	193,663,300

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
Q11	-	-	-	-	-	-	-	-	-	-	-	-	-
QMB Part A	1,798	1,366	1,366	1,337	275	1,517	1,296	1,021	1,423	1,296	1,169	1,169	15,032
QMB Part B	303,674	307,996	307,814	300,561	307,180	305,987	298,353	309,334	312,508	301,934	287,029	281,155	3,623,525
QMB Copay	150,588	215,628	127,815	137,812	187,615	171,630	202,625	192,050	184,818	167,815	231,077	148,785	2,118,257
SLMB	1,486,408	1,490,810	1,490,324	1,469,856	1,468,103	1,496,730	1,498,261	1,548,677	1,551,018	1,573,626	1,579,380	1,577,306	18,230,498
Part A	161,418	185,147	182,483	174,878	168,073	179,469	187,557	187,580	182,022	182,846	189,956	191,727	2,173,156
Part B	2,766,323	2,815,235	2,822,829	2,791,927	2,801,671	2,823,026	2,839,702	2,833,230	2,856,286	2,876,091	2,887,086	2,798,984	33,912,392
Medicare TOTAL	4,870,208	5,016,182	4,932,631	4,876,370	4,932,917	4,978,359	5,027,794	5,071,893	5,088,075	5,103,608	5,175,697	4,999,125	60,072,860
TOTAL	4,870,208	5,016,182	4,932,631	4,876,370	4,932,917	4,978,359	5,027,794	5,071,893	5,088,075	5,103,608	5,175,697	4,999,125	60,072,860

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
Q11	-	-	-	-	-	-	-	-	-	-	-	-	-
QMB Part A	1,100	1,100	1,100	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,100	14,000
QMB Part B	271,100	272,300	273,500	275,400	276,600	277,800	293,500	294,700	295,900	297,200	298,400	299,600	3,426,000
QMB Copay	170,700	171,500	172,200	173,400	174,200	174,900	181,600	182,400	183,100	183,900	184,600	185,300	2,137,800
SLMB	1,591,800	1,598,700	1,605,500	1,616,700	1,623,500	1,630,400	1,722,700	1,729,900	1,737,200	1,744,400	1,751,500	1,758,800	20,111,100
Part A	188,500	188,500	188,600	189,100	189,200	189,200	192,200	192,200	192,300	192,400	192,500	192,500	2,287,200
Part B	2,871,300	2,872,600	2,873,600	2,882,000	2,882,700	2,883,600	3,032,700	3,033,800	3,035,000	3,036,500	3,037,800	3,038,800	35,480,400
Medicare TOTAL	5,094,500	5,104,700	5,114,500	5,137,800	5,147,400	5,157,100	5,423,900	5,434,200	5,444,700	5,455,600	5,466,000	5,476,100	63,456,500
TOTAL	5,094,500	5,104,700	5,114,500	5,137,800	5,147,400	5,157,100	5,423,900	5,434,200	5,444,700	5,455,600	5,466,000	5,476,100	63,456,500

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
Q11	-	-	-	-	-	-	-	-	-	-	-	-	-
QMB Part A	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,200	1,300	1,300	1,300	1,300	14,800
QMB Part B	300,800	302,100	303,300	307,800	309,100	310,400	327,900	329,100	330,500	331,800	333,100	334,400	3,820,300
QMB Copay	186,200	186,900	187,700	190,500	191,200	192,000	199,400	200,200	201,000	201,800	202,500	203,300	2,342,700
SLMB	1,766,000	1,773,200	1,780,400	1,807,100	1,814,400	1,821,800	1,924,600	1,932,200	1,939,900	1,947,600	1,955,300	1,962,900	22,425,400
Part A	192,700	192,700	192,700	194,900	195,000	195,100	198,100	198,100	198,200	198,300	198,300	198,400	2,352,500
Part B	3,041,100	3,041,900	3,042,600	3,076,700	3,077,500	3,078,300	3,237,600	3,238,900	3,240,200	3,241,900	3,243,400	3,244,400	37,804,500
Medicare TOTAL	5,488,000	5,498,000	5,507,900	5,578,200	5,588,400	5,598,800	5,888,800	5,899,700	5,911,100	5,922,700	5,933,900	5,944,700	68,760,200
TOTAL	5,488,000	5,498,000	5,507,900	5,578,200	5,588,400	5,598,800	5,888,800	5,899,700	5,911,100	5,922,700	5,933,900	5,944,700	68,760,200

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
Q11	19,295.11	19,681.04	19,858.68	19,643.56	20,320.56	20,563.43	18,953.13	19,313.28	14,223.01	17,907.29	19,136.60	19,050.87	227,946.56
QMB Part A	7,756.00	7,760.00	7,743.00	7,847.00	7,919.00	7,845.00	8,021.00	8,204.00	7,957.00	7,586.00	7,377.00	7,232.00	93,247.00
QMB Part B	7,756.00	7,760.00	7,743.00	7,847.00	7,919.00	7,845.00	8,021.00	8,204.00	7,957.00	7,586.00	7,377.00	7,232.00	93,247.00
QMB Copay	7,756.00	7,760.00	7,743.00	7,847.00	7,919.00	7,845.00	8,021.00	8,204.00	7,957.00	7,586.00	7,377.00	7,232.00	93,247.00
SLMB	29,961.00	30,043.00	30,145.00	30,250.00	30,586.00	30,749.00	32,445.00	32,512.00	33,015.00	33,103.00	33,248.00	33,452.00	379,509.00
Part A	64,160.93	64,429.65	64,572.60	64,884.03	65,050.63	65,218.45	65,444.61	65,788.82	65,761.94	65,865.23	65,986.55	66,092.57	783,256.01
Part B	64,160.93	64,429.65	64,572.60	64,884.03	65,050.63	65,218.45	65,444.61	65,788.82	65,761.94	65,865.23	65,986.55	66,092.57	783,256.01
Medicare TOTAL	200,845.98	201,863.33	202,377.88	203,202.62	204,764.82	205,284.33	206,350.36	208,014.92	202,632.88	205,498.75	206,488.70	206,384.01	2,453,708.59
TOTAL	200,845.98	201,863.33	202,377.88	203,202.62	204,764.82	205,284.33	206,350.36	208,014.92	202,632.88	205,498.75	206,488.70	206,384.01	2,453,708.59

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
Q11	19,567.76	19,651.75	19,735.73	19,819.71	19,903.69	19,987.67	20,071.66	20,155.64	20,239.62	20,323.60	20,407.59	20,491.57	240,355.99
QMB Part A	7,024.85	7,055.00	7,085.15	7,115.30	7,145.45	7,175.60	7,205.75	7,235.90	7,266.05	7,296.20	7,326.35	7,356.50	86,288.08
QMB Part B	7,024.85	7,055.00	7,085.15	7,115.30	7,145.45	7,175.60	7,205.75	7,235.90	7,266.05	7,296.20	7,326.35	7,356.50	86,288.08
QMB Copay	7,024.85	7,055.00	7,085.15	7,115.30	7,145.45	7,175.60	7,205.75	7,235.90	7,266.05	7,296.20	7,326.35	7,356.50	86,288.08
SLMB	33,730.15	33,895.00	34,039.85	34,184.70	34,329.55	34,474.40	34,619.26	34,764.11	34,908.96	35,053.81	35,198.66	35,343.51	414,561.95
Part A	66,349.93	66,379.80	66,401.32	66,419.64	66,435.33	66,455.29	66,421.91	66,446.49	66,472.06	66,505.81	66,535.11	66,554.46	797,377.15
Part B	66,349.93	66,379.80	66,401.32	66,419.64	66,435.33	66,455.29	66,421.91	66,446.49	66,472.06	66,505.81	66,535.11	66,554.46	797,377.15
Medicare TOTAL	207,092.32	207,471.34	207,833.67	208,189.60	208,540.25	208,899.46	209,151.97	209,520.42	209,890.85	210,277.63	210,655.51	211,013.48	2,508,536.49
TOTAL	207,092.32	207,471.34	207,833.67	208,189.60	208,540.25	208,899.46	209,151.97	209,520.42	209,890.85	210,277.63	210,655.51	211,013.48	2,508,536.49

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
Q11	20,575.55	20,659.53	20,743.51	20,827.50	20,911.48	20,995.46	21,079.44	21,163.43	21,247.41	21,331.39	21,415.37	21,499.35	252,449.42
QMB Part A	7,386.65	7,416.80	7,446.95	7,477.10	7,507.25	7,537.40	7,567.54	7,597.69	7,627.84	7,657.99	7,688.14	7,718.29	90,629.64
QMB Part B	7,386.65	7,416.80	7,446.95	7,477.10	7,507.25	7,537.40	7,567.54	7,597.69	7,627.84	7,657.99	7,688.14	7,718.29	90,629.64
QMB Copay	7,386.65	7,416.80	7,446.95	7,477.10	7,507.25	7,537.40	7,567.54	7,597.69	7,627.84	7,657.99	7,688.14	7,718.29	90,629.64
SLMB	35,488.36	35,633.21	35,778.06	35,922.91	36,067.77	36,212.62	36,357.47	36,502.32	36,647.17	36,792.02	36,936.87	37,081.72	435,420.50
Part A	66,605.50	66,622.85	66,638.64	66,656.44	66,673.09	66,691.08	66,659.74	66,685.45	66,712.12	66,749.30	66,779.09	66,798.97	800,272.29
Part B	66,605.50	66,622.85	66,638.64	66,656.44	66,673.09	66,691.08	66,659.74	66,685.45	66,712.12	66,749.30	66,779.09	66,798.97	800,272.29
Medicare TOTAL	211,434.85	211,788.84	212,139.71	212,494.58	212,847.16	213,202.42	213,459.03	213,829.73	214,202.35	214,596.00	214,974.86	215,333.90	2,560,303.42
TOTAL	211,434.85	211,788.84	212,139.71	212,494.58	212,847.16	213,202.42	213,459.03	213,829.73	214,202.35	214,596.00	214,974.86	215,333.90	2,560,303.42

PMPM

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	SFY Average
Q11	134.00	134.00	134.00	134.00	134.00	134.00	134.00	134.00	134.00	134.00	134.00	134.00	134.00
QMB Part A	0.75	0.57	0.57	0.57	0.12	0.64	0.54	0.41	0.59	0.57	0.53	0.54	0.53
QMB Part B	127.29	129.03	129.24	127.21	128.83	129.54	123.54	125.22	130.44	132.19	129.22	129.12	128.37
QMB Copay	63.12	90.34	53.66	58.33	78.68	72.66	83.90	77.75	77.14	73.47	104.03	68.33	75.07
SLMB	161.29	161.32	160.72	161.38	159.41	161.66	153.37	158.20	156.03	157.88	157.76	156.60	158.71
Part A	8.18	9.34	9.19	8.95	8.58	9.14	9.52	9.47	9.19	9.22	9.56	9.63	9.17
Part B	140.17	142.05	142.12	142.91	143.04	143.76	144.11	143.03	144.25	145.02	145.31	140.65	143.04

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	SFY Average
Q11	134.00	134.00	134.00	134.00	134.00	134.00	141.00	141.00	141.00	141.00	141.00	141.00	137.55
QMB Part A	0.53	0.53	0.53	0.53	0.53	0.53	0.54	0.54	0.54	0.54	0.54	0.54	0.53
QMB Part B	128.21	128.21	128.21	128.21	128.21	128.21	134.91	134.91	134.91	134.91	134.91	134.91	131.60
QMB Copay	80.72	80.72	80.72	80.72	80.72	80.72	83.47	83.47	83.47	83.47	83.47	83.47	82.11
SLMB	156.65	156.65	156.65	156.65	156.65	156.65	164.83	164.83	164.83	164.83	164.83	164.83	160.79
Part A	9.43	9.43	9.43	9.43	9.43	9.43	9.58	9.58	9.58	9.58	9.58	9.58	9.51
Part B	143.73	143.73	143.73	143.73	143.73	143.73	151.24	151.24	151.24	151.24	151.24	151.24	147.48

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	SFY Average
Q11	141.00	141.00	141.00	141.00	141.00	141.00	148.37	148.37	148.37	148.37	148.37	148.37	144.73
QMB Part A	0.54	0.54	0.54	0.54	0.54	0.54	0.54	0.54	0.54	0.54	0.54	0.54	0.54
QMB Part B	134.91	134.91	134.91	134.91	134.91	134.91	141.96	141.96	141.96	141.96	141.96	141.96	138.47
QMB Copay	83.47	83.47	83.47	83.47	83.47	83.47	86.31	86.31	86.31	86.31	86.31	86.31	84.91
SLMB	164.83	164.83	164.83	164.83	164.83	164.83	173.44	173.44	173.44	173.44	173.44	173.44	169.19
Part A	9.58	9.58	9.58	9.58	9.58	9.58	9.73	9.73	9.73	9.73	9.73	9.73	9.66
Part B	151.24	151.24	151.24	151.24	151.24	151.24	159.14	159.14	159.14	159.14	159.14	159.14	155.19

Medicare Premium Inflation Factors

		Medicare Premium History:		PMPM		% Change	
		Part A	Part B	Part A	Part B	Part A	Part B
1996.01 to 1996.12	Actual	\$ 289.00	\$ 42.50	6.53%	6.53%		
1997.01 to 1997.12	Actual	\$ 311.00	\$ 43.80	7.61%	3.06%		
1998.01 to 1998.12	Actual	\$ 309.00	\$ 43.80	-0.64%	0.00%		
1999.01 to 1999.12	Actual	\$ 309.00	\$ 45.50	0.00%	3.88%		
2000.01 to 2000.12	Actual	\$ 301.00	\$ 45.50	-2.59%	0.00%		
2001.01 to 2001.12	Actual	\$ 300.00	\$ 50.00	-0.33%	9.89%		
2002.01 to 2002.12	Actual	\$ 319.00	\$ 54.00	6.33%	8.00%		
2003.01 to 2003.12	Actual	\$ 316.00	\$ 58.70	-0.94%	8.70%		
2004.01 to 2004.12	Actual	\$ 343.00	\$ 66.60	8.54%	13.46%		
2005.01 to 2005.12	Actual	\$ 375.00	\$ 78.20	9.33%	17.42%		
2006.01 to 2006.12	Actual	\$ 393.00	\$ 88.50	4.80%	13.17%		
2007.01 to 2007.12	Actual	\$ 410.00	\$ 93.50	4.33%	5.65%		
2008.01 to 2008.12	Actual	\$ 423.00	\$ 96.40	3.17%	3.10%		
2009.01 to 2009.12	Actual	\$ 443.00	\$ 96.40	4.73%	0.00%		
2010.01 to 2010.12	Actual	\$ 461.00	\$ 110.50	4.06%	14.63%		
2011.01 to 2011.12	Actual	\$ 450.00	\$ 115.40	-2.39%	4.43%		
2012.01 to 2012.12	Actual	\$ 451.00	\$ 99.90	0.22%	-13.43%		
2013.01 to 2013.12	Actual	\$ 441.00	\$ 104.90	-2.22%	5.01%		
2014.01 to 2014.12	Actual	\$ 426.00	\$ 104.90	-3.40%	0.00%		
2015.01 to 2015.12	Actual	\$ 407.00	\$ 104.90	-4.46%	0.00%		
2016.01 to 2016.12	Actual	\$ 411.00	\$ 121.80	0.98%	16.11%		
2017.01 to 2017.12	Actual	\$ 413.00	\$ 134.00	0.49%	10.02%		
2018.01 to 2018.12	Actual	\$ 422.00	\$ 134.00	2.18%	0.00%		
2019.01 to 2019.12	Projected	\$ 428.70	\$ 141.00	1.59%	5.23%		
2020.01 to 2020.12	Projected	\$ 435.50	\$ 148.37	1.59%	5.23%		
				Projected Medicare % Change			
				Part A	Part B	A & B Average	
				1.33%	5.01%	3.17%	
				1.22%	8.71%	4.96%	
				0.97%	6.53%	3.75%	
				1.59%	5.23%	3.41%	

Note: Averages in the projected change table above do not include years in which there was a decrease.

Medicare Premiums - Qualified Individuals

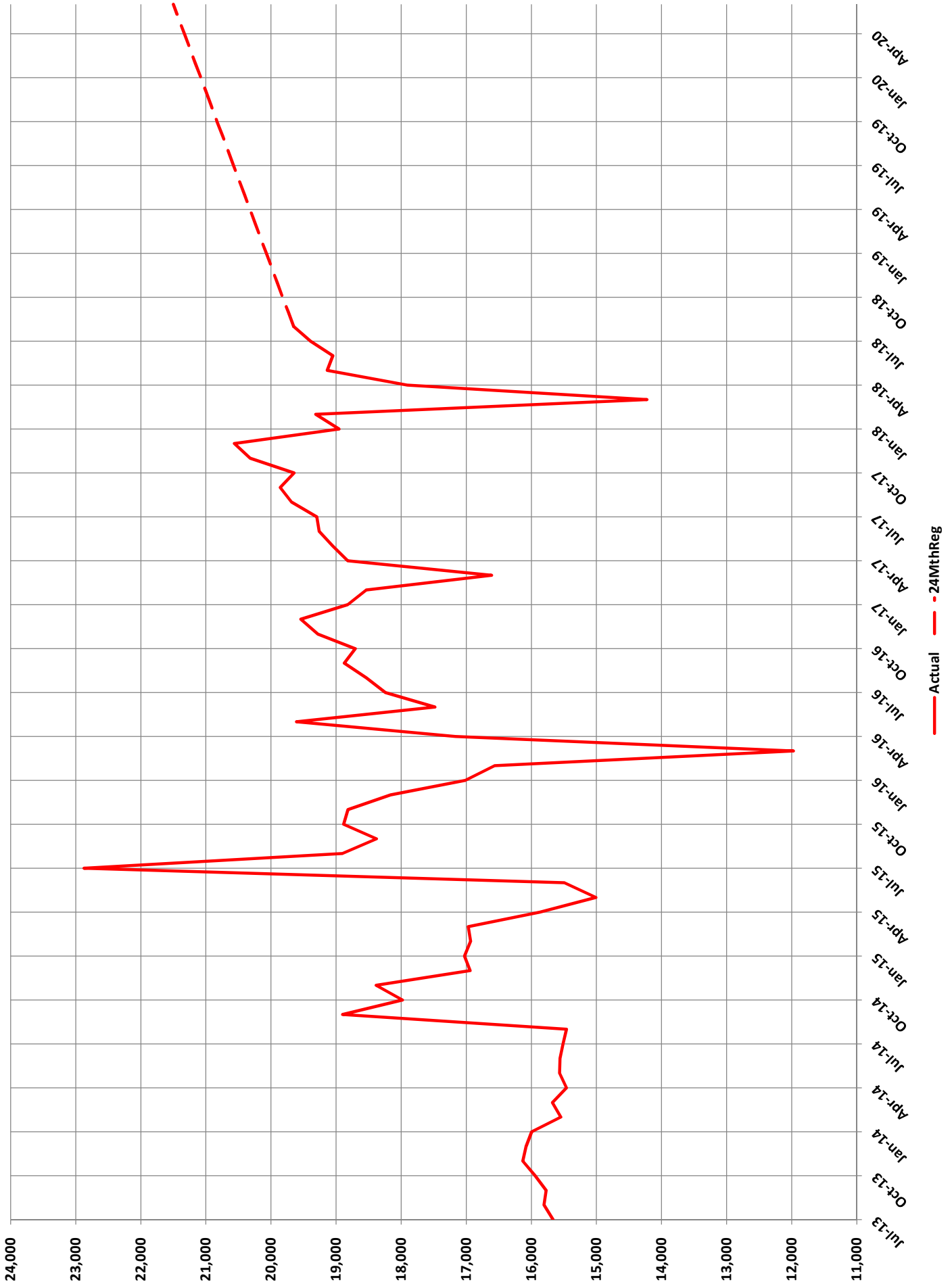
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	42,986		5.20%					
2012.4	48,007		11.68%					
2013.1	46,423		-3.30%			184,230	19.87%	17.31%
2013.2	46,814		0.84%					SFY 12-13
2013.3	47,244		0.92%					
2013.4	48,155		1.93%					
2014.1	47,221		-1.94%			189,204	2.70%	-1.04%
2014.2	46,584		-1.35%					SFY 13-14
2014.3	49,874		7.06%					
2014.4	53,304		6.88%					
2015.1	50,927		-4.46%			200,471	5.96%	-0.43%
2015.2	46,367		-8.95%					SFY 14-15
2015.3	60,157		29.74%					
2015.4	55,868		-7.13%					
2016.1	45,554		-18.46%			215,837	7.66%	12.83%
2016.2	54,258		19.11%					SFY 15-16
2016.3	55,651		2.57%					
2016.4	57,529		3.38%					
2017.1	53,970		-6.19%			224,282	3.91%	10.18%
2017.2	57,132		5.86%					SFY 16-17
2017.3	58,835		2.98%					
2017.4	60,528		2.88%					
2018.1	52,489		-13.28%			227,947	1.63%	-1.08%
2018.2	56,095		6.87%					SFY 17-18
2018.3		58,779	4.79%					
2018.4		59,711	1.59%					
2019.1		60,467	1.27%			240,180	5.37%	7.56%
2019.2		61,223	1.25%					SFY 18-19
2019.3		61,979	1.23%					
2019.4		62,734	1.22%					
2020.1		63,490	1.20%			252,449	5.11%	4.92%
2020.2		64,246	1.19%					SFY 19-20

Notes:

- (1) Data are imputed from monthly invoices.
- (2) Forecast is based on a 24-month MLR model

Adj. R Squared: -0.0433
 Standard Error: 314.27

Medicare Premiums - Qualified Individuals



Medicare Premiums - Qualified Medicare Beneficiary

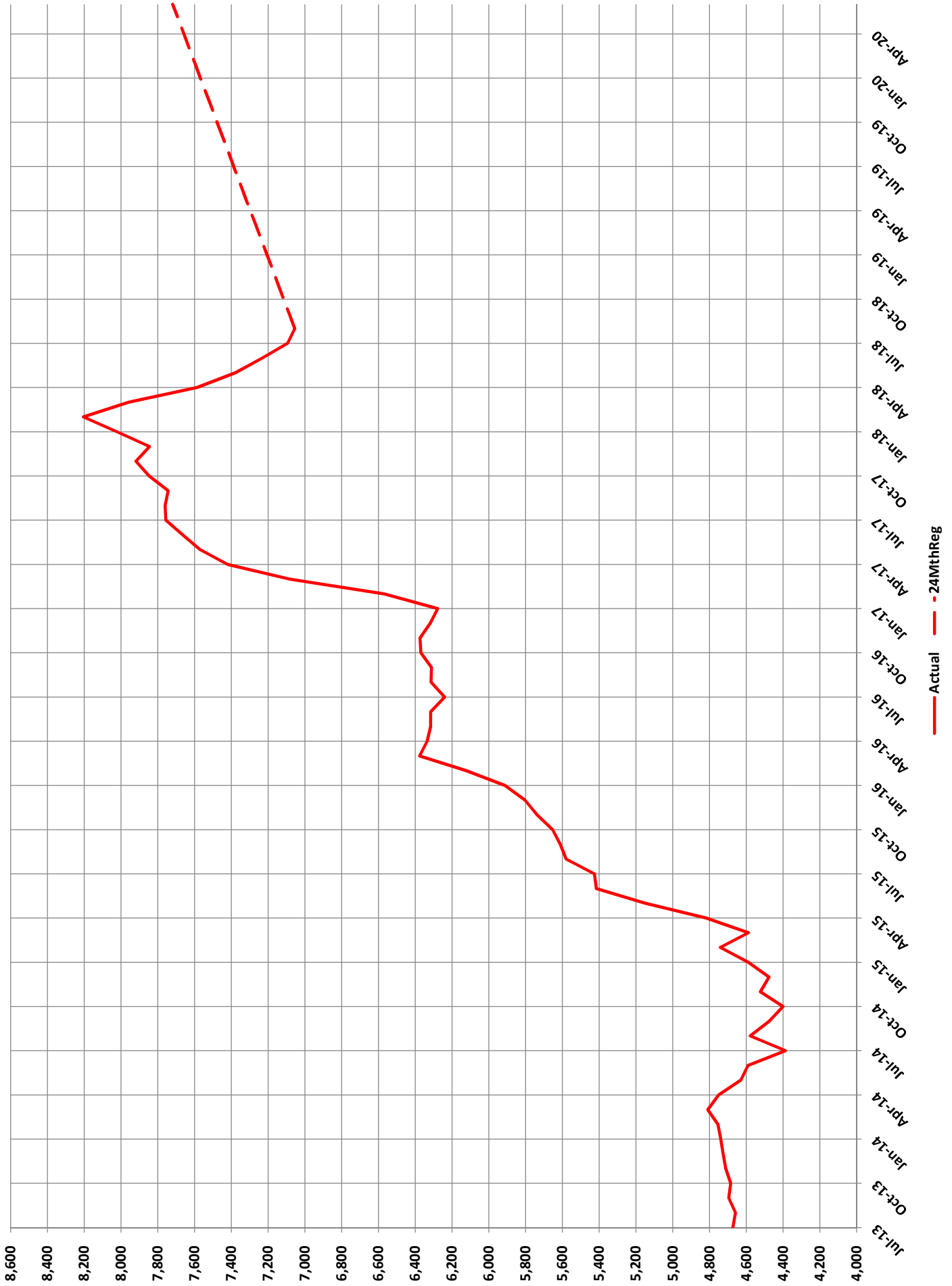
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	12,097		-1.89%					
2012.4	12,021		-0.63%					
2013.1	12,291		2.25%					
2013.2	14,514		18.09%			50,923	4.73%	15.94%
2013.3	14,028		-3.35%					SFY 12-13
2013.4	14,123		0.68%					
2014.1	14,304		1.28%					
2014.2	13,972		-2.32%					
2014.3	13,443		-3.79%			56,427	10.81%	-3.04%
2014.4	13,401		-0.31%					SFY 13-14
2015.1	13,919		3.87%					
2015.2	15,382		10.51%					
2015.3	16,616		8.02%			56,145	-0.50%	17.95%
2015.4	17,195		3.48%					SFY 14-15
2016.1	18,413		7.08%					
2016.2	18,967		3.01%			71,191	26.80%	16.64%
2016.3	18,866		-0.53%					SFY 15-16
2016.4	19,062		1.04%					
2017.1	19,928		4.54%					
2017.2	22,654		13.68%			80,510	13.09%	21.34%
2017.3	23,259		2.67%					SFY 16-17
2017.4	23,611		1.51%					
2018.1	24,182		2.42%					
2018.2	22,195		-8.22%			93,247	15.82%	-5.64%
2018.3			-4.33%	21,234				SFY 17-18
2018.4			0.95%	21,436				
2019.1			1.27%	21,708				
2019.2			1.25%	21,979		86,357	-7.39%	1.72%
2019.3			1.23%	22,250				SFY 18-19
2019.4			1.22%	22,522				
2020.1			1.20%	22,793		90,630	4.95%	4.92%
2020.2			1.19%	23,064				SFY 19-20

Notes:

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on a 24-month MLR model

Adj. R Squared: 0.7596
 Standard Error: 175.21

Medicare Premiums - Qualified Medicare Beneficiary



Medicare Premiums - Specified Low-Income Medicare Beneficiary

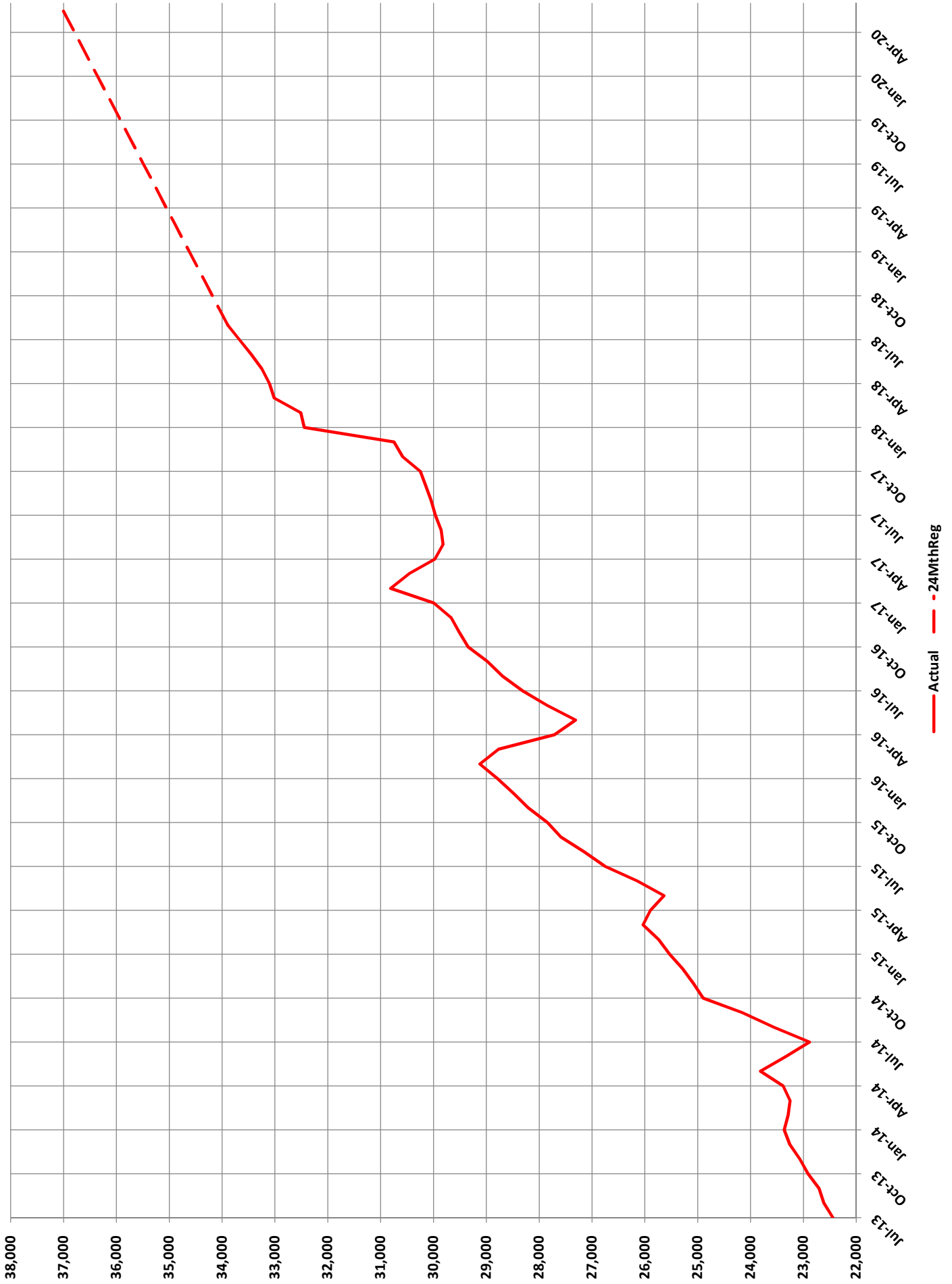
	ENROLLMENT		PERCENT		ENROLLMENT		SFY	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	QTR. GROWTH	QTR. GROWTH	FORECAST	FORECAST	TOTAL		GROWTH %	GROWTH %	GROWTH %	GROWTH %
2012.3	63,192		3.74%								
2012.4	65,765		4.07%								
2013.1	67,415		2.51%								
2013.2	66,334		-1.60%			262,706	8.77%	9.06%		SFY 12-13	
2013.3	67,760		2.15%								
2013.4	69,238		2.18%								
2014.1	69,906		0.96%								
2014.2	70,526		0.89%			277,430	5.60%	4.68%		SFY 13-14	
2014.3	70,598		0.10%								
2014.4	75,267		6.61%								
2015.1	77,307		2.71%								
2015.2	77,676		0.48%								
2015.3	81,493		4.91%			300,848	8.44%	12.07%		SFY 14-15	
2015.4	84,540		3.74%								
2016.1	86,684		2.54%								
2016.2	82,871		-4.40%			335,588	11.55%	6.53%		SFY 15-16	
2016.3	85,989		3.76%								
2016.4	88,523		2.95%								
2017.1	91,265		3.10%								
2017.2	89,652		-1.77%			355,429	5.91%	7.20%		SFY 16-17	
2017.3	90,149		0.55%								
2017.4	91,585		1.59%								
2018.1	97,972		6.97%								
2018.2	99,803		1.87%			379,509	6.77%	12.04%		SFY 17-18	
2018.3			1.81%		101,610						
2018.4			1.36%		102,989						
2019.1			1.27%		104,292						
2019.2			1.25%		105,596	414,487	9.22%	5.65%		SFY 18-19	
2019.3			1.23%		106,900						
2019.4			1.22%		108,203						
2020.1			1.20%		109,507						
2020.2			1.19%		110,811	435,421	5.05%	4.92%		SFY 19-20	

Notes:

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on a 24-month MLR model

Adj. R Squared: 0.8010
 Standard Error: 350.20

Medicare Premiums - Specified Low-Income Medicare Beneficiary



Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program:	1000-A	General Fund	Actual	Expd. Plan	Fund. Issue	Total Request
Medicare Premiums						
Fund:	1000-A	General Fund				
Appropriated						
	0000	FTE	0.0	0.0	0.0	0.0
	6000	Personal Services	0.0	0.0	0.0	0.0
	6100	Employee Related Expenses	0.0	0.0	0.0	0.0
	6200	Professional and Outside Services	0.0	0.0	0.0	0.0
	6500	Travel In-State	0.0	0.0	0.0	0.0
	6600	Travel Out of State	0.0	0.0	0.0	0.0
	6700	Food	0.0	0.0	0.0	0.0
	6800	Aid to Organizations and Individuals	60,054.0	64,589.9	4,170.3	68,760.2
	7000	Other Operating Expenses	0.0	0.0	0.0	0.0
	8000	Equipment	0.0	0.0	0.0	0.0
	8100	Capital Outlay	0.0	0.0	0.0	0.0
	8600	Debt Service	0.0	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0	0.0
	9100	Transfers	0.0	0.0	0.0	0.0
	Appropriated Total:		60,054.0	64,589.9	4,170.3	68,760.2
Fund Total:			60,054.0	64,589.9	4,170.3	68,760.2
Fund:	2120-N	AHCCCS Fund				
Non-Appropriated						
	0000	FTE	0.0	0.0	0.0	0.0
	6000	Personal Services	0.0	0.0	0.0	0.0
	6100	Employee Related Expenses	0.0	0.0	0.0	0.0
	6200	Professional and Outside Services	0.0	0.0	0.0	0.0
	6500	Travel In-State	0.0	0.0	0.0	0.0
	6600	Travel Out of State	0.0	0.0	0.0	0.0
	6700	Food	0.0	0.0	0.0	0.0
	6800	Aid to Organizations and Individuals	168,950.0	180,285.4	13,377.7	193,663.1
	7000	Other Operating Expenses	0.0	0.0	0.0	0.0
	8000	Equipment	0.0	0.0	0.0	0.0
	8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Medicare Premiums				
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	168,950.0	180,285.4	13,377.7	193,663.1
Fund Total:	168,950.0	180,285.4	13,377.7	193,663.1
Program Total For Selected Funds:	229,004.0	244,875.3	17,548.0	262,423.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicare Premiums

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	229,004.0	244,875.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Medicare Premiums	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	229,004.0	244,875.3
Appropriated		
1000-A General Fund (Appropriated)	60,054.0	64,589.9
	60,054.0	64,589.9
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	168,950.0	180,285.4
	168,950.0	180,285.4
Fund Source Total	229,004.0	244,875.3
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicare Premiums

	FY 2018 Actual	FY 2019 Expd. Plan
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicare Premiums

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicare Premiums

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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**TRADITIONAL MEDICAID SERVICES
BREAST AND CERVICAL TREATMENT PROGRAM**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

BREAST AND CERVICAL CANCER TREATMENT PROGRAM (BCCTP)

PROGRAM DESCRIPTION/BACKGROUND: The Breast and Cervical Cancer Prevention Act of 2000 amended Title XIX of the Social Security Act to make enhanced Federal matching funds available to states for the cost of extending Medicaid eligibility to individuals previously not eligible. A.R.S. § 36-2901.05 (Laws 2001, Chapter 332) created a new eligibility group for women under 65 years of age who have been screened and diagnosed with breast or cervical cancer through the Arizona Department of Health Service’s (ADHS) Well Women Healthcheck Program (WWHP) with an income at or below 250% FPL. The program began on January 1, 2002.

Uninsured women diagnosed with breast or cervical cancer on or after August 2, 2012, may be able to receive comprehensive treatment through the Breast and Cervical Cancer Treatment Program (BCCTP) provided by AHCCCS due to a change in Arizona law (Laws 2012, Chapter 299, Section 4). Prior to this change, only women that were screened and diagnosed through the Well Woman HealthCheck Program (WWHP) qualified for the BCCTP. The law allows for all women that meet the qualifications of the BCCTP and were diagnosed by a provider or entity recognized by ADHS’ WWHP, to enroll in the treatment program. This change was the primary catalyst responsible for the significant increase of enrollees in the BCCTP program through January 2014. The subsequent enrollment decline coincides with the implementation of ACA and is due to enrollees qualifying for one of the new expansion populations whereas prior to ACA, these same enrollees would have been placed in the BCCTP. Also, as part of the AHCCCS behavioral health integration effort, as of April 1, 2014, some members now receive physical and behavioral health care through Mercy Maricopa Integrated Care (Mercy Maricopa) health plan and Greater Arizona integrated plans.

FMAP		
FFY 2018	78.92%	Actual
FFY 2019	78.87%	Actual
FFY 2020	78.64%	Estimate

METHODOLOGY:

The enrollment forecast assumes that the impact of ACA enrollment impact and behavioral health integration have been absorbed and the population should experience very moderate to no growth going forward.



**TRADITIONAL MEDICAID SERVICES
BREAST AND CERVICAL TREATMENT
PROGRAM**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

Women enrolled in the Breast and Cervical Cancer program are eligible for regular and prior period capitation, reinsurance, FFS (for Native Americans), and behavioral health. The table below contains the rates used in the development of the SFY 2019-2020 budgets.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. The FFS and reinsurance rates are based on SFY 2018 actual experience. The behavioral health rates are developed by the DHCM actuarial department. AHCCCS estimates a CYE 2020 capitation rate increase of 2.5% for all risk pools.

BCC Rates Detail				
	7/1/2018	Change %	10/1/2018	Change%
Group				10/1/2019
BCC Age 21+	341.27	6.26%	362.65	2.50%
SMI	1,987.84	1.62%	2,020.12	3.00%
Crisis RBHA	3.86	23.32%	4.76	2.52%
				4.88

STATUTORY AUTHORITY:
A.R.S. § 36-2901.05
1902(a)(10)(A)(ii)(XVIII) of the Social Security Act

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
TRADITIONAL MEDICAID SERVICES
TRADITIONAL BREAST AND CERVICAL CANCER PROGRAM**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	200,075	203,900	166,400	173,300	(30,600)
Local Match (APSI)	757	1,200	1,200	1,200	-
Subtotal State Match	200,832	205,100	167,600	174,500	(30,600)
Federal Title XIX	799,701	814,900	681,000	711,500	(103,400)
Subtotal Federal Funding	799,701	814,900	681,000	711,500	(103,400)
Grand Total	1,000,533	1,020,000	848,600	886,000	(134,000)

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	(7)
REG AGE 21+	79,079	65,749	67,352	69,952	63,632	64,493	66,818	66,400	69,168	68,575	68,757	69,795	819,770
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	4,134	4,134	4,134	3,797	3,797	3,797	3,797	3,797	3,797	2,364	2,364	2,364	42,276
Crisis RBHA	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	83,213	69,884	71,487	73,748	67,429	68,290	70,615	70,197	72,965	70,939	71,113	72,159	862,039
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	3,390	5,658	1,402	2,072	1,146	4,427	1,322	2,383	1,897	25,119	5,670	1,268	55,754
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	3,390	5,658	1,402	2,072	1,146	4,427	1,322	2,383	1,897	25,119	5,670	1,268	55,754
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Facility	2,714	1,955	2,714	7,820	12,592	3,519	2,812	1,317	3,771	2,135	7,259	4,234	52,842
AIHP Non-Facility	220	-	76	15	169	3,135	7,699	240	13,924	76	167	94	25,815
Non-AIHP	-	-	-	40	316	-	148	-	-	17	52	30	602
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	1	-	58	-	-	77	2,129	1,331	(34)	-	(83)	-	3,480
FFS TOTAL	2,935	1,955	2,848	7,875	13,076	6,732	12,789	2,888	17,661	2,228	7,395	4,358	82,740
TOTAL	89,538	77,496	75,736	83,696	81,651	79,449	84,727	75,469	92,524	98,285	84,178	77,785	1,000,533

TOTAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	50,300	50,500	50,600	53,900	54,100	54,200	54,300	54,500	54,600	54,800	54,900	55,100	641,800
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,100	24,100
Crisis RBHA	600	600	600	800	800	800	800	800	800	800	800	800	9,000
HIF	-	-	-	19,500	-	19,500	-	-	-	-	-	-	19,500
REG CAP TOTAL	52,900	53,100	53,200	56,700	56,900	76,500	57,100	57,300	57,400	57,600	57,700	58,000	694,400
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	3,500	3,500	3,500	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	44,700
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	3,500	3,500	3,500	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800	44,700
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	4,200	5,200	4,200	5,300	4,200	4,200	5,700	4,600	4,600	4,600	5,800	4,600	57,200
AHP Non-Facility	3,500	4,400	3,500	4,500	3,600	3,600	4,500	3,600	3,600	3,700	4,600	3,700	46,800
Non-AIHP	100	100	100	100	100	100	100	100	100	100	100	100	1,200
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	4,300	-	-	-	-	-	4,300
FFS TOTAL	7,800	9,700	7,800	9,900	7,900	7,900	14,600	8,300	8,300	8,400	10,500	8,400	109,500
TOTAL	64,200	66,300	64,500	70,400	68,600	88,200	75,500	69,400	69,500	69,800	72,000	70,200	848,600

TOTAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	55,200	55,400	55,500	57,000	57,200	57,300	57,500	57,600	57,800	57,900	58,100	58,300	684,800
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	25,200
Crisis RBHA	800	800	800	800	800	800	800	800	800	800	800	800	9,600
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	58,100	58,300	58,400	59,900	60,100	60,200	60,400	60,500	60,700	60,800	61,000	61,200	719,600
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	3,900	3,900	3,900	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,100	4,100	47,900
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	3,900	3,900	3,900	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,100	4,100	47,900
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	5,800	4,600	4,700	5,800	4,700	4,700	6,300	5,100	5,100	6,400	5,100	5,100	63,400
AHP Non-Facility	4,600	3,700	3,700	4,800	3,800	3,800	4,800	3,900	3,900	4,800	3,900	3,900	49,600
Non-AIHP	100	100	100	100	100	100	100	100	100	100	100	100	1,200
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	4,300	-	-	-	-	-	4,300
FFS TOTAL	10,500	8,400	8,500	10,700	8,600	8,600	15,500	9,100	9,100	11,300	9,100	9,100	118,500
TOTAL	72,500	70,600	70,800	74,600	72,700	72,800	79,900	73,600	73,800	76,100	74,200	74,400	886,000

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	(6)
REG AGE 21+	62,053	51,594	52,851	55,206	50,219	50,898	52,733	52,403	54,588	54,119	54,263	55,082	646,008
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	3,244	3,244	3,244	2,997	2,997	2,997	2,997	2,997	2,997	1,865	1,865	1,865	33,308
Crisis RBHA	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	65,297	54,838	56,096	58,202	53,215	53,894	55,730	55,400	57,584	55,985	56,123	56,948	679,311
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	2,660	4,440	1,100	1,636	904	3,494	1,044	1,881	1,497	19,824	4,474	1,001	43,954
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	2,660	4,440	1,100	1,636	904	3,494	1,044	1,881	1,497	19,824	4,474	1,001	43,954
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Facility	2,714	1,955	2,714	7,820	12,592	3,519	2,812	1,317	3,771	2,135	7,259	4,234	52,842
AIHP Non-Facility	172	-	60	12	133	2,474	6,076	189	10,989	60	132	74	20,372
Non-AIHP	-	-	-	32	249	-	117	-	-	13	41	24	475
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	1	-	46	-	-	61	1,680	1,051	(27)	-	(65)	-	2,746
FFS TOTAL	2,887	1,955	2,819	7,863	12,974	6,054	10,686	2,557	14,733	2,208	7,366	4,332	76,436
TOTAL	70,844	61,232	60,015	67,701	67,094	63,443	67,459	59,838	73,815	78,017	67,963	62,280	799,701

FEDERAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	39,700	39,800	39,900	42,500	42,600	42,700	42,900	43,000	43,100	43,200	43,300	43,400	506,100
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	19,200
Crisis RBHA	500	500	500	600	600	600	600	600	600	600	600	600	6,900
HIF	-	-	-	15,400	-	15,400	-	-	-	-	-	-	15,400
REG CAP TOTAL	41,800	41,900	42,000	44,700	44,800	60,300	45,100	45,200	45,300	45,400	45,500	45,600	547,600
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	2,800	2,800	2,800	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	35,400
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	2,800	2,800	2,800	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	35,400
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	4,200	5,200	4,200	5,300	4,200	4,200	5,700	4,600	4,600	4,600	5,800	4,600	57,200
AHP Non-Facility	2,700	3,400	2,800	3,600	2,800	2,900	3,600	2,900	2,900	2,900	3,600	2,900	37,000
Non-AIHP	-	100	-	100	-	-	100	-	-	-	100	-	400
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	3,400	-	-	-	-	-	3,400
FFS TOTAL	6,900	8,700	7,000	9,000	7,000	7,100	12,800	7,500	7,500	7,500	9,500	7,500	98,000
TOTAL	51,500	53,400	51,800	56,700	54,800	70,400	60,900	55,700	55,800	55,900	58,000	56,100	681,000

FEDERAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	43,500	43,700	43,800	44,900	45,000	45,100	45,200	45,300	45,400	45,600	45,700	45,800	539,000
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	1,600	1,600	1,600	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700	20,100
Crisis RBHA	600	600	600	600	600	600	700	700	700	700	700	700	7,800
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	45,700	45,900	46,000	47,200	47,300	47,400	47,600	47,700	47,800	48,000	48,100	48,200	566,900
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	3,000	3,100	3,100	3,100	3,100	3,200	3,200	3,200	3,200	3,200	3,200	3,200	37,800
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	3,000	3,100	3,100	3,100	3,100	3,200	3,200	3,200	3,200	3,200	3,200	3,200	37,800
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	5,800	4,600	4,700	5,800	4,700	4,700	6,300	5,100	5,100	6,400	5,100	5,100	63,400
AHP Non-Facility	3,600	2,900	2,900	3,800	3,000	3,000	3,800	3,000	3,000	3,800	3,100	3,100	39,000
Non-AIHP	100	-	-	100	100	100	100	100	100	100	100	100	1,000
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	9,500	7,500	7,600	9,700	7,800	7,800	13,600	8,200	8,200	10,300	8,300	8,300	106,800
TOTAL	58,200	56,500	56,700	60,000	58,200	58,400	64,400	59,100	59,200	61,500	59,600	59,700	711,500

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	(2)
REG AGE 21+	17,026	14,156	14,501	14,746	13,414	13,595	14,085	13,997	14,581	14,456	14,494	14,713	173,762
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	890	890	890	800	800	800	800	800	800	498	498	498	8,968
Crisis RBHA	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	17,916	15,046	15,391	15,546	14,214	14,396	14,886	14,798	15,381	14,954	14,991	15,211	182,729
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	730	1,218	302	437	242	933	279	502	400	5,295	1,195	267	11,800
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	730	1,218	302	437	242	933	279	502	400	5,295	1,195	267	11,800
PPC CAP TOTAL	730	1,218	302	437	242	933	279	502	400	5,295	1,195	267	11,800
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	47	-	16	3	36	661	1,623	51	2,935	16	35	20	5,443
Non-AIHP	-	-	-	8	67	-	31	-	-	4	11	6	127
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	0	-	13	-	-	16	449	281	(7)	-	(17)	-	734
FFS TOTAL	48	-	29	12	102	677	2,103	331	2,928	20	29	26	6,304
TOTAL	18,693	16,264	15,722	15,995	14,558	16,006	17,268	15,631	18,709	20,268	16,214	15,504	200,832

STATE FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	10,600	10,700	10,700	11,400	11,500	11,500	11,400	11,500	11,500	11,600	11,600	11,700	135,700
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	400	400	400	400	400	400	400	400	400	400	400	500	4,900
Crisis RBHA	100	100	100	200	200	200	200	200	200	200	200	200	2,100
HIF	-	-	-	-	-	4,100	-	-	-	-	-	-	4,100
REG CAP TOTAL	11,100	11,200	11,200	12,000	12,100	16,200	12,000	12,100	12,100	12,200	12,200	12,400	146,800
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	700	700	700	800	800	800	800	800	800	800	800	800	9,300
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	700	700	700	800	800	800	800	800	800	800	800	800	9,300
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Non-Facility	800	1,000	700	900	800	700	900	700	700	800	1,000	800	9,800
Non-AIHP	100	-	100	-	100	100	-	100	100	100	-	100	800
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	900	1,000	800	900	900	800	1,800	800	800	900	1,000	900	11,500
TOTAL	12,700	12,900	12,700	13,700	13,800	17,800	14,600	13,700	13,700	13,900	14,000	14,100	167,600

STATE FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	11,700	11,700	11,700	12,100	12,200	12,200	12,300	12,300	12,400	12,300	12,400	12,500	145,800
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	500	500	500	400	400	400	400	400	400	400	400	400	5,100
Crisis RBHA	200	200	200	200	200	200	100	100	100	100	100	100	1,800
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	12,400	12,400	12,400	12,700	12,800	12,800	12,800	12,800	12,900	12,800	12,900	13,000	152,700
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	900	800	800	900	900	800	800	800	800	800	900	900	10,100
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	900	800	800	900	900	800	800	800	800	800	900	900	10,100
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	-	-	-	-	-	-	-	-	-	-	-	-	-
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Non-Facility	1,000	800	800	1,000	800	800	1,000	900	900	1,000	800	800	10,600
Non-AIHP	-	100	100	-	-	-	-	-	-	-	-	-	200
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	900	-	-	-	-	-	900
FFS TOTAL	1,000	900	900	1,000	800	800	1,900	900	900	1,000	800	800	11,700
TOTAL	14,300	14,100	14,100	14,600	14,500	14,400	15,500	14,500	14,600	14,600	14,600	14,700	174,500

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	136.03	144.26	149.73	145.97	133.13	132.03	136.65	140.00	139.74	141.90	141.52	144.67	1,685.63
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00	1.00	1.00	21.00
Crisis RBHA	153.12	158.10	165.13	158.14	146.12	144.13	150.74	154.20	151.95	151.23	150.65	154.17	1,837.68
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	291.15	304.36	316.86	306.11	281.25	278.16	289.39	296.20	293.69	294.13	293.16	299.84	3,544.31
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	15.08	11.85	13.40	10.18	9.99	9.10	11.10	11.20	9.21	6.33	6.13	5.51	119.06
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	15.08	11.85	13.40	10.18	9.99	9.10	11.10	11.20	9.21	6.33	6.13	5.51	119.06
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	136.03	144.26	149.73	145.97	133.13	132.03	136.65	140.00	139.74	141.90	141.52	144.67	1,685.63
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	136.03	144.26	149.73	145.97	133.13	132.03	136.65	140.00	139.74	141.90	141.52	144.67	1,685.63
AIHP Facility	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	33.00
AIHP Non-Facility	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	33.00
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	4.00	4.00	4.00	4.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	8.00	66.00
TOTAL	446.26	464.46	484.00	466.25	430.37	425.29	443.13	453.39	448.64	448.37	446.81	458.01	5,414.99

MEMBER MONTHS

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	147.48	147.87	148.26	148.65	149.04	149.44	149.83	150.23	150.63	151.03	151.43	151.83	1,795.71
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	1.00	1.00	1.00	1.00	1.00	1.01	1.01	1.01	1.01	1.01	1.01	1.01	12.08
Crisis RBHA	161.77	162.20	162.63	163.06	163.49	163.92	164.36	164.79	165.23	165.67	166.10	166.54	1,969.77
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	310.25	311.07	311.89	312.71	313.54	314.37	315.20	316.03	316.87	317.70	318.54	319.38	3,777.56
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	10.31	10.33	10.36	10.39	10.41	10.44	10.47	10.50	10.53	10.55	10.58	10.61	125.48
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	10.31	10.33	10.36	10.39	10.41	10.44	10.47	10.50	10.53	10.55	10.58	10.61	125.48
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	147.48	147.87	148.26	148.65	149.04	149.44	149.83	150.23	150.63	151.03	151.43	151.83	1,795.71
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	147.48	147.87	148.26	148.65	149.04	149.44	149.83	150.23	150.63	151.03	151.43	151.83	1,795.71
AIHP Facility	3.99	4.00	4.01	4.02	4.03	4.04	4.05	4.06	4.07	4.09	4.10	4.11	48.58
AIHP Non-Facility	3.99	4.00	4.01	4.02	4.03	4.04	4.05	4.06	4.07	4.09	4.10	4.11	48.58
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	7.98	8.00	8.02	8.04	8.06	8.08	8.11	8.13	8.15	8.17	8.19	8.21	97.15
TOTAL	476.01	477.27	478.53	479.80	481.06	482.33	483.61	484.89	486.17	487.45	488.74	490.03	5,795.90

MEMBER MONTHS

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
REG AGE 21+	152.23	152.63	153.03	153.44	153.84	154.25	154.66	155.07	155.48	155.89	156.30	156.72	1,853.55
REG DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI	1.02	1.02	1.02	1.02	1.02	1.02	1.03	1.03	1.03	1.03	1.03	1.03	12.30
Crisis RBHA	166.98	167.42	167.87	168.31	168.76	169.20	169.65	170.10	170.55	171.00	171.45	171.91	2,033.21
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	320.23	321.07	321.92	322.77	323.62	324.48	325.34	326.20	327.06	327.92	328.79	329.66	3,899.05
PPC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC AGE 21+	10.64	10.67	10.69	10.72	10.75	10.78	10.81	10.84	10.86	10.89	10.92	10.95	129.52
PPC DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	10.64	10.67	10.69	10.72	10.75	10.78	10.81	10.84	10.86	10.89	10.92	10.95	129.52
RI AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
RI AGE 21+	152.23	152.63	153.03	153.44	153.84	154.25	154.66	155.07	155.48	155.89	156.30	156.72	1,853.55
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI TOTAL	152.23	152.63	153.03	153.44	153.84	154.25	154.66	155.07	155.48	155.89	156.30	156.72	1,853.55
AHP Facility	4.12	4.13	4.14	4.15	4.16	4.17	4.18	4.19	4.21	4.22	4.23	4.24	50.14
AHP Non-Facility	4.12	4.13	4.14	4.15	4.16	4.17	4.18	4.19	4.21	4.22	4.23	4.24	50.14
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	8.24	8.26	8.28	8.30	8.32	8.35	8.37	8.39	8.41	8.43	8.46	8.48	100.28
TOTAL	491.33	492.63	493.93	495.23	496.54	497.86	499.17	500.49	501.81	503.14	504.47	505.80	5,982.40

PMPM

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	SFY Average
REG AGE 1-20	581.32	455.78	449.81	479.23	477.96	488.46	488.99	474.29	494.97	483.26	485.86	482.45	486.33
REG AGE 21+ REG DUAL													
BIRTHS													
SMI	2,067.20	2,067.20	2,067.20	1,898.48	1,898.48	1,898.48	1,898.48	1,898.48	1,898.48	2,363.74	2,363.74	2,363.74	2,013.15
Crisis RBHA													
HIF													

PPC AGE 1-20
PPC AGE 21+
PPC DUAL
PPC SMI

PPC AGE 1-20	224.75	477.63	104.60	203.68	114.74	486.68	119.17	212.89	206.04	3,965.26	924.95	230.28	468.30
PPC AGE 21+													
PPC DUAL													
PPC SMI													

RI AGE 1-20
RI AGE 21+
RI DUAL

RI AGE 1-20													
RI AGE 21+													
RI DUAL													

AIHP Facility
AIHP Non-Facility
Non-AIHP
Prior Quarter

AIHP Facility	1,357.00	977.50	1,357.00	3,910.00	4,197.27	1,173.00	937.49	439.00	1,257.00	711.67	2,419.67	1,058.50	1,601.28
AIHP Non-Facility	109.91		37.97	7.40	56.27	1,045.11	2,566.30	80.04	4,641.48	25.30	55.79	23.45	782.28
Non-AIHP													
Prior Quarter													

PMPM

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	SFY Average
REG AGE 1-20	341.27	341.27	341.27	362.65	362.65	362.65	362.65	362.65	362.65	362.65	362.65	362.65	357.37
REG AGE 21+ REG DUAL													
BIRTHS													
SMI	1,987.84	1,987.84	1,987.84	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,012.11
Crisis RBHA	3.86	3.86	3.86	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.54
HIF													

PPC AGE 1-20
PPC AGE 21+
PPC DUAL
PPC SMI

	341.27	341.27	341.27	362.65	362.65	362.65	362.65	362.65	362.65	362.65	362.65	362.65	357.37
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RI AGE 1-20
RI AGE 21+
RI DUAL

	-	-	-	-	-	-	-	-	-	-	-	-	-
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AIHP Facility
AIHP Non-Facility
Non-AIHP
Prior Quarter

	1,045.92	1,307.40	1,045.92	1,307.40	1,045.92	1,045.92	1,406.87	1,125.49	1,125.49	1,125.49	1,406.87	1,125.49	1,176.40
	872.46	1,090.58	872.46	1,119.58	895.66	895.66	1,119.58	895.66	895.66	895.66	1,119.58	895.66	963.99

PMPM

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	SFY Average
REG AGE 1-20	362.65	362.65	362.65	371.71	371.71	371.71	371.71	371.71	371.71	371.71	371.71	371.71	369.47
REG AGE 21+ REG DUAL													
BIRTHS													
SMI	2,020.12	2,020.12	2,020.12	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,058.08
Crisis RBHA	4.76	4.76	4.76	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.85
HIF													

PPC AGE 1-20
PPC AGE 21+
PPC DUAL
PPC SMI

	362.65	362.65	362.65	371.71	371.71	371.71	371.71	371.71	371.71	371.71	371.71	371.71	369.47
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RI AGE 1-20
RI AGE 21+
RI DUAL

	-	-	-	-	-	-	-	-	-	-	-	-	-
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AIHP Facility
AIHP Non-Facility
Non-AIHP
Prior Quarter

	1,406.87	1,125.49	1,125.49	1,406.87	1,125.49	1,125.49	1,513.91	1,211.12	1,211.12	1,513.91	1,211.12	1,211.12	1,265.78
	1,119.58	895.66	895.66	1,149.35	919.48	919.48	1,149.35	919.48	919.48	1,149.35	919.48	919.48	989.53

Breast and Cervical Cancer

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2012.3	691		10.93%							
2012.4	783		13.40%							
2013.1	881		12.46%			3,311	52.87%		52.36%	SFY 12-13
2013.2	955		8.43%							
2013.3	1,099		15.02%							
2013.4	1,196		8.80%							
2014.1	1,282		7.24%							
2014.2	1,161		-9.48%			4,737	43.09%		12.42%	SFY 13-14
2014.3	1,095		-5.69%							
2014.4	1,074		-1.89%							
2015.1	1,014		-5.54%							
2015.2	948		-6.51%			4,131	-12.79%		-16.82%	SFY 14-15
2015.3	905		-4.59%							
2015.4	859		-5.00%							
2016.1	847		-1.40%							
2016.2	754		-10.97%			3,366	-18.51%		-23.89%	SFY 15-16
2016.3	598		-20.71%							
2016.4	536		-10.47%							
2017.1	432		-19.25%							
2017.2	413		-4.58%			1,979	-41.21%		-41.95%	SFY 16-17
2017.3	430		4.20%							
2017.4	411		-4.39%							
2018.1	416		1.28%							
2018.2	428		2.81%			1,686	-14.82%		6.22%	SFY 17-18
2018.3			2.72%	440						
2018.4			1.68%	447						
2019.1			0.80%	451						
2019.2			0.80%	454		1,792	6.30%		4.95%	SFY 18-19
2019.3			0.80%	458						
2019.4			0.80%	462						
2020.1			0.80%	465						
2020.2			0.80%	469		1,854	3.44%		3.22%	SFY 19-20

Notes:

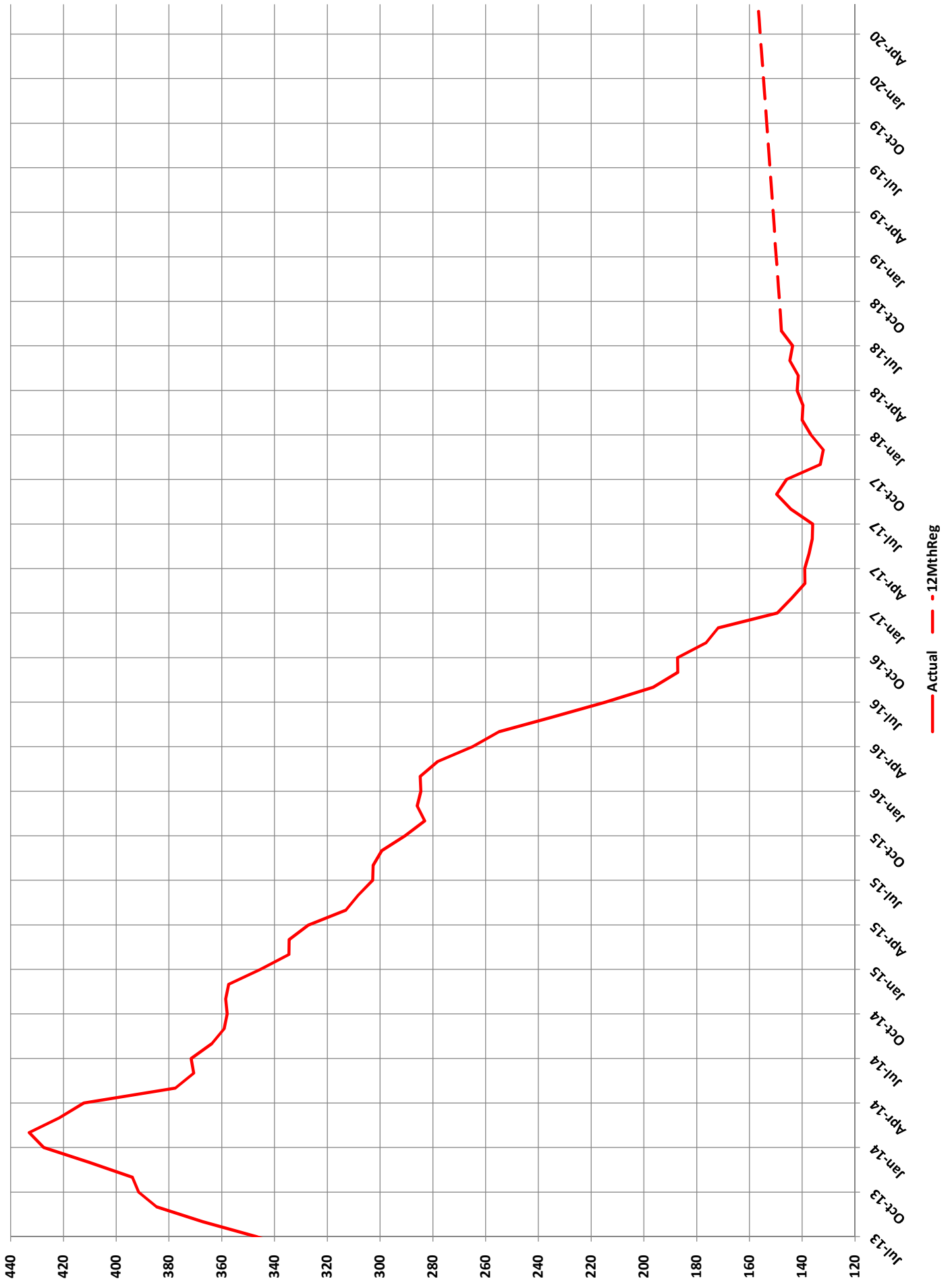
(1) Data are obtained from PMMIS.

(2) Forecast is based on a 12-month simple linear regression of the natural log of the underlying data.

Adj. R Squared: 0.6013

Standard Error: 7.34

Breast and Cervical Cancer



Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Breast and Cervical Cancer				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	189.7	203.9	(30.6)	173.3
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	189.7	203.9	(30.6)	173.3
Fund Total:	189.7	203.9	(30.6)	173.3
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	763.7	814.9	(103.4)	711.5
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Breast and Cervical Cancer					
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		763.7	814.9	(103.4)	711.5
Fund Total:		763.7	814.9	(103.4)	711.5
Fund: 2500-N IGA and ISA Fund					
Non-Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	1.2	0.0	1.2
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		0.0	1.2	0.0	1.2
Fund Total:		0.0	1.2	0.0	1.2
Program Total For Selected Funds:		953.4	1,020.0	(134.0)	886.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Breast and Cervical Cancer

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	953.4	1,020.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Breast and Cervical Cancer

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	953.4	1,020.0
Appropriated		
1000-A General Fund (Appropriated)	189.7	203.9
	189.7	203.9
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	763.7	814.9
2500-N IGA and ISA Fund (Non-Appropriated)	0.0	1.2
	763.7	816.1
Fund Source Total	953.4	1,020.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Breast and Cervical Cancer

	FY 2018 Actual	FY 2019 Expd. Plan
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Breast and Cervical Cancer

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
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Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Breast and Cervical Cancer

	FY 2018 Actual	FY 2019 Expd. Plan
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FREEDOM TO WORK (TICKET TO WORK)

DESCRIPTION/BACKGROUND

The Ticket to Work Incentives Improvement Act of 1999 (TWWIIA) improves access to employment training and placement services for people with disabilities who want to work. It also offers States opportunities to eliminate barriers to employment for people with disabilities by improving access to health care. TWWIIA created two new optional categorical eligibility groups. The first group, called the “Basic Coverage Group,” are individuals between the ages of 16 through 64 years and who, except for earned income, would be eligible to receive Supplemental Security Income (SSI) benefits. The second optional categorical eligibility group is called the “Medical Improvement Group.” This group covers individuals with a medically improved disability who lose their Medicaid eligibility under the “Basic Coverage Group” because their medical conditions have improved to the point where they are no longer disabled under the SSI definition.

STATUTORY AUTHORITY

Laws 2001, Chapter 385 (A.R.S. § 36-2929 and 36-2950) created a new AHCCCS eligibility category for two groups of individuals: Individuals age 16 through 64 who meet SSI eligibility criteria and have an earned income below 250% FPL (1902(a)(10)(A)(ii)(XV) of the Social Security Act); and employed individuals with a medically improved disability and earned income below 250% FPL (1902(a)(10)(A)(ii)(XVI) of the Social Security Act). This program, known as Ticket to Work or Freedom to Work, was implemented on January 1, 2003.

METHODOLOGY

As of June 2017 there were 2,523 members enrolled in Freedom to Work. By June 2018, enrollment had grown to 2,917, an increase of 15.62%. The projected enrollment for FY 2019 and FY 2020 is based on a 36-month regression analysis. The rebase resulted in projected June 2019 enrollment of 3,308 and a June 2020 total of 3,699. This is an increase of 13.40% and 11.82% for FY2019 and FY2020, respectively.

The previous totals include those eligible to receive physical and behavioral health care through Mercy Maricopa Integrated Care (MMIC) or the Greater Arizona RBHA integrated plans. As part of the AHCCCS behavioral health integration effort, as of June 1, 2017, 590 FTW members received physical and behavioral health care through Mercy Maricopa Integrated Care (MMIC) health plan and another 227 received physical and behavioral health care through the Greater Arizona RBHA (GrAZ) integrated plans. By June 2018, 617 members were receiving services through MMIC and another 234 members were receiving services through GrAZ. It is anticipated that by June 2019, a total of 868 TTW members will receive integrated behavioral health services through either MMIC or GrAZ and that by June 2020 this number will reach 886.

Acute Coverage - Acute members are eligible for regular capitation, behavioral health capitation, fee-for-service, reinsurance, and Medicare Part B premium coverage. For FY2020, AHCCCS is recommending a 2.5% increase to both prospective and prior period rates to account for utilization and inflationary increases.

**TRADITIONAL MEDICAID SERVICES
FREEDOM TO WORK**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



LTC Coverage – LTC members are eligible for regular, fee-for-service, reinsurance, and Medicare Part B premium coverage. The LTC capitation rate shown below is a loaded rate which includes reinsurance and fee-for-service.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 19. Prior to this, rates had been set separately for prospective and prior period, with the prospective rate representing a weighted average of acute care only, prospective dual, and prospective non-dual. Effective October 1, 2018, the same rate will be paid for both prospective and prior period member months which will represent a weighted average of acute care only, prospective dual and non-dual, and prior period dual and non-dual. The FFS and reinsurance rates are based on SFY 2018 actual experience. The behavioral health rates are developed by the DHCM actuarial department. AHCCCS estimates a CYE 2020 capitation rate increase of 2.5% for all risk pools.

For more detail of rates used in the FY2019-FY2020 forecast, see Chart 1 below.

Chart 1 – FTW Rates Detail

Group	7/1/2018	Change %	10/1/2018	Change %	10/1/2019
ACC Dual	145.66	-1.58%	143.36	2.50%	146.94
ACC SSIWO	1,271.12	-3.91%	1,230.59	2.50%	1,261.36
SMI	1,987.84	1.62%	2,020.12	2.50%	2,070.63
Crisis RBHA	3.86	23.30%	4.76	2.50%	4.88
EPD Dual	3,281.91	4.39%	3,425.89	3.31%	3,539.13
EPD SSIWO	3,455.59	4.39%	3,607.36	3.31%	3,726.68
DD Dual	3,892.14	5.30%	4,098.51	3.47%	4,240.60
DD SSIWO	3,892.14	5.30%	4,098.51	3.47%	4,240.60

Freedom to Work members may be required to pay a monthly premium. The amount of the member’s premium is based on the individual’s net earned income. The premium amount can range from \$0 - \$35 and cannot exceed 2% of the member’s net earned income. The updated FMAP percentages that were used in the analysis are shown in the table below.

FMAP

**TRADITIONAL MEDICAID SERVICES
FREEDOM TO WORK**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



FFY 2018	69.89%	Actual
FFY 2019	69.81%	Actual
FFY 2020	69.48%	Estimate

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
TRADITIONAL MEDICAID SERVICES
TRADITIONAL FREEDOM TO WORK**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	10,075,784	10,645,400	10,469,600	11,524,000	878,600
Local Match (APSI)	10,322	8,700	31,600	41,100	32,400
Subtotal State Match	10,086,106	10,654,100	10,501,200	11,565,100	911,000
Federal Title XIX	23,404,541	24,598,600	24,596,300	26,788,300	2,189,700
Subtotal Federal Funding	23,404,541	24,598,600	24,596,300	26,788,300	2,189,700
Grand Total	33,490,647	35,252,700	35,097,500	38,353,400	3,100,700

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
ACC DUAL	229,854	226,888	228,007	214,979	217,030	219,174	220,942	224,615	232,653	239,584	237,611	254,932	2,746,267
ACC SSIWO	310,594	293,963	304,027	349,187	356,442	368,595	371,903	365,841	357,961	372,839	407,437	404,284	4,263,073
EPD DUAL	51,782	70,346	56,716	53,481	63,347	51,630	50,689	47,385	50,088	55,360	47,881	56,696	653,401
EPD SSIWO	123,571	144,918	129,598	131,463	154,433	112,339	128,593	135,569	135,545	135,545	135,473	135,449	1,602,518
DDD DUAL	58,211	61,850	61,850	62,753	62,753	62,753	74,059	64,683	64,683	68,488	64,683	64,683	771,449
DDD SSIWO	7,276	7,276	7,276	7,383	7,383	18,457	12,755	11,415	11,415	11,415	11,415	11,415	124,879
SMI	1,771,324	1,787,048	1,820,463	1,811,756	1,797,860	1,779,098	1,764,449	1,796,374	1,786,854	1,783,018	1,787,053	1,825,861	21,511,160
Crisis RBHA	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	2,552,613	2,592,289	2,607,937	2,631,002	2,659,247	2,612,046	2,623,390	2,645,883	2,639,222	2,664,248	2,691,552	2,753,319	31,672,747
PPC ACC DUAL	3,194	4,326	2,725	4,203	2,253	4,249	4,355	5,459	10,494	6,926	13,181	7,116	68,482
PPC ACC SSIWO	11,758	14,284	13,968	6,695	5,260	16,457	8,190	10,385	11,580	16,453	16,308	12,313	143,653
PPC EPD DUAL	-	-	-	-	-	-	-	-	-	121	1,402	-	1,523
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	26,688	37,230	46,563	41,851	31,605	39,032	35,409	46,129	72,822	20,371	50,624	39,748	488,073
PPC CAP TOTAL	41,640	55,841	63,257	52,750	39,118	59,738	47,954	61,973	94,896	43,872	81,515	59,177	701,730
RI DUAL	-	317	-	3,645	-	-	-	20,768	-	-	-	-	24,730
RI SSIWO	88,742	14,510	23,441	3,943	400	3,064	27,313	(9,172)	8,968	-	26,718	3,978	191,905
RI TOTAL	88,742	14,827	23,441	7,588	400	3,064	27,313	11,595	8,968	-	26,718	3,978	216,635
AIHP Facility	8,298	16,998	13,765	11,616	11,219	15,638	11,582	19,267	11,219	16,555	21,984	13,833	171,974
AIHP Non-Facility	16,980	19,524	15,080	6,763	15,473	6,635	20,297	19,443	15,963	18,193	19,956	18,969	193,277
Non-AIHP	-	-	669	39	3,559	175	-	1,580	(11)	688	219	464	7,382
Prior Quarter	589	2,456	2,924	8,761	1,208	7,677	10,803	1,249	64,974	4,912	17,508	6,371	129,431
FQHC RECON	3	-	371	-	-	978	12,497	9,828	366	-	(115)	-	23,928
FFS TOTAL	25,870	38,978	32,810	27,179	31,459	31,103	55,179	51,368	92,511	40,348	59,551	39,636	525,991
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	29,464	31,080	32,554	32,822	31,616	30,150	28,810	28,676	30,954	31,892	31,088	34,438	373,544
Medicare TOTAL	29,464	31,080	32,554	32,822	31,616	30,150	28,810	28,676	30,954	31,892	31,088	34,438	373,544
TOTAL	2,738,328	2,733,014	2,759,998	2,751,340	2,761,840	2,736,101	2,782,647	2,799,495	2,866,551	2,780,360	2,890,424	2,890,548	33,490,647

TOTAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
ACC DUAL	257,200	260,900	264,500	263,900	267,500	271,100	274,600	278,200	281,800	285,400	289,000	292,500	3,286,600
ACC SSIWO	470,000	476,600	483,300	474,300	480,700	487,200	493,600	500,000	506,500	512,900	519,300	525,800	5,930,200
EPD DUAL	61,500	62,400	63,300	66,900	67,800	68,800	70,200	71,100	72,000	72,900	73,900	74,800	825,600
EPD SSIWO	71,600	72,600	73,600	77,900	78,900	80,000	81,700	82,700	83,800	84,900	85,900	87,000	960,600
DDD DUAL	65,200	66,200	67,100	71,600	72,600	73,600	75,200	76,200	77,200	78,200	79,200	80,100	882,400
DDD SSIWO	11,500	11,700	11,800	12,600	12,800	13,000	13,300	13,400	13,600	13,800	14,000	14,100	155,600
SMI	1,673,000	1,675,500	1,678,800	1,707,800	1,710,400	1,713,000	1,715,500	1,718,000	1,720,500	1,723,200	1,725,700	1,728,200	20,488,800
Crisis RBHA	8,900	9,100	9,200	11,500	11,600	11,800	12,000	12,100	12,300	12,400	12,600	12,700	136,200
HIF	-	-	-	-	-	98,400	-	-	-	-	-	-	98,400
REG CAP TOTAL	2,618,900	2,635,000	2,650,800	2,686,500	2,702,500	2,816,900	2,736,100	2,751,700	2,767,700	2,783,700	2,799,600	2,815,200	32,764,400
PPC ACC DUAL	14,400	14,600	14,800	14,700	14,900	15,100	15,300	15,500	15,700	15,900	16,100	16,300	183,300
PPC ACC SSIWO	35,800	36,300	36,800	36,200	36,600	37,100	37,600	38,100	38,600	39,100	39,600	40,100	451,900
PPC EPD DUAL	800	800	800	900	900	900	900	900	900	1,000	1,000	1,000	10,800
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	35,000	35,100	35,200	35,800	35,800	35,900	36,000	36,100	36,100	36,100	36,200	36,200	429,500
PPC C.A.P TOTAL	86,000	86,800	87,600	87,600	88,200	89,000	89,800	90,600	91,300	92,100	92,900	93,600	1,075,500
RI DUAL	2,900	3,700	3,000	3,900	3,100	3,200	4,000	3,300	3,300	3,400	4,200	3,400	41,400
RI SSIWO	7,400	9,400	7,600	9,900	8,000	8,200	10,300	8,400	8,500	8,600	10,900	8,800	106,000
RI TOTAL	10,300	13,100	10,600	13,800	11,100	11,400	14,300	11,700	11,800	12,000	15,100	12,200	147,400
AIHP Facility	20,100	25,500	20,700	26,200	21,200	21,500	29,300	23,800	24,100	24,400	30,900	25,000	292,700
AIHP Non-Facility	20,800	26,400	21,400	27,800	22,600	22,900	29,000	23,500	23,800	24,100	30,500	24,700	297,500
Non-AIHP	700	900	700	900	700	700	900	700	700	700	900	700	9,200
Prior Quarter	12,700	15,800	12,700	-	-	-	29,900	-	-	-	-	-	41,200
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	29,900
FFS TOTAL	54,300	68,600	55,500	54,900	44,500	45,100	89,100	48,000	48,600	49,200	62,300	50,400	670,500
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	33,800	34,100	34,500	34,800	35,200	35,500	37,700	38,100	38,500	38,800	39,200	39,500	439,700
Medicare TOTAL	33,800	34,100	34,500	34,800	35,200	35,500	37,700	38,100	38,500	38,800	39,200	39,500	439,700
TOTAL	2,803,300	2,837,600	2,839,000	2,877,600	2,881,500	2,997,900	2,967,000	2,940,100	2,957,900	2,975,800	3,009,100	3,010,900	35,097,500

TOTAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
ACC DUAL	296,100	299,700	303,300	314,500	318,200	321,900	325,500	329,200	332,900	336,500	340,200	343,900	3,861,900
ACC SSIWO	532,200	538,600	545,100	565,300	571,900	578,500	585,100	591,700	598,300	604,900	611,500	618,100	6,941,200
EPD DUAL	75,700	76,600	77,500	80,400	81,300	82,200	83,800	84,800	85,700	86,700	87,600	88,600	990,900
EPD SSIWO	88,100	89,100	90,200	93,500	94,600	95,700	97,600	98,700	99,800	100,900	102,000	103,100	1,153,300
DDD DUAL	82,100	83,100	84,100	86,200	87,200	88,200	90,000	91,000	92,100	93,100	94,100	95,100	1,066,300
DDD SSIWO	14,500	14,700	14,800	15,200	15,400	15,600	15,900	16,100	16,200	16,400	16,600	16,800	188,200
SMI	1,730,700	1,733,300	1,735,900	1,781,900	1,784,400	1,787,100	1,789,700	1,792,200	1,794,900	1,797,500	1,800,100	1,802,700	21,330,400
Crisis RBHA	12,900	13,000	13,200	13,700	13,800	14,000	14,200	14,300	14,500	14,600	14,800	15,000	168,000
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	2,832,300	2,848,100	2,864,100	2,950,700	2,966,800	2,983,200	3,001,800	3,018,000	3,034,400	3,050,600	3,066,900	3,083,300	35,700,200
PPC ACC DUAL	16,500	16,700	16,900	17,500	17,800	18,000	18,200	18,400	18,600	18,800	19,000	19,200	215,600
PPC ACC SSIWO	40,600	41,100	41,600	43,100	43,600	44,100	44,600	45,100	45,600	46,100	46,600	47,100	529,200
PPC EPD DUAL	1,000	1,000	1,000	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,200	1,200	13,100
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	36,300	36,300	36,400	37,400	37,400	37,400	37,500	37,500	37,700	37,700	37,800	37,800	447,200
PPC CAP TOTAL	94,400	95,100	95,900	99,100	99,900	100,600	101,400	102,100	103,000	103,700	104,600	105,300	1,205,100
RI DUAL	4,400	3,500	3,600	4,600	3,700	3,800	4,800	3,900	3,900	5,000	4,000	4,000	49,200
RI SSIWO	11,100	9,000	9,100	11,800	9,600	9,700	12,300	9,900	10,000	12,700	10,300	10,400	125,900
RI TOTAL	15,500	12,500	12,700	16,400	13,300	13,500	17,100	13,800	13,900	17,700	14,300	14,400	175,100
AIHP Facility	31,600	25,600	25,900	32,800	26,500	26,800	36,500	29,500	29,900	37,800	30,500	30,900	364,300
AIHP Non-Facility	31,200	25,300	25,600	33,200	26,900	27,200	34,400	27,800	28,100	35,600	28,800	29,100	353,200
Non-AIHP	900	700	700	900	700	700	900	700	700	900	700	700	9,200
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	29,900	-	-	-	-	-	29,900
FFS TOTAL	63,700	51,600	52,200	66,900	54,100	54,700	101,700	58,000	58,700	74,300	60,000	60,700	756,600
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	39,900	40,300	40,600	41,000	41,400	41,700	44,300	44,700	45,100	45,400	45,800	46,200	516,400
Medicare TOTAL	39,900	40,300	40,600	41,000	41,400	41,700	44,300	44,700	45,100	45,400	45,800	46,200	516,400
TOTAL	3,045,800	3,047,600	3,065,500	3,174,100	3,175,500	3,193,700	3,266,300	3,236,600	3,255,100	3,291,700	3,291,600	3,309,900	38,353,400

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
ACC DUAL	159,151	157,097	157,872	150,249	151,682	153,181	154,416	156,984	162,601	167,445	166,066	178,172	1,914,915
ACC SSIWO	215,056	203,540	210,508	244,047	249,117	257,611	259,923	255,686	250,179	260,577	284,757	282,554	2,973,556
EPD DUAL	35,824	48,678	39,240	37,347	44,242	36,053	35,396	33,087	34,976	37,263	33,434	39,594	455,132
EPD SSIWO	85,538	100,318	89,711	91,856	107,909	78,490	89,850	94,725	94,725	94,713	94,665	94,665	1,117,176
DDD DUAL	40,306	42,825	42,825	43,858	43,858	43,858	51,760	45,207	45,207	47,866	45,207	45,207	537,983
DDD SSIWO	5,038	5,038	5,038	5,160	5,160	12,899	8,914	7,978	7,978	7,978	7,978	7,978	87,136
SMI	1,226,465	1,237,352	1,260,489	1,266,237	1,256,524	1,243,412	1,233,174	1,255,486	1,248,832	1,246,151	1,248,971	1,276,094	14,999,187
Crisis RBHA	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	1,767,376	1,794,848	1,805,683	1,838,752	1,858,493	1,825,504	1,833,432	1,849,153	1,844,498	1,861,993	1,881,090	1,924,264	22,085,086
PPC ACC DUAL	2,212	2,995	1,887	2,938	1,575	2,970	3,044	3,816	7,334	4,841	9,212	4,973	47,795
PPC ACC SSIWO	8,141	9,891	9,672	4,679	3,676	11,502	5,724	7,258	8,093	11,499	11,398	8,605	100,139
PPC EPD DUAL	-	-	-	-	-	-	-	-	-	85	980	-	1,064
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	18,479	25,778	32,240	29,250	22,089	27,279	24,747	32,239	50,896	14,237	35,381	27,780	340,396
PPC CAP TOTAL	28,832	38,664	43,799	36,867	27,339	41,751	33,515	43,313	66,323	30,662	56,971	41,359	489,394
RI DUAL	-	220	-	2,547	-	-	-	14,514	-	-	-	-	17,281
RI SSIWO	61,445	10,046	16,230	2,756	280	2,141	19,089	(6,411)	6,267	-	18,674	2,781	133,299
RI TOTAL	61,445	10,266	16,230	5,303	280	2,141	19,089	8,104	6,267	-	18,674	2,781	150,580
AIHP Facility	8,298	16,998	13,765	11,616	11,219	15,638	11,582	19,267	11,219	16,555	21,984	13,833	171,974
AIHP Non-Facility	11,757	13,519	10,441	4,727	10,814	4,637	14,186	13,589	11,157	12,715	13,947	13,257	134,746
Non-AIHP	-	-	463	27	2,488	122	-	1,105	(8)	481	153	324	5,155
Prior Quarter	408	1,700	2,025	6,123	844	5,366	7,550	873	45,410	3,433	12,236	4,452	90,421
FQHC RECON	2	-	257	-	-	683	8,734	6,869	256	-	(80)	-	16,721
FFS TOTAL	20,464	32,217	26,952	22,493	25,365	26,446	42,052	41,702	68,034	33,184	48,240	31,866	419,016
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	20,401	21,520	22,540	22,939	22,096	21,072	20,135	20,042	21,634	22,289	21,727	24,069	260,465
Medicare TOTAL	20,401	21,520	22,540	22,939	22,096	21,072	20,135	20,042	21,634	22,289	21,727	24,069	260,465
TOTAL	1,898,518	1,897,515	1,915,204	1,926,355	1,933,573	1,916,914	1,948,225	1,962,313	2,006,756	1,948,128	2,026,701	2,024,338	23,404,541

FEDERAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
ACC DUAL	179,800	182,300	184,900	184,200	186,700	189,200	191,700	194,200	196,700	199,200	201,700	204,200	2,294,800
ACC SSIWO	328,500	333,100	337,800	331,100	335,600	340,100	344,600	349,100	353,600	358,100	362,500	367,000	4,141,100
EPD DUAL	43,000	43,600	44,200	46,700	47,300	48,000	49,000	49,600	50,200	50,900	51,500	52,200	576,200
EPD SSIWO	50,000	50,700	51,400	54,400	55,100	55,800	57,000	57,800	58,500	59,200	60,000	60,700	670,600
DDD DUAL	45,600	46,200	46,900	50,000	50,700	51,400	52,500	53,200	53,900	54,600	55,300	55,900	616,200
DDD SSIWO	8,000	8,200	8,300	8,800	8,900	9,100	9,300	9,400	9,500	9,600	9,800	9,900	108,800
CRSI RBHA	1,169,300	1,171,100	1,172,800	1,192,200	1,194,000	1,195,800	1,197,500	1,199,300	1,201,200	1,202,900	1,204,700	1,206,500	14,307,300
HIF	6,200	6,300	6,400	8,000	8,100	8,200	8,300	8,500	8,600	8,700	8,800	8,900	95,000
REG CAP TOTAL	1,830,400	1,841,500	1,852,700	1,875,400	1,886,400	1,966,300	1,909,900	1,921,100	1,932,200	1,943,200	1,954,300	1,965,300	22,878,700
PPC ACC DUAL	10,000	10,200	10,300	10,300	10,400	10,600	10,700	10,800	11,000	11,100	11,300	11,400	128,100
PPC ACC SSIWO	25,000	25,400	25,700	25,200	25,600	25,900	26,300	26,600	27,000	27,300	27,600	28,000	315,600
PPC EPD DUAL	600	600	600	600	600	600	600	700	700	700	700	700	7,700
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	24,500	24,500	24,600	25,000	25,100	25,100	25,100	25,200	25,200	25,200	25,200	25,300	300,000
PPC CAP TOTAL	60,100	60,700	61,200	61,100	61,700	62,200	62,700	63,300	63,900	64,300	64,800	65,400	751,400
RI DUAL	2,000	2,600	2,100	2,700	2,200	2,200	2,800	2,300	2,300	2,300	3,000	2,400	28,900
RI SSIWO	5,200	6,600	5,300	6,900	5,600	5,700	7,200	5,800	5,900	6,000	7,600	6,100	73,900
RI TOTAL	7,200	9,200	7,400	9,600	7,800	7,900	10,000	8,100	8,200	8,300	10,600	8,500	102,800
AIHP Facility	20,100	25,500	20,700	26,200	21,200	21,500	29,300	23,800	24,100	24,400	30,900	25,000	292,700
AIHP Non-Facility	14,500	18,400	15,000	19,400	15,800	16,000	20,200	16,400	16,600	16,800	21,300	17,200	207,600
Non-AIHP	500	600	500	600	500	500	600	500	500	500	600	500	6,400
Prior Quarter	8,900	11,100	8,900	-	-	-	20,900	-	-	-	-	-	28,900
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	20,900
FFS TOTAL	44,000	55,600	45,100	46,200	37,500	38,000	71,000	40,700	41,200	41,700	52,800	42,700	556,500
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	23,600	23,800	24,100	24,300	24,500	24,800	26,300	26,600	26,800	27,100	27,400	27,600	306,900
Medicare TOTAL	23,600	23,800	24,100	24,300	24,500	24,800	26,300	26,600	26,800	27,100	27,400	27,600	306,900
TOTAL	1,965,300	1,990,800	1,990,500	2,016,600	2,017,900	2,099,200	2,079,900	2,059,800	2,072,300	2,084,600	2,109,900	2,109,500	24,596,300

FEDERAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
ACC DUAL	206,700	209,200	211,700	218,500	221,100	223,600	226,200	228,700	231,300	233,800	236,400	238,900	2,686,100
ACC SSIWO	371,500	376,000	380,500	392,800	397,300	401,900	406,500	411,100	415,700	420,300	424,800	429,400	4,827,800
EPD DUAL	52,800	53,400	54,100	55,800	56,500	57,100	58,200	58,900	59,500	60,200	60,800	61,500	688,800
EPD SSIWO	61,500	62,200	63,000	65,000	65,700	66,500	67,800	68,600	69,300	70,100	70,900	71,600	802,200
DDD DUAL	57,300	58,000	58,700	59,900	60,600	61,300	62,500	63,300	64,000	64,700	65,400	66,100	741,800
DDD SSIWO	1,208,300	1,210,000	1,211,800	1,238,100	1,239,900	1,241,700	1,243,500	1,245,300	1,247,000	1,248,900	1,250,700	1,252,500	14,837,700
Crisis RBHA	9,000	9,100	9,200	9,500	9,600	9,700	9,800	10,000	10,100	10,200	10,300	10,400	116,900
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	1,977,200	1,988,100	1,999,400	2,050,200	2,061,400	2,072,600	2,085,500	2,097,100	2,108,200	2,119,600	2,130,800	2,142,100	24,832,200
PPC ACC DUAL	11,500	11,700	11,800	12,200	12,300	12,500	12,600	12,800	12,900	13,000	13,200	13,300	149,800
PPC ACC SSIWO	28,300	28,700	29,000	29,900	30,300	30,600	31,000	31,300	31,700	32,000	32,400	32,700	367,900
PPC EPD DUAL	700	700	700	700	700	800	800	800	800	800	800	800	9,100
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	25,300	25,300	25,500	26,000	26,000	26,000	26,100	26,100	26,100	26,100	26,300	26,300	311,100
PPC CAP TOTAL	65,800	66,400	67,000	68,800	69,300	69,900	70,500	71,000	71,500	71,900	72,700	73,100	837,900
RI DUAL	3,000	2,500	2,500	3,200	2,600	2,600	3,300	2,700	2,700	3,400	2,800	2,800	34,100
RI SSIWO	7,800	6,300	6,400	8,200	6,700	6,700	8,500	6,900	7,000	8,800	7,100	7,200	87,600
RI TOTAL	10,800	8,800	8,900	11,400	9,300	9,300	11,800	9,600	9,700	12,200	9,900	10,000	121,700
AIHP Facility	31,600	25,600	25,900	32,800	26,500	26,800	36,500	29,500	29,900	37,800	30,500	30,900	364,300
AIHP Non-Facility	21,800	17,700	17,900	23,100	18,700	18,900	23,900	19,300	19,600	24,700	20,000	20,200	245,800
Non-AIHP	600	500	500	600	500	500	600	500	500	600	500	500	6,400
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	20,800	-	-	-	-	-	20,800
FFS TOTAL	54,000	43,800	44,300	56,500	45,700	46,200	81,800	49,300	50,000	63,100	51,000	51,600	637,300
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	27,900	28,100	28,400	28,500	28,700	29,000	30,800	31,000	31,300	31,600	31,800	32,100	359,200
Medicare TOTAL	27,900	28,100	28,400	28,500	28,700	29,000	30,800	31,000	31,300	31,600	31,800	32,100	359,200
TOTAL	2,135,700	2,135,200	2,148,000	2,215,400	2,214,400	2,227,000	2,280,400	2,258,000	2,270,700	2,298,400	2,296,200	2,308,900	26,788,300

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
ACC DUAL	70,703	69,791	70,135	64,730	65,348	65,993	66,526	67,632	70,052	72,139	71,545	76,760	831,352
ACC SSIWO	95,539	90,423	93,519	105,140	107,325	110,984	111,980	110,155	107,782	112,262	122,679	121,730	1,289,517
EPD DUAL	15,958	21,668	17,476	16,134	19,105	15,576	15,293	14,299	15,112	16,098	14,448	17,102	198,268
EPD SSIWO	38,034	44,600	39,887	39,607	46,524	33,849	38,743	40,844	40,844	40,832	40,796	40,784	485,342
DDD DUAL	17,906	19,025	19,025	18,895	18,895	18,895	22,299	19,476	19,476	20,622	19,476	19,476	233,466
DDD SSIWO	2,238	2,238	2,238	2,223	2,223	5,557	3,840	3,437	3,437	3,437	3,437	3,437	37,743
SMI	544,859	549,696	559,975	545,520	541,336	535,686	531,276	540,888	538,022	536,867	538,082	549,767	6,511,973
Crisis RBHA	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	785,237	797,441	802,254	792,249	800,754	786,542	789,957	796,730	794,725	802,255	810,462	829,055	9,587,661
PPC ACC DUAL	982	1,331	838	1,266	678	1,279	1,311	1,644	3,160	2,085	3,969	2,143	20,686
PPC ACC SSIWO	3,617	4,394	4,297	2,016	1,584	4,955	2,466	3,127	3,487	4,954	4,910	3,707	43,514
PPC EPD DUAL	-	-	-	-	-	-	-	-	-	36	422	-	459
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	8,209	11,452	14,323	12,601	9,516	11,752	10,662	13,889	21,927	6,134	15,243	11,968	147,677
PPC CAP TOTAL	12,808	17,177	19,458	15,883	11,778	17,987	14,439	18,660	28,573	13,210	24,544	17,818	212,336
RI DUAL	-	98	-	1,097	-	-	-	6,253	-	-	-	-	7,448
RI SSIWO	27,297	4,463	7,210	1,187	121	923	8,224	(2,762)	2,700	-	8,045	1,198	58,606
RI TOTAL	27,297	4,561	7,210	2,285	121	923	8,224	3,491	2,700	-	8,045	1,198	66,054
AHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Non-Facility	5,223	6,006	4,639	2,036	4,659	1,998	6,112	5,854	4,807	5,478	6,009	5,711	58,531
Non-AHP	-	-	206	12	1,072	53	-	476	(3)	207	66	140	2,227
Prior Quarter	181	755	899	2,638	364	2,312	3,253	376	19,564	1,479	5,272	1,918	39,011
FQHC RECON	1	-	114	-	-	294	3,763	2,959	110	-	(35)	-	7,207
FFS TOTAL	5,405	6,761	5,858	4,686	6,094	4,657	13,127	9,666	24,477	7,164	11,311	7,769	106,976
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	9,063	9,560	10,014	9,883	9,520	9,078	8,675	8,634	9,320	9,603	9,361	10,369	113,079
Medicare TOTAL	9,063	9,560	10,014	9,883	9,520	9,078	8,675	8,634	9,320	9,603	9,361	10,369	113,079
TOTAL	839,810	835,500	844,794	824,986	828,267	819,186	834,422	837,181	859,795	832,232	863,723	866,210	10,086,106

STATE FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
ACC DUAL	77,400	78,600	79,600	79,700	80,800	81,900	82,900	84,000	85,100	86,200	87,300	88,300	991,800
ACC SSIWO	141,500	143,500	145,500	143,200	145,100	147,100	149,000	150,900	152,900	154,800	156,800	158,800	1,789,100
EPD DUAL	18,500	18,800	19,100	20,200	20,500	20,800	21,200	21,500	21,800	22,000	22,400	22,600	249,400
EPD SSIWO	21,600	21,900	22,200	23,500	23,800	24,200	24,700	24,900	25,300	25,700	25,900	26,300	290,000
DDD DUAL	19,600	20,000	20,200	21,600	21,900	22,200	22,700	23,000	23,300	23,600	23,900	24,200	266,200
DDD SSIWO	3,500	3,500	3,500	3,800	3,900	3,900	4,000	4,000	4,100	4,200	4,200	4,200	46,800
SMI	503,700	504,400	505,200	515,600	516,400	517,200	518,000	518,700	519,300	520,300	521,000	521,700	6,181,500
Crisis RBHA	2,700	2,800	2,800	3,500	3,500	3,600	3,700	3,600	3,700	3,700	3,800	3,800	41,200
HIF	-	-	-	-	-	29,700	-	-	-	-	-	-	29,700
REG CAP TOTAL	788,500	793,500	798,100	811,100	815,900	850,600	826,200	830,600	835,500	840,500	845,300	849,900	9,885,700
PPC ACC DUAL	4,400	4,400	4,500	4,400	4,500	4,500	4,600	4,700	4,700	4,800	4,800	4,900	55,200
PPC ACC SSIWO	10,800	10,900	11,100	11,000	11,000	11,200	11,300	11,500	11,600	11,800	12,000	12,100	136,300
PPC EPD DUAL	200	200	200	300	300	300	300	200	200	300	300	300	3,100
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	10,500	10,600	10,600	10,800	10,700	10,800	10,900	10,900	10,900	10,900	11,000	10,900	129,500
PPC CAP TOTAL	25,900	26,100	26,400	26,500	26,500	26,800	27,100	27,300	27,400	27,800	28,100	28,200	324,100
RI DUAL	900	1,100	900	1,200	900	1,000	1,200	1,000	1,000	1,100	1,200	1,000	12,500
RI SSIWO	2,200	2,800	2,300	3,000	2,400	2,500	3,100	2,600	2,600	2,600	3,300	2,700	32,100
RI TOTAL	3,100	3,900	3,200	4,200	3,300	3,500	4,300	3,600	3,600	3,700	4,500	3,700	44,600
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	6,300	8,000	6,400	8,400	6,800	6,900	8,800	7,100	7,200	7,300	9,200	7,500	89,900
Non-AIHP	200	300	200	300	200	200	300	200	200	200	300	200	2,800
Prior Quarter	3,800	4,700	3,800	-	-	-	-	-	-	-	-	-	12,300
FOHC RECON	-	-	-	-	-	-	9,000	-	-	-	-	-	9,000
FFS TOTAL	10,300	13,000	10,400	8,700	7,000	7,100	18,100	7,300	7,400	7,500	9,500	7,700	114,000
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	10,200	10,300	10,400	10,500	10,700	10,700	11,400	11,500	11,700	11,700	11,800	11,900	132,800
Medicare TOTAL	10,200	10,300	10,400	10,500	10,700	10,700	11,400	11,500	11,700	11,700	11,800	11,900	132,800
TOTAL	838,000	846,800	848,500	861,000	863,400	898,700	887,100	880,300	885,600	891,200	899,200	901,400	10,501,200

STATE FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
ACC DUAL	89,400	90,500	91,600	96,000	97,100	98,300	99,300	100,500	101,600	102,700	103,800	105,000	1,175,800
ACC SSIWO	160,700	162,600	164,600	172,500	174,600	176,600	178,600	180,600	182,600	184,600	186,700	188,700	2,113,400
EPD DUAL	22,900	23,200	23,400	24,600	24,800	25,100	25,600	25,900	26,200	26,500	26,800	27,100	302,100
EPD SSIWO	26,600	26,900	27,200	28,500	28,900	29,200	29,800	30,100	30,500	30,800	31,100	31,500	351,100
DDD DUAL	24,800	25,100	25,400	26,300	26,600	26,900	27,500	27,700	28,100	28,400	28,700	29,000	324,500
DDD SSIWO	4,400	4,500	4,400	4,600	4,700	4,800	4,900	4,900	4,900	5,000	5,100	5,100	57,300
SMI	522,400	523,300	524,100	543,800	544,500	545,400	546,200	546,900	547,900	548,600	549,400	550,200	6,492,700
Crisis RBHA	3,900	3,900	4,000	4,200	4,200	4,300	4,400	4,300	4,400	4,400	4,500	4,600	51,100
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	855,100	860,000	864,700	900,500	905,400	910,600	916,300	920,900	926,200	931,000	936,100	941,200	10,868,000
PPC ACC DUAL	5,000	5,000	5,100	5,300	5,500	5,500	5,600	5,600	5,700	5,800	5,800	5,900	65,800
PPC ACC SSIWO	12,300	12,400	12,600	13,200	13,300	13,500	13,600	13,800	13,900	14,100	14,200	14,400	161,300
PPC EPD DUAL	300	300	300	400	400	300	300	300	300	300	400	400	4,000
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	11,000	11,000	10,900	11,400	11,400	11,400	11,400	11,400	11,600	11,600	11,500	11,500	136,100
PPC CAP TOTAL	28,600	28,700	28,900	30,300	30,600	30,700	30,900	31,100	31,500	31,800	31,900	32,200	367,200
RI DUAL	1,400	1,000	1,100	1,400	1,100	1,200	1,500	1,200	1,200	1,600	1,200	1,200	15,100
RI SSIWO	3,300	2,700	2,700	3,600	2,900	3,000	3,800	3,000	3,000	3,900	3,200	3,200	38,300
RI TOTAL	4,700	3,700	3,800	5,000	4,000	4,200	5,300	4,200	4,200	5,500	4,400	4,400	53,400
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	9,400	7,600	7,700	10,100	8,200	8,300	10,500	8,500	8,500	10,900	8,800	8,900	107,400
Non-AIHP	300	200	200	300	200	200	300	200	200	300	200	200	2,800
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	9,700	7,800	7,900	10,400	8,400	8,500	19,900	8,700	8,700	11,200	9,000	9,100	119,300
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	12,000	12,200	12,200	12,500	12,700	12,700	13,500	13,700	13,800	13,800	14,000	14,100	157,200
Medicare TOTAL	12,000	12,200	12,200	12,500	12,700	12,700	13,500	13,700	13,800	13,800	14,000	14,100	157,200
TOTAL	910,100	912,400	917,500	958,700	961,100	966,700	985,900	978,600	984,400	993,300	995,400	1,001,000	11,565,100

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
ACC DUAL	1,389.87	1,410.19	1,414.10	1,426.65	1,433.77	1,450.32	1,460.06	1,491.89	1,539.45	1,595.27	1,631.61	1,692.53	17,935.72
ACC SSIWO	277.77	299.23	310.47	314.58	321.47	323.77	327.16	329.21	321.42	331.87	349.77	363.90	3,870.62
EPD DUAL	17.00	18.00	18.00	18.00	17.00	17.00	17.00	16.00	17.00	17.00	17.32	19.00	208.32
EPD SSIWO	22.00	23.00	23.00	21.00	21.17	21.00	21.00	22.00	21.00	22.00	21.00	21.00	260.17
DDD DUAL	16.00	17.00	17.00	17.00	17.00	17.00	17.00	17.00	17.00	18.00	17.00	17.00	204.00
DDD SSIWO	2.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	33.00
SMI	811.90	817.10	824.33	824.13	820.53	824.77	826.16	825.14	824.10	830.97	833.81	848.37	9,911.31
Crisis RBHA	1,772.56	1,807.09	1,814.77	1,828.35	1,851.16	1,887.38	1,932.24	1,964.54	2,039.21	2,112.07	2,168.93	2,249.68	23,427.98
HIF													
REG CAP TOTAL	4,309.11	4,393.61	4,423.67	4,452.71	4,485.09	4,544.25	4,603.62	4,668.79	4,783.18	4,930.17	5,042.44	5,214.48	55,851.12
PPC ACC DUAL	53.72	51.37	43.99	42.69	50.27	55.38	89.29	95.29	120.42	108.62	103.26	119.09	933.39
PPC ACC SSIWO	22.20	15.31	15.21	12.43	12.66	24.90	22.72	16.14	22.92	36.32	45.28	35.16	281.24
PPC EPD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	21.04	16.34	16.96	21.69	19.49	15.94	18.60	15.70	16.15	16.13	14.70	14.79	207.52
PPC CAP TOTAL	96.96	83.01	76.16	76.82	82.41	96.22	130.60	127.13	159.49	162.53	164.40	169.04	1,424.77
RI DUAL	1,405.87	1,427.19	1,431.10	1,443.65	1,449.77	1,466.32	1,476.06	1,506.89	1,555.45	1,611.27	1,647.94	1,710.53	18,132.04
RI SSIWO	299.77	322.23	333.47	334.58	341.63	343.77	347.16	350.21	342.42	352.87	370.77	384.90	4,123.79
RI TOTAL	1,705.64	1,749.42	1,764.57	1,778.23	1,791.40	1,810.10	1,823.23	1,857.11	1,897.87	1,964.13	2,018.71	2,095.43	22,255.83
AHP Facility	28.00	30.00	30.00	32.00	33.00	33.00	33.00	32.00	35.00	40.00	39.00	39.00	404.00
AHP Non-Facility	28.00	30.00	30.00	32.00	33.00	33.00	33.00	32.00	35.00	40.00	39.00	39.00	404.00
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	56.00	60.00	60.00	64.00	66.00	66.00	66.00	64.00	70.00	80.00	78.00	78.00	808.00
Part A	2,162.65	2,191.19	2,201.63	2,211.77	2,217.67	2,240.45	2,251.81	2,280.75	2,331.52	2,393.20	2,432.74	2,508.90	27,424.28
Part B	2,162.65	2,191.19	2,201.63	2,211.77	2,217.67	2,240.45	2,251.81	2,280.75	2,331.52	2,393.20	2,432.74	2,508.90	27,424.28
Medicare TOTAL	4,325.29	4,382.39	4,403.27	4,423.55	4,435.33	4,480.90	4,503.61	4,561.50	4,663.03	4,786.40	4,865.48	5,017.80	54,848.56
TOTAL	10,493.01	10,668.43	10,727.66	10,795.30	10,860.23	10,997.47	11,127.07	11,278.53	11,573.56	11,923.24	12,169.03	12,574.75	135,188.28

MEMBER MONTHS

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
ACC DUAL	1,765.92	1,790.89	1,815.86	1,840.84	1,865.81	1,890.79	1,915.76	1,940.73	1,965.71	1,990.68	2,015.66	2,040.63	22,839.27
ACC SSIWO	369.73	374.96	380.19	385.42	390.65	395.88	401.11	406.33	411.56	416.79	422.02	427.25	4,781.89
EPD DUAL	18.74	19.00	19.26	19.53	19.79	20.06	20.32	20.59	20.85	21.12	21.38	21.65	242.31
EPD SSIWO	20.71	21.00	21.29	21.59	21.88	22.17	22.46	22.76	23.05	23.34	23.64	23.93	267.81
DDD DUAL	16.76	17.00	17.24	17.47	17.71	17.95	18.19	18.42	18.66	18.90	19.13	19.37	216.80
DDD SSIWO	2.96	3.00	3.04	3.08	3.13	3.17	3.21	3.25	3.29	3.33	3.38	3.42	38.26
SMI	841.64	842.90	844.16	845.42	846.68	847.94	849.20	850.46	851.72	852.98	854.24	855.50	10,182.81
Crisis RBHA	2,312.64	2,345.34	2,378.05	2,410.76	2,443.46	2,476.17	2,508.87	2,541.58	2,574.28	2,606.99	2,639.70	2,672.40	29,910.24
HIF													
REG CAP TOTAL	5,349.09	5,414.09	5,479.10	5,544.10	5,609.11	5,674.11	5,739.12	5,804.12	5,869.13	5,934.13	5,999.14	6,064.14	68,479.40
PPC ACC DUAL	98.52	99.91	101.30	102.70	104.09	105.48	106.88	108.27	109.66	111.06	112.45	113.84	1,274.15
PPC ACC SSIWO	28.18	28.58	28.98	29.38	29.78	30.18	30.58	30.97	31.37	31.77	32.17	32.57	364.52
PPC EPD DUAL	0.23	0.24	0.24	0.24	0.25	0.25	0.25	0.26	0.26	0.26	0.27	0.27	3.02
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	17.65	17.67	17.70	17.73	17.75	17.78	17.80	17.83	17.86	17.88	17.91	17.94	213.50
PPC CAP TOTAL	144.58	146.40	148.22	150.05	151.87	153.69	155.51	157.33	159.15	160.98	162.80	164.62	1,855.20
RI DUAL	1,783.67	1,808.89	1,834.12	1,859.34	1,884.57	1,909.79	1,935.01	1,960.24	1,985.46	2,010.69	2,035.91	2,061.14	23,068.83
RI SSIWO	390.44	395.96	401.48	407.00	412.53	418.05	423.57	429.09	434.61	440.13	445.66	451.18	5,049.70
RI TOTAL	2,174.10	2,204.85	2,235.60	2,266.34	2,297.09	2,327.84	2,358.58	2,389.33	2,420.08	2,450.82	2,481.57	2,512.32	28,118.53
AIHP Facility	50.29	51.00	51.71	52.42	53.13	53.84	54.56	55.27	55.98	56.69	57.40	58.11	650.40
AIHP Non-Facility	50.29	51.00	51.71	52.42	53.13	53.84	54.56	55.27	55.98	56.69	57.40	58.11	650.40
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FOHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	100.58	102.00	103.42	104.84	106.27	107.69	109.11	110.53	111.96	113.38	114.80	116.22	1,300.81
Part A	2,580.41	2,606.83	2,633.24	2,659.66	2,686.08	2,712.50	2,738.91	2,765.33	2,791.75	2,818.16	2,844.58	2,871.00	32,708.45
Part B	2,580.41	2,606.83	2,633.24	2,659.66	2,686.08	2,712.50	2,738.91	2,765.33	2,791.75	2,818.16	2,844.58	2,871.00	32,708.45
Medicare TOTAL	5,160.82	5,213.65	5,266.49	5,319.32	5,372.16	5,424.99	5,477.83	5,530.66	5,583.49	5,636.33	5,689.16	5,742.00	65,416.89
TOTAL	12,929.17	13,081.00	13,232.83	13,384.66	13,536.49	13,688.32	13,840.15	13,991.98	14,143.81	14,295.64	14,447.47	14,599.30	165,170.84

MEMBER MONTHS

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
ACC DUAL	2,065.60	2,090.58	2,115.55	2,140.53	2,165.50	2,190.47	2,215.45	2,240.42	2,265.39	2,290.37	2,315.34	2,340.32	26,435.52
ACC SSIWO	432.48	437.71	442.94	448.16	453.39	458.62	463.85	469.08	474.31	479.54	484.77	490.00	5,534.84
EPD DUAL	21.91	22.18	22.44	22.71	22.97	23.24	23.50	23.77	24.03	24.30	24.56	24.83	280.46
EPD SSIWO	24.22	24.51	24.81	25.10	25.39	25.69	25.98	26.27	26.56	26.86	27.15	27.44	309.98
DDD DUAL	19.61	19.84	20.08	20.32	20.56	20.79	21.03	21.27	21.50	21.74	21.98	22.22	250.94
DDD SSIWO	3.46	3.50	3.54	3.59	3.63	3.67	3.71	3.75	3.79	3.84	3.88	3.92	44.28
SMI	856.76	858.02	859.27	860.53	861.79	863.05	864.31	865.57	866.83	868.09	869.35	870.61	10,364.20
Crisis RBHA	2,705.11	2,737.81	2,770.52	2,803.23	2,835.93	2,868.64	2,901.34	2,934.05	2,966.75	2,999.46	3,032.17	3,064.87	34,619.87
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	6,129.15	6,194.15	6,259.16	6,324.16	6,389.17	6,454.17	6,519.18	6,584.18	6,649.19	6,714.19	6,779.20	6,844.20	77,840.10
PPC ACC DUAL	115.24	116.63	118.02	119.42	120.81	122.20	123.59	124.99	126.38	127.77	129.17	130.56	1,474.78
PPC ACC SSIWO	32.97	33.37	33.77	34.16	34.56	34.96	35.36	35.76	36.16	36.56	36.95	37.35	421.92
PPC EPD DUAL	0.27	0.28	0.28	0.28	0.29	0.29	0.29	0.30	0.30	0.30	0.31	0.31	3.50
PPC EPD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	17.96	17.99	18.02	18.04	18.07	18.10	18.12	18.15	18.17	18.20	18.23	18.25	217.30
PPC CAP TOTAL	166.44	168.26	170.08	171.90	173.73	175.55	177.37	179.19	181.01	182.83	184.66	186.48	2,117.50
RI DUAL	2,086.36	2,111.59	2,136.81	2,162.04	2,187.26	2,212.49	2,237.71	2,262.94	2,288.16	2,313.39	2,338.61	2,363.84	26,701.22
RI SSIWO	456.70	462.22	467.74	473.26	478.79	484.31	489.83	495.35	500.87	506.39	511.92	517.44	5,844.82
RI TOTAL	2,543.06	2,573.81	2,604.56	2,635.30	2,666.05	2,696.80	2,727.54	2,758.29	2,789.04	2,819.78	2,850.53	2,881.28	32,546.04
AIHP Facility	58.82	59.53	60.25	60.96	61.67	62.38	63.09	63.80	64.51	65.22	65.94	66.65	752.82
AIHP Non-Facility	58.82	59.53	60.25	60.96	61.67	62.38	63.09	63.80	64.51	65.22	65.94	66.65	752.82
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	117.65	119.07	120.49	121.91	123.34	124.76	126.18	127.60	129.03	130.45	131.87	133.29	1,505.63
Part A	2,897.42	2,923.83	2,950.25	2,976.67	3,003.09	3,029.50	3,055.92	3,082.34	3,108.76	3,135.17	3,161.59	3,188.01	36,512.55
Part B	2,897.42	2,923.83	2,950.25	2,976.67	3,003.09	3,029.50	3,055.92	3,082.34	3,108.76	3,135.17	3,161.59	3,188.01	36,512.55
Medicare TOTAL	5,794.83	5,847.67	5,900.50	5,953.34	6,006.17	6,059.01	6,111.84	6,164.68	6,217.51	6,270.35	6,323.18	6,376.02	73,025.10
TOTAL	14,751.13	14,902.96	15,054.79	15,206.62	15,358.45	15,510.28	15,662.11	15,813.94	15,965.77	16,117.60	16,269.43	16,421.26	187,034.38

PMPM

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	SFY Average
ACC DUAL	165.38	160.89	161.24	150.69	151.37	151.12	151.32	150.56	151.13	150.18	145.63	150.62	153.12
ACC SSIWO	1,115.02	979.51	976.46	1,110.01	1,108.80	1,138.43	1,136.76	1,111.26	1,113.69	1,123.46	1,164.86	1,110.97	1,100.72
PPC EPD DUAL	3,045.97	3,908.10	3,150.89	2,971.16	3,726.29	3,037.03	2,981.73	2,961.58	2,946.34	3,138.83	2,764.10	2,984.01	3,136.49
EPD SSIWO	5,616.87	6,300.80	5,634.69	6,260.14	7,296.03	5,349.50	6,123.46	6,162.21	6,162.21	6,161.12	6,451.07	6,449.93	6,159.58
DDD DUAL	3,638.21	3,638.21	3,638.21	3,691.33	3,691.33	3,691.33	4,356.40	3,804.90	3,804.90	3,804.90	3,804.90	3,804.90	3,781.61
DDD SSIWO	3,638.21	3,638.21	3,638.21	2,460.89	2,460.89	6,152.22	4,251.50	3,804.90	3,804.90	3,804.90	3,804.90	3,804.90	3,784.22
SMI	2,181.69	2,187.07	2,208.41	2,198.39	2,191.09	2,157.07	2,135.72	2,177.05	2,168.26	2,145.72	2,143.25	2,152.21	2,170.36
Crisis RBHA	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC ACC DUAL	59.45	84.22	61.95	98.45	44.82	76.72	48.77	57.29	87.14	63.77	127.65	59.75	73.37
PPC ACC SSIWO	529.69	933.23	918.29	538.48	415.53	660.97	360.56	643.33	505.31	453.01	360.15	350.21	510.78
PPC EPD DUAL	-	0.22	-	2.52	-	-	-	13.78	-	-	-	-	1.36
PPC EPD SSIWO	296.03	45.03	70.29	11.79	1.17	8.91	78.68	(26.19)	26.19	-	72.06	10.34	46.54
PPC DDD DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC DDD SSIWO	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC SMI	1,268.47	2,278.61	2,745.59	1,929.52	1,621.98	2,449.05	1,904.21	2,937.66	4,509.31	1,262.93	3,443.43	2,686.89	2,351.90
RI DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
RI SSIWO	-	0.22	-	2.52	-	-	-	13.78	-	-	-	-	1.36
AIHP Facility	296.34	566.59	458.85	363.01	339.97	473.87	350.98	602.09	320.55	413.87	563.70	354.68	425.68
AIHP Non-Facility	606.43	650.81	502.66	211.36	468.88	201.07	615.07	607.60	456.09	454.82	511.68	486.37	478.41
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	13.62	14.18	14.79	14.84	14.26	13.46	12.79	12.57	13.28	13.33	12.78	13.73	13.62

PMPM

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	SFY Average
ACC DUAL	145.66	145.66	145.66	143.36	143.36	143.36	143.36	143.36	143.36	143.36	143.36	143.36	143.90
ACC SSIWO	1,271.12	1,271.12	1,271.12	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,240.12
EPD DUAL	3,281.91	3,281.91	3,281.91	3,425.89	3,425.89	3,425.89	3,452.82	3,452.82	3,452.82	3,452.82	3,452.82	3,452.82	3,406.02
EPD SSIWO	3,455.59	3,455.59	3,455.59	3,607.36	3,607.36	3,607.36	3,635.79	3,635.79	3,635.79	3,635.79	3,635.79	3,635.79	3,586.43
DDD DUAL	3,892.14	3,892.14	3,892.14	4,098.51	4,098.51	4,098.51	4,137.17	4,137.17	4,137.17	4,137.17	4,137.17	4,137.17	4,070.06
DDD SSIWO	3,892.14	3,892.14	3,892.14	4,098.51	4,098.51	4,098.51	4,137.17	4,137.17	4,137.17	4,137.17	4,137.17	4,137.17	4,070.06
SMI	1,987.84	1,987.84	1,987.84	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,012.11
Crisis RBHA	3.86	3.86	3.86	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.55
HF													

PPC ACC DUAL
 PPC ACC SSIWO
 PPC EPD DUAL
 PPC EPD SSIWO
 PPC DDD DUAL
 PPC DDD SSIWO

PPC ACC DUAL	145.66	145.66	145.66	143.36	143.36	143.36	143.36	143.36	143.36	143.36	143.36	143.36	143.90
PPC ACC SSIWO	1,271.12	1,271.12	1,271.12	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,230.59	1,240.12
PPC EPD DUAL	3,455.59	3,455.59	3,455.59	3,607.36	3,607.36	3,607.36	3,635.79	3,635.79	3,635.79	3,635.79	3,635.79	3,635.79	3,586.43
PPC EPD SSIWO	3,455.59	3,455.59	3,455.59	3,607.36	3,607.36	3,607.36	3,635.79	3,635.79	3,635.79	3,635.79	3,635.79	3,635.79	3,586.43
PPC DDD DUAL													
PPC DDD SSIWO													
PPC SMI	1,987.84	1,987.84	1,987.84	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,012.11

RI DUAL
 RI SSIWO

RI DUAL	1.62	2.03	1.62	2.09	1.67	1.67	2.09	1.67	1.67	1.67	2.09	1.67	1.80
RI SSIWO	19.00	23.75	19.00	24.38	19.50	19.50	24.38	19.50	19.50	19.50	24.38	19.50	20.99

AIHP Facility
 AIHP Non-Facility
 Non-AIHP
 Prior Quarter
 FQHC RECON

AIHP Facility	399.89	499.86	399.89	499.86	399.89	399.89	537.89	430.31	430.31	430.31	537.89	430.31	450.11
AIHP Non-Facility	413.90	517.38	413.90	531.14	424.91	424.91	531.14	424.91	424.91	424.91	531.14	424.91	457.28
Non-AIHP													
Prior Quarter													
FQHC RECON													

Part A
 Part B

Part A	-	-	-	-	-	-	-	-	-	-	-	-	-
Part B	13.09	13.09	13.09	13.09	13.09	13.09	13.77	13.77	13.77	13.77	13.77	13.77	13.44

PMPM

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	SFY Average
ACC DUAL	143.36	143.36	143.36	146.94	146.94	146.94	146.94	146.94	146.94	146.94	146.94	146.94	146.09
ACC SSIWO	1,230.59	1,230.59	1,230.59	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,254.06
EPD DUAL	3,452.82	3,452.82	3,452.82	3,539.13	3,539.13	3,539.13	3,566.96	3,566.96	3,566.96	3,566.96	3,566.96	3,566.96	3,533.04
EPD SSIWO	3,635.79	3,635.79	3,635.79	3,726.68	3,726.68	3,726.68	3,756.05	3,756.05	3,756.05	3,756.05	3,756.05	3,756.05	3,720.30
DDD DUAL	4,188.57	4,188.57	4,188.57	4,240.60	4,240.60	4,240.60	4,280.60	4,280.60	4,280.60	4,280.60	4,280.60	4,280.60	4,248.94
DDD SSIWO	4,188.57	4,188.57	4,188.57	4,240.60	4,240.60	4,240.60	4,280.60	4,280.60	4,280.60	4,280.60	4,280.60	4,280.60	4,248.94
SMI	2,020.12	2,020.12	2,020.12	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,058.08
Crisis RBHA	4.76	4.76	4.76	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.85
HIF													

PPC ACC DUAL
 PPC ACC SSIWO
 PPC EPD DUAL
 PPC EPD SSIWO
 PPC DDD DUAL
 PPC DDD SSIWO

	143.36	143.36	143.36	146.94	146.94	146.94	146.94	146.94	146.94	146.94	146.94	146.94	146.09
	1,230.59	1,230.59	1,230.59	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,261.36	1,254.06
	3,635.79	3,635.79	3,635.79	3,726.68	3,726.68	3,726.68	3,756.05	3,756.05	3,756.05	3,756.05	3,756.05	3,756.05	3,720.30
	2,020.12	2,020.12	2,020.12	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,058.08

RI DUAL
 RI SSIWO

	2.09	1.67	1.67	2.14	1.71	1.71	2.14	1.71	1.71	2.14	1.71	1.71	1.84
	24.38	19.50	19.50	25.03	20.02	20.02	25.03	20.02	20.02	25.03	20.02	20.02	21.54

AIHP Facility
 AIHP Non-Facility
 Non-AIHP
 Prior Quarter
 FQHC RECON

	537.89	430.31	430.31	537.89	430.31	430.31	578.81	463.05	463.05	578.81	463.05	463.05	484.09
	531.14	424.91	424.91	545.26	436.21	436.21	545.26	436.21	436.21	545.26	436.21	436.21	469.25

Part A
 Part B

	-	-	-	-	-	-	-	-	-	-	-	-	-
	13.77	13.77	13.77	13.77	13.77	13.77	14.49	14.49	14.49	14.49	14.49	14.49	14.14

Freedom-to-Work

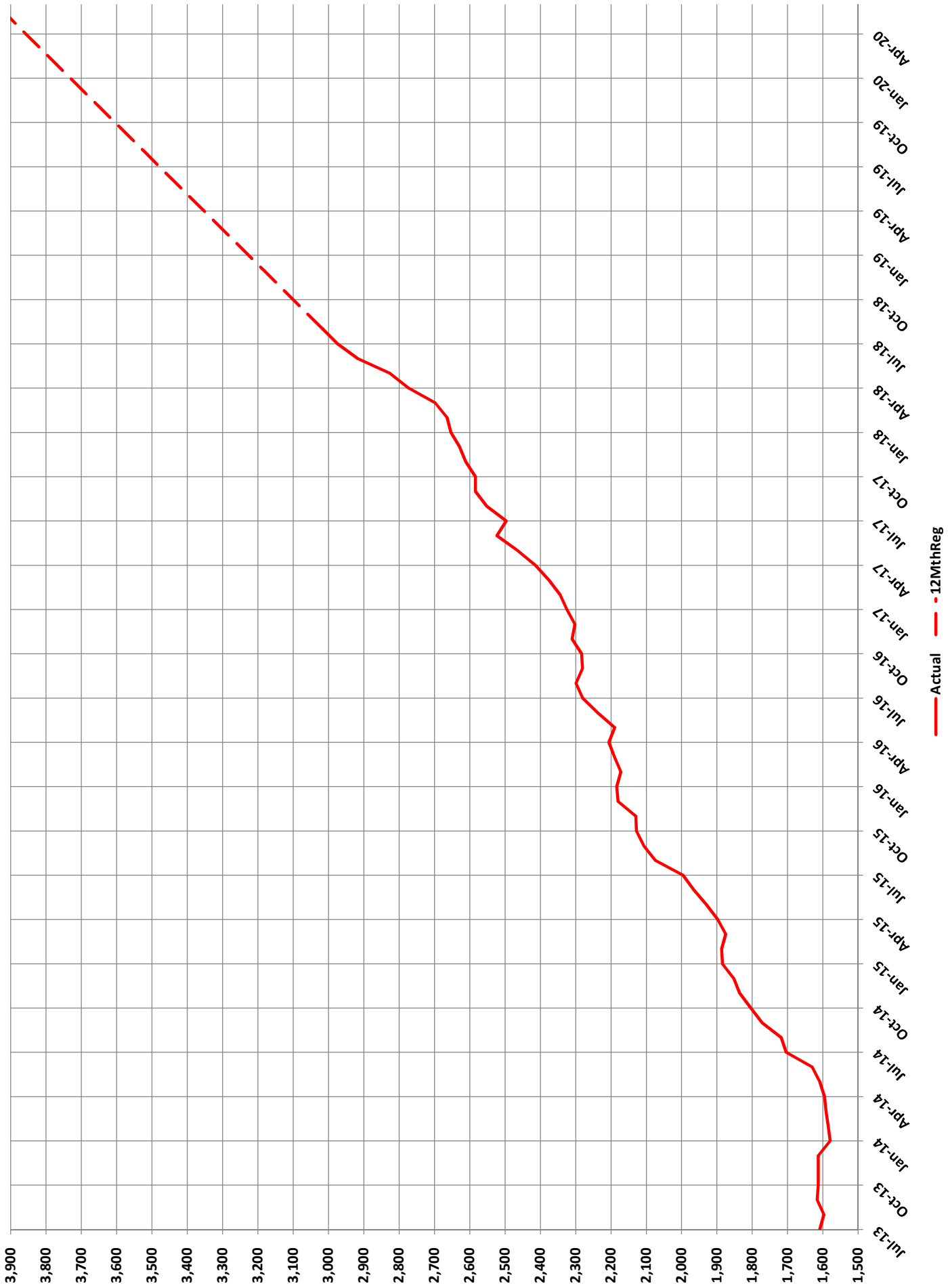
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2012.3	4,749		2.13%							
2012.4	4,676		-1.54%							
2013.1	4,701		0.53%			18,929	4.05%		2.61%	SFY 12-13
2013.2	4,803		2.17%							
2013.3	4,822		0.40%							
2013.4	4,839		0.35%							
2014.1	4,755		-1.74%							
2014.2	4,834		1.66%			19,250	1.70%		1.05%	SFY 13-14
2014.3	5,194		7.45%							
2014.4	5,491		5.72%							
2015.1	5,646		2.82%							
2015.2	5,793		2.60%			22,124	14.93%		20.55%	SFY 14-15
2015.3	6,177		6.63%							
2015.4	6,438		4.23%							
2016.1	6,546		1.68%							
2016.2	6,632		1.31%			25,793	16.58%		13.84%	SFY 15-16
2016.3	6,860		3.44%							
2016.4	6,895		0.51%							
2017.1	7,045		2.18%							
2017.2	7,402		5.07%			28,202	9.34%		12.78%	SFY 16-17
2017.3	7,633		3.12%							
2017.4	7,823		2.49%							
2018.1	8,015		2.45%							
2018.2	8,516		6.25%			31,987	13.42%		15.62%	SFY 17-18
2018.3			6.25%	9,048						
2018.4			4.18%	9,427						
2019.1			4.02%	9,805						
2019.2			3.86%	10,184		38,463	20.25%		17.81%	SFY 18-19
2019.3			3.72%	10,562						
2019.4			3.58%	10,941						
2020.1			3.46%	11,319						
2020.2			3.34%	11,698		44,519	15.75%		14.69%	SFY 19-20

Notes:

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on a 12-month simple linear regression.

Adj. R Squared: 0.9631
 Standard Error: 32.47

Freedom-to-Work



Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System						
	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Fund. Issue	Total Request	Total Request

Program: Ticket to Work

Fund:	1000-A	General Fund				
Appropriated						
0000	FTE		0.0	0.0	0.0	0.0
6000	Personal Services		0.0	0.0	0.0	0.0
6100	Employee Related Expenses		0.0	0.0	0.0	0.0
6200	Professional and Outside Services		0.0	0.0	0.0	0.0
6500	Travel In-State		0.0	0.0	0.0	0.0
6600	Travel Out of State		0.0	0.0	0.0	0.0
6700	Food		0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals		9,897.6	10,645.4	878.6	11,524.0
7000	Other Operating Expenses		0.0	0.0	0.0	0.0
8000	Equipment		0.0	0.0	0.0	0.0
8100	Capital Outlay		0.0	0.0	0.0	0.0
8600	Debt Service		0.0	0.0	0.0	0.0
9000	Cost Allocation		0.0	0.0	0.0	0.0
9100	Transfers		0.0	0.0	0.0	0.0
Appropriated Total:			9,897.6	10,645.4	878.6	11,524.0
Fund Total:			9,897.6	10,645.4	878.6	11,524.0

Fund:	2120-N	AHCCCS Fund				
Non-Appropriated						
0000	FTE		0.0	0.0	0.0	0.0
6000	Personal Services		0.0	0.0	0.0	0.0
6100	Employee Related Expenses		0.0	0.0	0.0	0.0
6200	Professional and Outside Services		0.0	0.0	0.0	0.0
6500	Travel In-State		0.0	0.0	0.0	0.0
6600	Travel Out of State		0.0	0.0	0.0	0.0
6700	Food		0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals		23,052.1	24,598.6	2,189.7	26,788.3
7000	Other Operating Expenses		0.0	0.0	0.0	0.0
8000	Equipment		0.0	0.0	0.0	0.0
8100	Capital Outlay		0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Ticket to Work				
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	23,052.1	24,598.6	2,189.7	26,788.3
Fund Total:	23,052.1	24,598.6	2,189.7	26,788.3
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	8.7	32.4	41.1
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	8.7	32.4	41.1
Fund Total:	0.0	8.7	32.4	41.1
Program Total For Selected Funds:				
	32,949.7	35,252.7	3,100.7	38,353.4

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Ticket to Work

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	32,949.7	35,252.7

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Ticket to Work

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	32,949.7	35,252.7
Appropriated		
1000-A General Fund (Appropriated)	9,897.6	10,645.4
	9,897.6	10,645.4
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	23,052.1	24,598.6
2500-N IGA and ISA Fund (Non-Appropriated)	0.0	8.7
	23,052.1	24,607.3
Fund Source Total	32,949.7	35,252.7
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Ticket to Work

	FY 2018 Actual	FY 2019 Expd. Plan
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Ticket to Work

	FY 2018 Actual	FY 2019 Expd. Plan
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Ticket to Work

	FY 2018 Actual	FY 2019 Expd. Plan
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		



**TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK**

FISCAL YEAR 2020
BUDGET JUSTIFICATION

MEDICARE PART D “CLAWBACK” PAYMENTS

PROGRAM DESCRIPTION/BACKGROUND:

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program, which provides prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Part D prescription drug benefit resulted in a reduction to capitation rates and fee-for-service payments since Medicaid no longer pays prescription drug expenditures (with certain exceptions as defined in the AHCCCS Medical Policy Manual) for those who are eligible for the Part D benefit, but states have to reimburse the federal government for this savings according to a prescribed formula.

METHODOLOGY:

CLAWBACK PMPM:

In accordance with the law, calendar year 2003 is the base year for the development of the clawback payment. CMS used a combination of fee-for-service claim information and encounter data provided through MSIS and/or PMMIS to develop the 2003 base PMPM. The PMPM calculated for 2003 was then trended forward using the National Health Expenditure (NHE) inflation factor to 2006. CMS will only be billing one rate for all full benefit dual eligible members regardless of enrollment (Acute Care, Behavioral Health, ALTCS, and DDD) or eligibility (managed care or fee-for-service). The CMS rates used as the basis for the clawback payments are shown below.

	Actual 1/1/2015 to 9/30/2015	Actual 10/1/2015 to 12/31/2015	Actual 1/1/2016 to 9/30/2016	Actual 10/1/2016 to 12/31/2016	Actual 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Estimate 10/1/2018 to 12/31/2018	Estimate 1/1/2019 to 9/30/2019	Estimate 10/1/2019 to 12/31/2019	Estimate 1/1/2020 to 9/30/2020
Total Fund PMPM	200.04	200.04	223.29	223.28	249.93	249.93	252.98	252.98	257.88	257.89	262.87
FMAP	68.46%	68.92%	68.92%	69.24%	69.24%	69.89%	69.89%	69.81%	69.81%	69.48%	69.48%
State Match PMPM	63.09	62.17	69.40	68.68	76.88	75.25	76.17	76.37	77.85	78.71	80.23
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	47.32	46.63	52.05	51.51	57.66	56.44	57.13	57.28	58.39	59.03	60.17

**TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



The following factors impact the PMPM paid by the state:

- The total fund PMPM is adjusted every calendar year in January. Beginning with CY 2009, the annual increases were based on Part D program data. In addition, CMS adjusts the annual percentage increase to reflect prior-year revisions to previous percentage increases, based on subsequent data and projections. As a result of this methodology, their benchmarking and recalculations of prior-year NHE data continue to have an impact on future state costs.
- Average growth in the PMPM going back to the program's inception is 2.07%. The annual increase for CY 2018 was 1.22%. The announced parameters that will guide the Calendar Year 2019 PMPM change reflect a projected increase of 1.93%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 18-13 (April 5, 2018) as the basis for the CY 2019 PMPM and the CY 2020 PMPM.
- The State Match PMPM is calculated by taking the total fund PMPM multiplied by the state's Federal Matching Assistance Percentage (FMAP), which changes every October. For SFY 2019, the first quarter FMAP is 69.89%. Effective 10/1/18 it increases to 69.81%.
- It is assumed that the FMAP will increase from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).
- The percentage of estimated savings paid back to CMS has now stabilized at 75% beginning with Calendar Year 2015.

As a result of an initial invoicing lag when the program began in January 2006, the 12 payments made by the state each year are for the period of May through April, rather than the traditional July through June.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK

PROGRAM DISTRIBUTION:

The total clawback payment, which is calculated by multiplying the number of dual eligible members by the applicable PMPM rates, is then distributed to the various AHCCCS and Pass-Through programs using the fixed percentages used to calculate the calendar year 2003 drug costs used in the calculation of the above rates. These percentages will remain constant over the life of the clawback payment and will not be impacted by changes to enrollment. The percentages are as follows:

AHCCCS Acute	46.14%
ALTCS-EPD	33.18%
ALTCS-DD (DES)	3.53%
DHS BHS	17.15%

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using a 24 month regression for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 3.04% in SFY 2019 and 3.39% in SFY 2020. Using this methodology, AHCCCS is forecasting that the 165,502 full benefit dual members (billed for clawback) in June 2018 will grow to 170,526 by June 2019 and 176,313 by June 2020.

**TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



In FY 2020, AHCCCS will require additional resources for this state only expenditure. The Acute Care and BHS Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	SFY18 Actual	SFY19 Allocation	SFY19 Rebase	SFY20 Request	SFY20 Inc.(Dec)
AHCCCS ACUTE	51,307,400	56,090,800	53,530,700	56,874,700	783,900
AHCCCS ALTCS					
General Fund	15,241,439	16,476,000	16,370,900	18,046,700	1,570,700
County Fund	21,797,785	22,265,600	22,123,800	22,852,900	587,300
TOTAL ALTCS	37,039,225	38,741,600	38,494,700	40,899,600	2,158,000
BHS	19,070,500	19,897,000	19,897,000	21,140,100	1,243,100
DES-DD	3,925,200	4,074,900	4,095,400	4,351,600	276,700
Grand Total	111,342,325	118,804,300	116,017,800	123,266,000	4,461,700



PROPOSED SOLUTION TO THE PROBLEM:

For FY20, AHCCCS requests an increase of \$4,461,700 General Fund to the Acute Care Clawback line item for these federally mandated payments. Within the ALTCS Clawback line item, AHCCCS requests a state match increase of \$2,158,000 consisting of a General Fund increase of \$1,570,700 and a County Fund increase of \$587,300. For the BHS Clawback line, AHCCCS requests an increase of \$1,243,100.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

STATUTORY AUTHORITY:

Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173)
Social Security Act, Section 1935(42 U.S.C. 1396u-5)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
ARIZONA MEDICARE PART D CLAWBACK PAYMENTS**

	SFY18 Actual	SFY19 Allocation	SFY19 Rebase	SFY20 Request	SFY20 Inc.(Dec)
AHCCCS ACUTE	51,307,400	56,090,800	53,530,700	56,874,700	783,900
AHCCCS ALTCS					
General Fund	15,241,439	16,476,000	16,370,900	18,086,100	1,610,100
County Fund	21,797,785	22,265,600	22,123,800	22,813,500	547,900
TOTAL ALTCS	37,039,225	38,741,600	38,494,700	40,899,600	2,158,000
BHS	19,070,500	19,897,000	19,897,000	21,140,100	1,243,100
DES-DD	3,925,200	4,074,900	4,095,400	4,351,600	276,700
Grand Total	111,342,325	118,804,300	116,017,800	123,266,000	4,461,700

Notes:

- 1) The Acute Clawback is appropriated as part of the Traditional Medicaid Services line item.
- 2) The ALTCS Clawback is appropriated as part of the ALTCS Services line item.
- 3) County/General Fund split in FY18 Actual of 41.15% General and 58.85% County based on Appropriated split from JLBC FY18 Appropriations Report.
- 4) County/General Fund split for FY19 Allocation and FY20 Request is based on the ALTCS county model.
- 5) In FY19, the BHS Clawback moved from the BHS Traditional Line Item to the Combined Traditional Line Item

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
ARIZONA MEDICARE CLAWBACK PAYMENT FORECAST
SFY 2018 - SFY 2020**

				46.14%	33.18%	3.53%	17.15%
	AHCCCS Dual	Effective	Total Clawback	AHCCCS	AHCCCS	DES DD	DHS BHS
	Members	Clawback	Payments	Acute	ALTCS	(3.53%)	(17.15%)
		Rate		(46.14%)	(33.18%)		
2017.7	160,038	57.64	9,224,619	4,256,239	3,060,729	325,629	1,582,022
2017.8	159,711	57.65	9,207,056	4,248,136	3,054,901	325,009	1,579,010
2017.9	160,225	57.65	9,237,422	4,262,146	3,064,977	326,081	1,584,218
2017.10	160,620	57.65	9,260,247	4,272,678	3,072,550	326,887	1,588,132
2017.11	163,364	57.65	9,417,664	4,345,310	3,124,781	332,444	1,615,129
2017.12	162,832	56.46	9,192,723	4,241,523	3,050,146	324,503	1,576,552
2018.1	163,404	56.45	9,223,800	4,255,861	3,060,457	325,600	1,581,882
2018.2	163,546	56.44	9,231,044	4,259,204	3,062,860	325,856	1,583,124
2018.3	163,687	57.12	9,349,546	4,313,880	3,102,179	330,039	1,603,447
2018.4	164,490	57.12	9,396,110	4,335,365	3,117,629	331,683	1,611,433
2018.5	165,192	57.13	9,436,682	4,354,085	3,131,091	333,115	1,618,391
2018.6	165,502	57.12	9,454,265	4,362,198	3,136,925	333,736	1,621,406
SFY18 Actual	1,952,611		111,631,177	51,506,625	37,039,225	3,940,581	19,144,747
2018.7	165,221	57.13	9,438,500	4,354,900	3,131,700	333,200	1,618,700
2018.8	165,703	57.13	9,466,600	4,367,900	3,141,000	334,200	1,623,500
2018.9	166,185	57.13	9,494,100	4,380,600	3,150,200	335,100	1,628,200
2018.10	166,668	57.13	9,521,700	4,393,300	3,159,300	336,100	1,633,000
2018.11	167,150	57.13	9,549,200	4,406,000	3,168,400	337,100	1,637,700
2018.12	167,632	57.28	9,601,800	4,430,300	3,185,900	338,900	1,646,700
2019.1	168,114	57.28	9,629,600	4,443,100	3,195,100	339,900	1,651,500
2019.2	168,597	57.28	9,657,200	4,455,800	3,204,300	340,900	1,656,200
2019.3	169,079	58.39	9,872,500	4,555,200	3,275,700	348,500	1,693,100
2019.4	169,561	58.39	9,900,700	4,568,200	3,285,000	349,500	1,698,000
2019.5	170,043	58.39	9,928,900	4,581,200	3,294,400	350,500	1,702,800
2019.6	170,526	58.39	9,957,000	4,594,200	3,303,700	351,500	1,707,600
SFY19 Rebase	2,014,478		116,017,800	53,530,700	38,494,700	4,095,400	19,897,000
2019.7	171,008	58.39	9,985,200	4,607,100	3,313,100	352,500	1,712,500
2019.8	171,490	58.39	10,013,300	4,620,100	3,322,400	353,500	1,717,300
2019.9	171,972	58.39	10,041,500	4,633,100	3,331,800	354,500	1,722,100
2019.10	172,455	58.39	10,069,600	4,646,100	3,341,100	355,500	1,726,900
2019.11	172,937	58.39	10,097,800	4,659,100	3,350,400	356,500	1,731,800
2019.12	173,419	59.03	10,236,900	4,723,300	3,396,600	361,400	1,755,600
2020.1	173,901	59.03	10,265,500	4,736,500	3,406,100	362,400	1,760,500
2020.2	174,384	59.03	10,293,900	4,749,600	3,415,500	363,400	1,765,400
2020.3	174,866	60.17	10,522,000	4,854,900	3,491,200	371,400	1,804,500
2020.4	175,348	60.17	10,551,100	4,868,300	3,500,800	372,500	1,809,500
2020.5	175,830	60.17	10,580,100	4,881,600	3,510,500	373,500	1,814,500
2020.6	176,313	60.17	10,609,100	4,895,000	3,520,100	374,500	1,819,500
SFY20 Request	2,083,923		123,266,000	56,874,700	40,899,600	4,351,600	21,140,100

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
MEDICARE PART D CLAWBACK PMPM**

	Actual 1/1/2015 to 9/30/2015	Actual 10/1/2015 to 12/31/2015	Actual 1/1/2016 to 9/30/2016	Actual 10/1/2016 to 12/31/2016	Actual 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Estimate 10/1/2018 to 12/31/2018	Estimate 1/1/2019 to 9/30/2019	Estimate 10/1/2019 to 12/31/2019	Estimate 1/1/2020 to 9/30/2020
Total Fund PMPM	200.04	200.04	223.29	223.28	249.93	249.93	252.98	252.98	257.88	257.89	262.87
FMAP	68.46%	68.92%	68.92%	69.24%	69.24%	69.89%	69.89%	69.81%	69.81%	69.48%	69.48%
State Match PMPM	63.09	62.17	69.40	68.68	76.88	75.25	76.17	76.37	77.85	78.71	80.23
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	47.32	46.63	52.05	51.51	57.66	56.44	57.13	57.28	58.39	59.03	60.17
PMPM Increase	3.65%		11.62%		11.93%		1.22%		1.93%		1.94%

Clawback

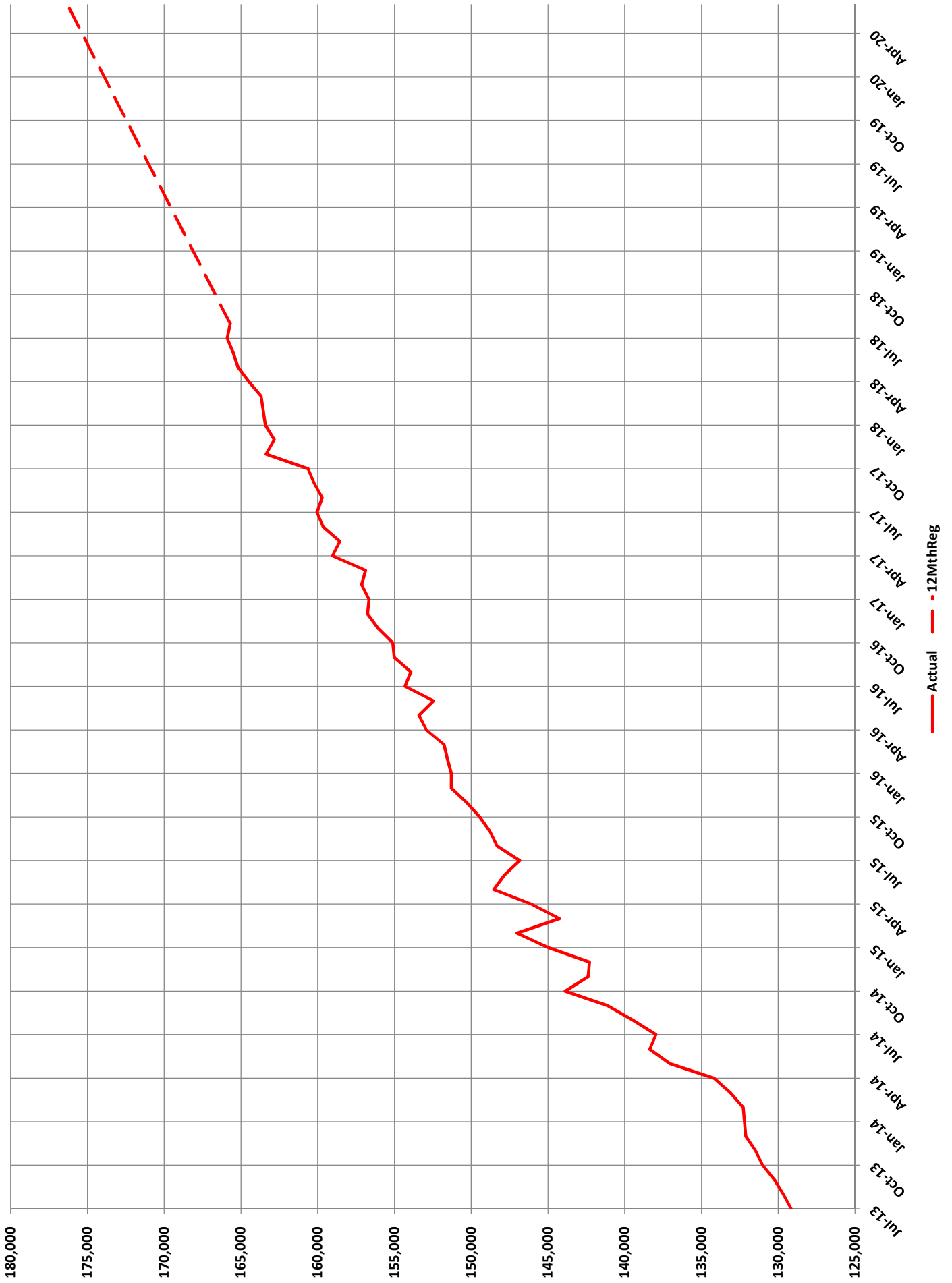
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2012.3	377,105		1.19%							
2012.4	382,436		1.41%							
2013.1	383,662		0.32%							
2013.2	386,546		0.75%			1,529,749	3.76%	3.78%		SFY 12-13
2013.3	389,077		0.65%							
2013.4	394,613		1.42%							
2014.1	397,605		0.76%							
2014.2	409,611		3.02%			1,590,906	4.00%	6.88%		SFY 13-14
2014.3	418,548		2.18%							
2014.4	428,568		2.39%							
2015.1	436,257		1.79%							
2015.2	442,462		1.42%			1,725,835	8.48%	6.84%		SFY 14-15
2015.3	443,932		0.33%							
2015.4	451,052		1.60%							
2016.1	454,617		0.79%							
2016.2	458,771		0.91%			1,808,372	4.78%	3.12%		SFY 15-16
2016.3	463,244		0.97%							
2016.4	467,929		1.01%							
2017.1	470,678		0.59%							
2017.2	477,232		1.39%			1,879,083	3.91%	4.72%		SFY 16-17
2017.3	479,974		0.57%							
2017.4	486,816		1.43%							
2018.1	490,637		0.78%							
2018.2	495,184		0.93%			1,952,611	3.91%	3.66%		SFY 17-18
2018.3		497,786	0.53%							
2018.4		501,449	0.74%							
2019.1		505,790	0.87%							
2019.2		510,130	0.86%			2,015,155	3.20%	3.04%		SFY 18-19
2019.3		514,470	0.85%							
2019.4		518,810	0.84%							
2020.1		523,151	0.84%							
2020.2		527,491	0.83%			2,083,923	3.41%	3.39%		SFY 19-20

Notes:

- (1) Data are obtained from monthly invoices
- (2) Forecast is based on a 12-month simple linear regression

Adj. R Squared: 0.9770
 Standard Error: 161.26

Clawback



Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Acute Care Clawback Payments

Fund:	1000-A	General Fund		
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	51,506.6	75,987.8	2,027.0	78,014.8
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	51,506.6	75,987.8	2,027.0	78,014.8
Fund Total:	51,506.6	75,987.8	2,027.0	78,014.8
Program Total For Selected Funds:	51,506.6	75,987.8	2,027.0	78,014.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Acute Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	51,506.6	75,987.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Acute Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	51,506.6	75,987.8
Appropriated		
1000-A General Fund (Appropriated)	51,506.6	75,987.8
Fund Source Total	51,506.6	75,987.8

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Acute Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Acute Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Acute Care Clawback Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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DISPROPORTIONATE SHARE HOSPITAL PAYMENTS

Description of the problem:

Arizona first established a Disproportionate Share Hospital (DSH) payment program in SFY 1992. DSH is designed to aid hospitals that serve a disproportionate number of low-income patients. The Federal basis for payments is either a reflection of a hospital's number of Title XIX inpatient days or a "low-income" patient's utilization rate. States may also establish optional payment categories. In addition to the two federally mandated groups, Arizona has established two optional groups, one for certain acute care general hospitals and one for state and county hospitals.

Section 1923 of the Social Security Act specifies the minimum standards for determining which hospitals qualify for DSH; hospitals whose mean Medicaid Utilization rate exceeds the states mean Medicaid Utilization rate plus one standard deviation or hospitals whose Low Income Utilization rate is more than 25%. Beginning in FFY 1996, the Omnibus Budget Reconciliation Act of 1993 (OBRA) added the requirement that a hospital must have a Medicaid Utilization rate of at least one percent in order to be eligible for DSH.

States are allowed to establish DSH criteria, which differ from the Federal requirements, provided that these criteria are at least as generous as Federal standards. Arizona uses state-specific criteria as allowed by law to distinguish between public and private hospitals and to create additional private hospital groups. Each year, the pool of funds established for DSH is apportioned to hospitals that qualify either under the Federal criteria or under the State criteria based on relative weighting.

Beginning in FFY 1993, OBRA established rules limiting the total DSH payment that a hospital can receive. DSH payments may be no more than the cost of providing hospital services to patients who are either eligible for medical assistance under a state plan or have no health insurance for the services provided, less payments received under Title XIX (other than DSH payment adjustments). The limits went into effect in FFY 1995 for public hospitals, but it was applied to both public and private hospitals as of FFY 1996.

The Balanced Budget Act of 1997 (BBA) capped the DSH payment at specified amounts for each state for each of the FFYs 1998 through 2002. For most states, those specified amounts declined over the 5-year period. In addition, BBA allowed state's DSH allotment for FFY 2003 and subsequent years to be equal to its allotment for the previous year increased by the percentage change in the consumer price index for urban consumers (CPI-U) from the previous year.

The Benefits Improvement and Protection Act of 2000 (BIPA) provided states with a temporary reprieve from the declining allotments by raising allotments for FFY 2001 and 2002. It also clarified that the FFY 2003 allotments are to be calculated using the lower, pre-BIPA levels for FFY 2002.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

**PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE**

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) provided for a “Special, Temporary Increase in Allotments On A One-time Non-Cumulative Basis.” Specifically, the FFY 2004 DSH allotments were calculated as 116 percent of the States’ FFY 2003 DSH allotments. Thereafter, allotments will stay at the FFY 2004 level until the year in which the allotments, as calculated under BIPA, catch-up with the FFY 2004 allotments. For Arizona, the catch-up occurred with the FFY 2009 allotment, which was increased by 4.0% over the FFY 2008 allotment. The American Recovery and Reinvestment Act of 2009 provided a temporary 2.5% increase to the DSH allotments for FFY 2009 and FFY 2010. Note that in each year, the additional ARRA allotment is not available until the full regular allotment has been exhausted.

The Affordable Care Act of 2010 (ACA) mandates reductions to the DSH allotments beginning in FFY 2014 with an aggregate national reduction of \$500,000,000. The ACA outlines requirements for a reduction methodology that imposes the largest percentage reduction on states with the lowest percentage of uninsured individuals and states that do not target their DSH payments on hospitals with high volume of Medicaid inpatients and/or high levels of uncompensated care. Additionally, the requirements state that the methodology must take into account the extent to which the DSH allotment for a State is included in a budget neutrality calculation for coverage expansion under a 1115 waiver as of July 31, 2009 (Arizona did have such a waiver which incorporated the DSH allotment into the with waiver budget neutrality limit).

The Protecting Access to Medicare Act (P.L. 113-93), signed on April 1, 2014, delayed the DSH reductions until FY 2017, modified cuts in future years, and extends the reduction to FY 2024. Under the new law, the FY 2017 aggregate national reduction will be \$1.8 billion.

The Medicare Access and CHIP Reauthorization Act (P.L. 114-10) delayed the DSH reductions until FY 2018 and modified reductions.

The Balanced Budget Act of 2018 (P.L. 115-123) delayed reductions until FY 2020 and further modified reductions as shown in the following table.

FFY2020	(4,000,000,000)
FFY2021	(8,000,000,000)
FFY2022	(8,000,000,000)
FFY2023	(8,000,000,000)
FFY2024	(8,000,000,000)
FFY2025	(8,000,000,000)



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE

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Preliminary 2018 Estimates for National Allotment and Arizona Allotment from Preliminary Allocation were provided by CMS in July 2018.¹ AHCCCS is projecting the FFY 2020 allotment for Arizona will be reduced by 12.2% from the FFY 2017 base allotment based on the proportional reduction to the national allotment of \$4.0 billion in FFY 2020. This reflects a 5.4% reduction to the FFY 2019 estimated allotment.

The table below shows the actual and projected Arizona DSH allotment for the past ten years:

FFY	Arizona Base Allotment	Adjustment	Arizona Total Allotment	Variance from FFY 2017
2011 Actual	101,258,300		101,258,300	-8.9%
2012 Actual	103,891,000		103,891,000	-6.5%
2013 Actual	106,384,400		106,384,400	-4.3%
2014 Actual	107,980,100		107,980,100	-2.8%
2015 Actual	109,815,903	-	109,815,903	-1.2%
2016 Actual	110,145,351	-	110,145,351	-0.9%
2017 Actual	111,136,659	-	111,136,659	0.0%
2018 Prelim	113,803,939	-	103,095,220	-7.2%
2019 Est	116,369,307	-	116,369,307	4.7%
2020 Est	118,992,504	(21,417,438)	97,575,066	-12.2%

Proposed solution to the problem and impact:

Appropriated/Private DSH

- The SFY 2019 appropriation for DSH of \$5,087,100 Total Fund (\$267,100 General Fund) includes funding for the following:
 - Maricopa Integrated Health Systems (MIHS) - \$4,202,300 Total Fund (\$0 General Fund)



FISCAL YEAR 2020
BUDGET JUSTIFICATION

**PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE**

- Private Hospitals - \$884,800 Total Fund (\$267,100 General Fund)
- These same total fund amounts are carried forward for SFY 2020. Due to the change in FMAP for FFY 2020, the General Fund portion of the private hospital appropriation is increased by \$2,900 to \$270,000.

Non-Appropriated Arizona State Hospitals (ASH)

- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Arizona State Hospital of \$28,474,900 Total Fund (\$8,596,600 SM provided via CPE). This amount was based on the historic Federal IMD limit. AHCCCS estimates this same total fund amount will continue in FY 2020. Due to the change in FMAP for FFY 2020, the state match portion of the ASH appropriation is increased by \$93,900 to \$8,690,500. The state retains the federal match drawn down for ASH, which is deposited in the General Fund. Due to the change in FMAP, this amount decreases by \$93,900, from \$19,878,300 to \$19,784,400.

Non-Appropriated Maricopa Integrated Health Systems (MIHS)

- Laws 2018, Chapter 284, Section 12, includes a FY 2019 expenditure plan for the Maricopa Integrated Health Systems of \$109,616,200 Total Fund (\$34,361,200 SM provided via CPE). Due to the reduction in federal DSH allotment in FFY 2020, AHCCCS estimates that the maximum amount available for MIHS in FY 2020 will be \$106,874,100 (SM of \$33,900,500). This change will reduce the federal match available for deposit in the General Fund from \$99,952,700 in FY 2019 to \$97,575,100 in FY 2020. This assumes that Maricopa will retain the \$4,202,300 historically appropriated.

Pool 5 Local Funded

- The FY 2019 appropriation included \$21,705,900 TF (\$6,553,000 SM provided by Arizona political subdivisions through IGTs). This category is funded through voluntary contributions by the counties. Based on the projected reduction in federal DSH allotment, AHCCCS does not believe there will be funding available for this line item in FY 2020. Because these amounts are dependent upon local funding interest and subject to change based on the final MIHS and ASH OBRA limits; AHCCCS requests continuation of the footnote which allows for the appropriation to be increased if funding available is in excess of the originally appropriated levels.

The changes to ASH and MIHS result in a net decrease to federal monies deposited to the General Fund of \$2,377,600.

Other Notes

- DSH payments are subject to the CMS two year claiming rule, therefore, DSH may be made up to 2 years after the end of the fiscal year. For example, FFY 2017 DSH payments may be made through 9/30/19.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

**PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE**

- DSH payments are subject to reconciliation. Original DSH payments are calculated using 2-year prior uncompensated care data and are subject to reconciliation once the final OBRA limits are fully calculated. If a hospital is over its OBRA limit, they are required to pay back any amount exceeding the OBRA. If actual data shows that a hospital was eligible, they may receive up to a \$5,000 payment.

STATUTORY AUTHORITY:
A.R.S. § 36-2903.01 Subsection O and P
Section 1923 of the Social Security Act

**Arizona Health Care Cost Containment System
Disproportionate Share Hospital Program
SFY 2018 - SFY 2020
Attachment A (Not Including Prior Year Adjustments)**

		FY18	FY19	FY19	FY20	FY20
		Actual ⁴	Appropriation ⁵	Rebase	Request ⁷	Inc./(Dec.)
Appropriated						
	(SM)	-	-	-	-	-
MIHS	(TF)	4,202,300	4,202,300	4,202,300	4,202,300	-
	(SM)	5,696,900	6,553,000	6,553,000	-	(6,553,000)
Pool 5 Local Funded ⁶	(TF)	18,920,200	21,705,900	21,705,900	-	(21,705,900)
	(SM)	261,091	267,100	267,100	270,000	2,900
Private Hospitals	(TF)	848,800	884,800	884,800	884,800	-
	(SM)	5,957,991	6,820,100	6,820,100	270,000	(6,550,100)
Appropriated Subtotal	(TF)	23,971,300	26,793,000	26,793,000	5,087,100	(21,705,900)
Non-Appropriated						
	(SM)	5,206,876	546,500	546,500	-	(546,500)
Pool 5 Local Funded ⁶	(TF)	17,292,846	1,810,200	1,810,200	-	(1,810,200)
	(SM)	8,573,792	8,596,600	8,596,600	8,690,500	93,900
ASH	(TF)	28,474,900	28,474,900	28,474,900	28,474,900	-
	(SM)	29,298,272	34,361,800	34,361,800	33,900,500	(461,300)
MIHS	(TF)	93,101,824	109,616,200	109,616,200	106,874,100	(2,742,100)
	(SM)	43,078,940	43,504,900	43,504,900	42,591,000	(913,900)
Non-Approp Subtotal	(TF)	138,869,570	139,901,300	139,901,300	135,349,000	(4,552,300)
Total						
	(SM)	10,903,776	7,099,500	7,099,500	-	(7,099,500)
Pool 5 Local Funded	(TF)	36,213,046	23,516,100	23,516,100	-	(23,516,100)
	(SM)	8,573,792	8,596,600	8,596,600	8,690,500	93,900
ASH ²	(TF)	28,474,900	28,474,900	28,474,900	28,474,900	-
	(SM)	29,298,272	34,361,800	34,361,800	33,900,500	(461,300)
MIHS	(TF)	97,304,124	113,818,500	113,818,500	111,076,400	(2,742,100)
	(SM)	261,091	267,100	267,100	270,000	2,900
Private Hospitals (Approp)	(TF)	848,800	884,800	884,800	884,800	-
	(SM)	49,036,931	50,325,000	50,325,000	42,861,000	(7,464,000)
Total ³	(TF)	162,840,870	166,694,300	166,694,300	140,436,100	(26,258,200)

Net GF Revenue	83,704,660	95,132,700	95,132,700	92,758,000
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Total Federal Expense	113,803,939	116,369,300	116,369,300	97,575,100
Federal Allotment ⁸	113,803,939	116,369,300	116,369,300	97,575,100
Federal Allotment Variance ⁹	-	-	-	-
Additional TF DSH Available ⁵	21,276,800	-	-	-

Notes:

- 1) State match for appropriated private hospital DSH is General Fund. State Match for ASH and MIHS payments are Certified Public Expenditures. State Match for the Pool 5 private DSH is voluntary political subdivision contributions.
- 2) The maximum available for ASH is the lower of the actual OBRA limit or the Federal IMD limit of \$28,474,900.
- 3) DSH is claimed at the regular Federal Fiscal Year FMAP (69.89% in FFY18; 69.81% in FFY19; 69.48% in FFY20)
- 4) FY18 Actual Expenditures include planned administrative adjustments and do not include prior year reconciliations, therefore, do not tie to AFIS for FY18. Additionally, the SM for ASH and MIHS is CPE and therefore does not flow through AFIS.
- 5) FY19 Appropriation based on Laws 2018, Chapter 284, Section 12.
- 6) Pool 5 Local Funded DSH amounts in FY19 were based on the difference between the total Arizona DSH allotment and all other expenditures. Assumes Arizona will maximize DSH allotment by allowing local entities to provide state match for DSH payments that have been reduced by budget reductions and/or OBRA limit reductions. This amount is subject to change based on changes to the ASH and MIHS OBRA limits.
- 7) FY20 Request maintains funding for Private Hospitals, MIHS \$4.2M, and ASH. Remainder allocated to MIHS Non-Approp.
- 8) FFY18 DSH Allotment is preliminary from CMS.
FFY20 DSH Allotment assumes AZ experiences same proportional reduction in FFY20 as FFY19 if a reduction had occurred in FFY19.
- 9) Federal allotment for any given year cannot be exceeded, however, expenditures for a given State Fiscal Year can cross several DSH allotment years.

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: SLI Disproportionate Share Payments

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	5,051.1	5,087.1	2.9	5,090.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	83,704.7	99,335.0	(2,280.8)	97,054.2
Expenditure Categories Total:	88,755.8	104,422.1	(2,277.9)	102,144.2

Fund Source

Appropriated Funds	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1000-A General Fund (Appropriated)	261.1	267.1	2.9	270.0
Non-Appropriated Funds	261.1	267.1	2.9	270.0
2120-N AHCCCS Fund (Non-Appropriated)	88,494.7	104,155.0	(2,280.8)	101,874.2
Fund Source Total:	88,755.8	104,422.1	(2,277.9)	102,144.2

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Disproportionate Share Payments

Fund:	1000-A	General Fund		
Appropriated				
0000	FTE	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	261.1	267.1	270.0
7000	Other Operating Expenses	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0
Appropriated Total:		261.1	267.1	270.0
Fund Total:		261.1	267.1	270.0

Fund:	2120-N	AHCCCS Fund		
Non-Appropriated				
0000	FTE	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	4,790.0	4,820.0	4,820.0
7000	Other Operating Expenses	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Disproportionate Share Payments

Fund:	2120-N	AHCCCS Fund			
	Non-Appropriated				
	8600	Debt Service	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0
	9100	Transfers	83,704.7	99,335.0	(2,280.8)
		Non-Appropriated Total:	88,494.7	104,155.0	(2,280.8)
		Fund Total:	88,494.7	104,155.0	(2,280.8)
		Program Total For Selected Funds:	88,755.8	104,422.1	(2,277.9)
			104,422.1	101,874.2	102,144.2

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	5,051.1	5,087.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	5,051.1	5,087.1
Appropriated		
1000-A General Fund (Appropriated)	261.1	267.1
	261.1	267.1
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	4,790.0	4,820.0
	4,790.0	4,820.0
Fund Source Total	5,051.1	5,087.1

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments

	<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	83,704.7	99,335.0
Expenditure Category Total	83,704.7	99,335.0
<hr/>		
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	83,704.7	99,335.0
Fund Source Total	83,704.7	99,335.0



PAYMENTS TO HOSPITALS

FISCAL YEAR 2020

GRADUATE MEDICAL EDUCATION

BUDGET JUSTIFICATION

GRADUATE MEDICAL EDUCATION

PROGRAM DESCRIPTION/BACKGROUND:

The purpose of the Graduate Medical Education (GME) program is to provide teaching hospitals, which have graduate medical education programs, with the additional funding needed in order to compensate for the high operating costs associated with the program. One of the major contributing factors to the increases in healthcare cost in recent years has been related to the shortage of qualified medical professionals in the state, particularly in rural areas. It is imperative to have a large pool of physicians and medical professionals in order to provide Arizonans with quality healthcare services.

Laws 2006, Chapter 331, Section 8 amended ARS §36-2903.01, Subsection H.9 by adding Subsections H.9 (b), (c), (d) and (e). Subsection (b) requires, beginning July 1, 2006, AHCCCS to expand the GME program to support the direct costs associated with new or expansion programs. Prior to this expansion, GME payments were made only to the hospitals which had GME programs approved by AHCCCS on or before October 1, 1999.

Laws 2007, Chapter 263, Section 9 further amended ARS §36-2903.01, Subsection H.9 by adding Subsection (c), which requires AHCCCS to reimburse additional indirect GME costs for programs that are located in a county with less than 500,000 residents. It also added Subsection (f), which contains an optional provision that allows local, county and tribal governments to provide the non-federal monies for GME in a specific locality or at a specific hospital in order to qualify for additional matching federal monies.

GENERAL FUND APPROPRIATED GME PAYMENTS:

As a result of budget reductions made during the Great Recession, no General Fund GME expenditures have been made since FY 2009. In FY2010, AHCCCS was originally appropriated \$14,470,700 General Fund for direct and indirect GME payments. However, that appropriation was eliminated prior to any payments being made.

LOCALLY FUNDED GME PAYMENTS:

A.R.S. § 36-2903.01(H)(9)(f) states that local, county and tribal governments (“local governments”) may provide monies in addition to any state general fund monies appropriated for graduate medical education in order to qualify for additional matching federal monies. Section 10201(c)(6) of the Affordable Care Act (ACA) clarified that voluntary contributions by political subdivisions do not violate the political subdivision maintenance of effort provisions of the American Recovery and Reinvestment Act of 2009 or the ACA maintenance of effort provisions.

Since FY 2009, all GME payments have been made with the state match completely funded by voluntary local contributions.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PAYMENTS TO HOSPITALS
GRADUATE MEDICAL EDUCATION

In FY 2018, fourteen hospitals received GME payments totaling \$272,269,500 TF (\$84,195,900 State Match). These payments were a combination of GME Year 2016 and GME Year 2017 payments. The state has a two year window to claim GME payments. Payments for St. Joseph's Hospital and Phoenix Children's Hospital were for GME Year 2016; all the other payments were for GME Year 2017.

The FY19 rebase includes the GME Year 2018 spending plan plus the remaining GME Year 2017 payments, for a projected total of \$375,773,400 Total Fund (\$114,222,300 State Match) with 17 total hospitals that have expressed interest in participating. The final amounts will depend on how much state match the local government partners are willing to contribute. All GME payments and the associated intergovernmental agreements must be reviewed and approved by the Centers for Medicare and Medicaid Services prior to payment, which lengthens the process considerably.

CMS has indicated that the FMAP for GME payments shall be a blended FMAP associated with the GME Year, which is based on a State Fiscal Year. Since there is normally at least a one year lag in payments, the FY 2020 request is based on the blended FMAP for SFY 2019 of 69.83% (25% at the FFY 2018 FMAP of 69.89% and 75% at the FFY 2019 FMAP of 69.81%).

Voluntary GME payments were appropriated for the first time in SFY 2013. In SFY 2019, the appropriation is \$274,684,900 Total Fund (\$83,154,000 State Match). Current language in the feed bill allows AHCCCS to increase the appropriation for these voluntary supplemental hospital payments if the funding from political subdivisions is available and CMS approval is granted.

For the budget submittal, the FY 2020 request is based on the GME Year 2018 spending plan amount of \$293,607,800 Total Fund (\$88,581,500 State Match). AHCCCS and CMS are continuing to negotiate on the methodology for indirect GME. AHCCCS requests that the feed bill footnote language continue to be included for GME in FY 2020 to provide flexibility in the event more funding becomes available and CMS approves additional expenditures.

See the attached table for projected expenditures by hospital, fund, and GME year.

STATUTORY AUTHORITY:

- A.R.S. § 36-2903.01, Subsection H, Paragraph 9
- A.R.S. § 36-2903
- 42 CFR 413.86
- 42 CFR Parts 438 and 447

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2020 BUDGET
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

	FY2018 Actual	FY2019 Approp	FY2019 Rebase	FY2020 Request	FY2020 Increase
State and Local Match	84,195,949	83,154,000	114,222,300	88,581,500	5,427,500
Federal Funds	188,073,527	191,530,900	261,551,100	205,026,300	13,495,400
Total GME	<u>272,269,476</u>	<u>274,684,900</u>	<u>375,773,400</u>	<u>293,607,800</u>	<u>18,922,900</u>
Effective FMAP	69.08%	69.73%	69.60%	69.83%	

Notes:

- 1) The FY 2018 Actual payments include payments associated with GME years 2016 and 2017.
- 2) The FY 2019 Rebase includes the remainder of the 2017 GME plan and the 2018 GME plan.
- 3) The FY 2020 Request is based on the 2018 GME plan.
- 4) Actual GME amounts for FY 2019 and FY 2020 will vary depending on local funding availability and CMS approval.
- 5) GME is paid based on a blended FMAP for the SFY of the GME year. For example, the FY 2020 amount will be based on the blended SFY 2019 FMAP.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

	FY18 Actual	FY19 Rebase	FY20 Request
Abrazo Central	3,128,837	2,901,305	2,901,305
Banner Health - Good Sam			
Banner Health - Boswell			
Banner Health - Del Webb			
Banner Health - UMC Phoenix	42,027,432	43,796,188	43,796,188
Banner Health - UMC South	20,023,062	18,431,794	18,431,794
Banner Health - UMC Tucson	63,503,119	64,999,201	64,999,201
John C. Lincoln North	1,225,004	1,474,938	1,474,938
Canyon Vista MC		2,480,750	2,480,750
Kingman Regional Medical Center	3,130,734	3,261,875	3,261,875
Maricopa Medical Center	55,569,791	56,966,637	56,966,637
Mayo Hospital		15,512,970	-
Mountain Vista MC	5,649,760	6,767,313	6,767,313
Phoenix Baptist			
Phoenix Children's Hospital	29,192,010	69,060,330	38,227,527
Scottsdale Healthcare - Osborn	2,903,176	2,784,527	2,784,527
Scottsdale Healthcare - Shea	788,520	848,025	848,025
Scottsdale Healthcare - Thompson	670,451	1,493,309	1,493,309
Sierra Vista Regional			
St. Joseph's Hospital & Medical Ctr.	35,045,240	74,701,980	38,882,126
Tucson Medical Center	6,722,819	7,624,058	7,624,058
UA Med Center - Univ. Campus			
US Med Center - South Campus			
Verde Valley MC			
Yuma Regional Medical Center	2,689,521	2,668,203	2,668,203
	<u>272,269,476</u>	<u>375,773,402</u>	<u>293,607,775</u>
Federal	188,073,527	261,551,109	205,026,309
State	84,195,949	114,222,293	88,581,466
	<u>272,269,476</u>	<u>375,773,402</u>	<u>293,607,775</u>
GME Year 2016	64,237,250	-	-
GME Year 2017	208,032,227	82,165,627	-
GME Year 2018	-	293,607,775	-
GME Year 2019	-	-	293,607,775
	<u>272,269,476</u>	<u>375,773,402</u>	<u>293,607,775</u>

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Graduate Medical Education					
Fund:	2120-N AHCCCS Fund				
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	188,073.5	191,530.9	13,495.4	205,026.3
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		188,073.5	191,530.9	13,495.4	205,026.3
Fund Total:		188,073.5	191,530.9	13,495.4	205,026.3
Fund:	2500-N IGA and ISA Fund				
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	84,195.9	83,154.0	5,427.5	88,581.5
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Graduate Medical Education

Fund:	2500-N	IGA and ISA Fund					
	Non-Appropriated						
	8600	Debt Service	0.0	0.0	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0	0.0	0.0
	9100	Transfers	0.0	0.0	0.0	0.0	0.0
	Non-Appropriated Total:		84,195.9	83,154.0	5,427.5	88,581.5	88,581.5
	Fund Total:		84,195.9	83,154.0	5,427.5	88,581.5	88,581.5
	Program Total For Selected Funds:		272,269.4	274,684.9	18,922.9	293,607.8	293,607.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Graduate Medical Education

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	272,269.4	274,684.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Graduate Medical Education

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	272,269.4	274,684.9
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	188,073.5	191,530.9
2500-N IGA and ISA Fund (Non-Appropriated)	84,195.9	83,154.0
	272,269.4	274,684.9
Fund Source Total	272,269.4	274,684.9

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Graduate Medical Education

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Graduate Medical Education

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Graduate Medical Education

	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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**RURAL HOSPITALS APPROPRIATION
CRITICAL ACCESS HOSPITALS**

FISCAL YEAR 2019
BUDGET JUSTIFICATION

CRITICAL ACCESS HOSPITALS

PROGRAM DESCRIPTION/BACKGROUND:

U.S. Congress enacted the Balanced Budget Act of 1997 which established the Medicare Rural Hospital Flexibility (Flex) Program in an attempt to prevent further closures of rural hospitals due to financial insolvency. In Arizona, the Rural Health Office (RHO) at the University of Arizona is the recipient of the Flex Program funding, and has worked with all eligible hospitals to educate them about the Critical Access Hospital designation by Medicare and to help them obtain the designation.

To be designated as a critical access hospital, a facility must (1) be located in a rural area; (2) be located more than 35 miles from a hospital or another health care facility; or (3) be certified by the State as being a necessary provider of health care services to residents in the area. In addition, the facility must meet other requirements such as number of beds for Medicare patient services, average annual patient length of stay, 24 hour per day provision of emergency medical services, and referral tertiary hospital.

The Critical Access Hospitals (CAHs) Program in Arizona is designed to provide supplemental payments to in-state CAHs over and above regular AHCCCS reimbursement for their Medicaid patient services. Laws 2001, Chapter 385 included an appropriation for CAHs for the first time, and in November 2001, Wickenburg Regional Hospital became the first Arizona hospital to be successfully designated as a CAH by Medicare.

As of August 2017, there are ten Arizona hospitals that have acquired CAH designations by Medicare and are receiving CAH payments from AHCCCS. They include: Wickenburg Regional Hospital, Benson Hospital, Northern Cochise Community Hospital, Page Hospital, Little Colorado Medical Center, Copper Queen Hospital, Holy Cross Hospital, Cobre Valley Community Hospital, White Mountain Regional Medical Center, and La Paz Regional Hospital. An eleventh hospital, Cochise Regional Hospital (Southeast Arizona Medical Center), closed in July 2015; however, they were eligible for very small payments in SFY 2017.

Laws 2015, Chapter 14, Section 4 amended A.R.S. § 36-2903.01 by adding subsection U which allows voluntary political subdivisions, tribal governments, and universities the option of providing state matching funds in order to qualify for additional federal funding for the CAH program. To date, no entities have come forward to provide state matching funds.

PAYMENT METHOD:

DATE PREPARED

08/24/18



FISCAL YEAR 2019
BUDGET JUSTIFICATION

RURAL HOSPITALS APPROPRIATION
CRITICAL ACCESS HOSPITALS

During a given State Fiscal Year, CAH payments are made in two semi-annual payments using the current Federal Fiscal Year FMAP (prior to SFY 2010 CAH payments were made quarterly).

Supplemental payments shall be made based on each CAH designated hospital's percentage of total inpatient and outpatient Title XIX reimbursement paid (relative to other CAH designated hospitals) for the time period from July 1 through June 30 of each year.

AHCCCS allocates the amount available through legislative appropriation in the following manner:

- (1) Gather all adjudicated claims/encounters with dates of service from July 1 through June 30 of the prior year for each CAH designated hospital.
- (2) Sum the AHCCCS payments for inpatient and outpatient services for the year to establish a hospital-specific paid amount.
- (3) Total all AHCCCS payments for inpatient and outpatient services for the year to establish a total paid amount.
- (4) Divide the hospital paid amount by the total paid amount to establish the hospital's utilization percentage.
- (5) Divide the hospital's utilization percentage by the sum of all CAH hospital's utilization percentages for the month and multiply that figure by the monthly sum of the CAH hospital months divided by the annual sum of the CAH hospital months to establish the monthly relative utilization.
- (6) Multiply the monthly relative utilization by the annual CAH dollars to establish each hospital's monthly allocation.

Funding is distributed based on the number of CAH designated hospitals in each month and their Medicaid utilization. Because there may be a different number of CAH designated hospitals each month, the hospital-specific weightings and payments may fluctuate from month to month. The calculations are computed monthly and the distributions of the CAH dollars to the CAH designated hospitals are made twice a year.

APPROPRIATION HISTORY:

From the program's inception in FY 2003 through FY 2014, the annual appropriation was \$1,700,000. In FY 2015, the appropriation was increased to \$10,491,900. In FY 2019, the appropriation was increased to \$16,454,300.



FISCAL YEAR 2019
BUDGET JUSTIFICATION

RURAL HOSPITALS APPROPRIATION
CRITICAL ACCESS HOSPITALS

EXPENDITURE BY HOSPITAL HISTORY:

Hospital Name	SFY 2009	SFY 2010	SFY 2011	SFY 2012	SFY 2013	SFY 2014	SFY 2015	SFY 2016	SFY 2017	SFY 2018
Wickenburg Regional Hospital	75,210	57,683	50,099	40,856	41,260	42,972	287,907	275,611	342,792	365,929
Benson Hospital	85,257	73,806	79,612	70,207	67,361	56,240	436,363	450,234	506,177	517,878
Northern Cochise Community	114,501	88,271	90,437	89,390	77,894	86,644	484,786	461,062	419,254	428,579
Cochise Regional Hospital (SAMC)	178,576	191,053	191,053	149,856	107,754	89,930	430,515	553,589	3,146	
Page Hospital	159,656	187,659	207,851	192,344	185,867	179,892	1,108,965	1,058,373	1,222,099	1,080,877
Sage Memorial Hospital	104,424	114,332								
Little Colorado Medical Center	236,509	263,216	276,649	276,835	279,923	264,264	1,718,660	1,633,205	1,749,299	1,704,776
Copper Queen Hospital	137,563	106,323	115,876	146,919	193,712	115,530	842,438	835,802	1,102,644	1,244,192
Holy Cross Hospital	296,659	303,043	332,572	312,562	335,194	389,935	2,327,397	2,429,978	2,128,234	2,176,431
Cobre Valley Community Hospital	243,086	259,044	283,479	327,912	353,535	365,059	2,050,000	1,831,541	2,044,046	2,012,083
White Mountain Regional Medical Center	68,559	55,569	72,372	67,375	57,501	51,145	315,963	278,194	285,399	271,444
Florence Community Healthcare				25,744						
La Paz Regional Hospital						58,391	488,905	684,311	688,808	689,711
Total	1,700,000	1,700,000	1,700,000	1,700,000	1,700,000	1,700,000	10,491,899	10,491,900	10,491,900	10,491,900

Notes:

- 1) Winslow Memorial Hospital changed its name to Little Colorado Medical Center on 8/7/07.
- 2) Southeast Arizona Medical Center changed its name to Cochise Regional Hospital in 2014. They closed in July 2015; however, as they were open for one month in SFY 2016, they were eligible for a small payment in SFY 2017.
- 3) Sage Memorial Hospital gave up CAH designation after FY10 in order to qualify as an IHS Public Law 93-638 facility and be eligible to receive the IHS all-inclusive rate for medical services provided.
- 4) Critical Access Hospital payments are made twice per year in equal installments.

STATUTORY AUTHORITY:

42 CFR 485, Subpart F
A.R.S. § 36-2903.01(U) – Laws 2015, Chapter 14, Section 4
Arizona Section 1115 Research and Demonstration Waivers (CNOM #8) (December 15, 2014 Amendment)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2020 BUDGET
CRITICAL ACCESS HOSPITAL PROGRAM**

	FY2018 Actual	FY2019 Appropriation	FY2019 Rebase	FY2020 Request	FY2020 Increase/(Decrease)
General Funds	3,159,111	4,969,500	4,967,600	5,021,800	52,300
Federal Funds	7,332,789	11,484,800	11,486,700	11,432,500	(52,300)
Total Funds	10,491,900	16,454,300	16,454,300	16,454,300	-
FMAP	69.89%	69.80%	69.81%	69.48%	

Notes:

- 1) Critical Access Hospital payments are made twice per year.
- 2) FY2019 FMAP of 69.81% is assumed to decrease to 69.48% in FY2020.
- 3) FY2018 actual may not tie to AFIS actual due to timing of fund source adjustments.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System				
		FY 2018	FY 2019	FY 2020	FY 2020	
		Actual	Expd. Plan	Fund. Issue	Total Request	
Program: Critical Access Hospitals						
Fund: 1000-A General Fund						
Appropriated						
0000	FTE	0.0	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	3,159.1	4,969.5	52.3	5,021.8	5,021.8
7000	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0	0.0
Appropriated Total:		3,159.1	4,969.5	52.3	5,021.8	5,021.8
Fund Total:		3,159.1	4,969.5	52.3	5,021.8	5,021.8
Fund: 2120-N AHCCCS Fund						
Non-Appropriated						
0000	FTE	0.0	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	7,332.8	11,484.8	(52.3)	11,432.5	11,432.5
7000	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0	0.0

Date Printed: 8/27/2018 4:43:39 PM All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Critical Access Hospitals

Fund:	2120-N	AHCCCS Fund			
	Non-Appropriated				
	8600	Debt Service	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0
	9100	Transfers	0.0	0.0	0.0
		Non-Appropriated Total:	7,332.8	11,484.8	(52.3) 11,432.5
		Fund Total:	7,332.8	11,484.8	(52.3) 11,432.5
		Program Total For Selected Funds:	10,491.9	16,454.3	0.0 16,454.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Critical Access Hospitals

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	10,491.9	16,454.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Critical Access Hospitals

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	10,491.9	16,454.3
Appropriated		
1000-A General Fund (Appropriated)	3,159.1	4,969.5
	3,159.1	4,969.5
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	7,332.8	11,484.8
	7,332.8	11,484.8
Fund Source Total	10,491.9	16,454.3

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Critical Access Hospitals

	<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Critical Access Hospitals

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Critical Access Hospitals

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

RURAL HOSPITALS APPROPRIATION
RURAL HOSPITAL REIMBURSEMENT

RURAL HOSPITAL REIMBURSEMENT

PROGRAM DESCRIPTION/BACKGROUND:

Rural hospitals are a critical element of the AHCCCS provider network. In many areas of the state there is only one hospital available. As the AHCCCS population has expanded, Medicaid has become a primary payer in some of these areas. Due to smaller patient populations compared to urban hospitals along with competition for physicians, nurses, and other medical personnel, rural hospitals are required to spread costs over a smaller revenue base.

Pursuant to Laws 2001, Chapter 344, Section 109, AHCCCS and the Arizona Hospital Association conducted an inpatient hospital reimbursement study. One of the major findings from that study was that AHCCCS "payments overall cover 94% of hospitals' costs for serving AHCCCS members." However, there were some significant variances in the payments by peer groups, and AHCCCS reimbursed just 57% of the costs for hospitals with fewer than 75 beds. The workgroup concluded that "small rural hospitals face unique fiscal challenges that need to be addressed either through the AHCCCS tier rates, outside the rates but funded through AHCCCS, or outside AHCCCS altogether."

A.R.S. §36-2905.02 authorizes AHCCCS to distribute supplemental payments for inpatient hospital services provided by qualifying rural hospitals based on utilization or adjusted tier rates. To qualify for this supplemental payment, the facility must be either (1) an acute care hospital that is not an Indian Health Services (IHS) hospital or a tribally owned and operated facility with 100 or fewer beds and located in a county with a population of less than 500,000; or (2) licensed as a critical access hospital.

This supplemental payment would be in addition to the payments made by AHCCCS or the health plans and would not be tied to the requirements for Critical Access Hospital (CAH) designation. The Centers for Medicare and Medicaid Services (CMS) did not approve the proposed methodology of making supplemental hospital payments directly to the rural hospitals, therefore, the payments are made via capitation to the AHCCCS Health Plans which then reimburse the hospitals. This one-time payment is made towards the end of the fiscal year, therefore the federal fiscal year FMAP rate is used to calculate the requested amount of General Fund.

STATUTORY AUTHORITY:

A.R.S. § 36-2905.02

APPROPRIATION:

Since inception in SFY 2006, the Rural Hospital Reimbursement total fund appropriation has been \$12,158,100.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

RURAL HOSPITALS APPROPRIATION
RURAL HOSPITAL REIMBURSEMENT

ACTUAL PAYMENTS TO RURAL HOSPITALS:

Hospital	FY 10	FY 11	FY 12	FY 13	FY 14	FY 15	FY 16	FY 17	FY 18
Arizona Regional - Apache Junction			314,730	263,696					
Banner Goldfield					151,039	149,135	183,879	212,011	127,443
Banner Ironwood			507,278	1,030,983	1,034,012	1,153,452	1,048,949	1,029,870	994,214
Benson Hospital	41,446	40,293	34,122	33,187	39,957	44,550	31,711	29,273	21,618
Carondelet Holy Cross Hospital	463,114	412,572	430,066	600,438	642,692	508,722	462,631	401,430	476,610
Cobre Valley Community Hospital	471,290	405,787	519,808	652,241	785,577	728,215	574,973	577,878	598,216
Copper Queen Community Hospital	48,009	52,910	72,445	53,462	51,178	51,575	44,047	28,811	14,504
Hualapai Mountain Medicare Center		326,097							
Florence Community/Hospital at Anthem			44,759	14,571	157,390	98,494	108,122	535,552	367,569
La Paz Regional Medical Center	136,846	120,001	114,157	112,361	94,953	93,612	118,343	98,587	107,164
Mt. Graham Regional Medical Center	877,182	974,672	873,737	738,565	598,766	675,011	635,126	550,551	487,930
Navapache/Summit Regional Medical Center	1,671,471	1,561,724	1,353,941	1,346,560	1,698,067	1,448,795	1,643,319	1,874,266	1,804,113
Northern Cochise Community	64,296	105,409	61,539	39,189	60,428	61,655	48,649	44,317	40,668
Page Hospital	262,838	243,871	219,323	292,992	306,840	279,519	233,119	215,552	232,396
Banner Payson Regional Medical Center	1,465,856	1,481,298	1,406,441	1,126,795	798,687	888,213	773,347	595,303	534,460
Sage Memorial Hospital	94,829								
Canyon Vista Medical Center	1,570,088	1,501,424	1,211,851	1,093,349	1,036,010	1,271,256	1,385,935	1,575,202	1,713,314
Cochise Regional Hospital	127,273	140,476	94,868	76,346	62,732	36,604	38,214	1,998	
Valley View Medical Center	1,223,218	1,238,810	1,124,204	1,104,582	970,529	866,364	620,551	758,289	664,543
Verde Valley Medical Center	2,374,312	2,205,086	1,756,260	1,405,018	1,435,474	1,638,441	1,769,752	1,545,557	1,678,615
White Mountain Regional Medical Center	76,179	63,986	66,664	44,840	46,745	33,041	26,348	10,262	20,661
Wickenburg Regional Health Center	27,954	42,065	21,309	17,445	12,303	14,496	22,707	24,590	23,106
Little Colorado Medical Center	671,917	643,087	615,622	675,986	704,022	756,462	693,410	645,425	764,637
Yuma Regional Medical Center East	489,985	598,532	1,314,978	1,435,494	1,470,700	1,360,488	1,694,970	1,403,375	1,486,320
Total	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100

Notes:

- 1) Winslow Memorial Hospital changed its name to Little Colorado Medical Center in August 2007
- 2) Southeast Arizona Medical Center changed its name to Cochise Regional Hospital in 2014 and closed in July 2015. They remained eligible for a small Rural Hospital payment in SFY 2017.
- 3) Sierra Vista Regional Health Center changed its name to Canyon Vista Medical Center in April 2015

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2020 BUDGET
RURAL HOSPITAL REIMBURSEMENT PROGRAM**

	FY2018 Actual	FY2019 Appropriation	FY2019 Rebase	FY2020 Request	FY2020 Increase/(Decrease)
General Funds	3,660,799	3,668,500	3,670,500	3,710,700	42,200
Federal Funds	8,497,285	8,489,600	8,487,600	8,447,400	(42,200)
Total Funds	12,158,084	12,158,100	12,158,100	12,158,100	-
FMAP	69.89%	69.83%	69.81%	69.48%	

Notes:

- 1) Rural Hospital payments are made once per year.
- 2) FY2019 FMAP of 69.81% is assumed to decrease to 69.48% in FY2020.
- 3) FY2018 actual may not tie to AFIS actual due to timing of fund source adjustments.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Rural Hospital Reimbursement				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	3,660.8	3,668.5	42.2	3,710.7
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	3,660.8	3,668.5	42.2	3,710.7
Fund Total:	3,660.8	3,668.5	42.2	3,710.7
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	8,497.3	8,489.6	(42.2)	8,447.4
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Rural Hospital Reimbursement

Fund:	2120-N	AHCCCS Fund			
	Non-Appropriated				
	8600	Debt Service	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0
	9100	Transfers	0.0	0.0	0.0
		Non-Appropriated Total:	8,497.3	8,489.6	(42.2) 8,447.4
		Fund Total:	8,497.3	8,489.6	(42.2) 8,447.4
		Program Total For Selected Funds:	12,158.1	12,158.1	0.0 12,158.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Rural Hospital Reimbursement

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	12,158.1	12,158.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	SLI Rural Hospital Reimbursement	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	12,158.1	12,158.1
Appropriated		
1000-A General Fund (Appropriated)	3,660.8	3,668.5
	3,660.8	3,668.5
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	8,497.3	8,489.6
	8,497.3	8,489.6
Fund Source Total	12,158.1	12,158.1
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Rural Hospital Reimbursement

	FY 2018 Actual	FY 2019 Expd. Plan
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Rural Hospital Reimbursement

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Rural Hospital Reimbursement

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

PAYMENTS TO HOSPITALS
SAFETY NET CARE POOL

SAFETY NET CARE POOL

PROGRAM DESCRIPTION/BACKGROUND:

Laws 2011, Chapter 234, Section 2 granted AHCCCS the authority to pursue a hospital funding pool using monies from political subdivisions to draw down federal matching dollars. The Safety Net Care Pool (SNCP) was open to all Arizona hospitals, including rural hospitals, safety net hospitals and hospitals receiving Disproportionate Share Hospital (DSH) payments. The nonfederal match must be provided by a political subdivision. This program gave local governments, like counties, cities or special healthcare districts, the ability to directly support hospital systems in their communities. The funding is distributed to participating hospitals to help defray the costs of uncompensated care provided to AHCCCS members and the uninsured.

On April 6, 2012, The Centers for Medicare and Medicaid Services (CMS) approved the original SNCP waiver (hereafter referred to as SNCP 1) that provided Arizona with the authority to claim \$332 million Total Fund per year for nine quarters. Originally, there were three participating hospitals/health networks associated with SNCP 1: Maricopa Integrated Health Systems, Phoenix Children’s Hospital and the University of Arizona Health Network. Southeast Arizona Medical Center, White Mountain Regional Medical Center, Copper Queen Hospital, Cobre Valley Regional Medical Center, La Paz Regional Hospital, Benson Hospital, and Northern Cochise Hospital were later added to the SNCP 1 participants.

On April 17, 2013, CMS approved Arizona’s 1115 Waiver amendment request that allowed AHCCCS to match provider assessment monies collected by the City of Phoenix for the purposes of a City of Phoenix Hospital SNCP pool (hereafter referred to as COP). This amendment provides Arizona with the authority to claim up to \$385 million Total Fund per year for a period of 5 quarters. The participating providers in the COP SNCP are: Banner Estrella Medical Center, Banner Good Samaritan Medical Center, John C Lincoln-Deer Valley Hospital, John C Lincoln North Mountain Hospital, Maryvale Hospital, Paradise Valley Hospital, Phoenix Baptist Hospital, Phoenix Children’s Hospital (note that with the approval of the City of Phoenix SNCP, Phoenix Children’s Hospital’s participation in the SNCP 1 pool was reduced, which made it possible for the other participants listed above to join), St. Joseph’s Hospital, and St. Luke’s Medical Center.

As a condition of approval of the SNCP 1, CMS required a portion of the funding provided by the political subdivisions to go toward some expanded coverage option. The SNCP 1 proposal used state match to reopen the KidsCare program which had been frozen since January 2010. This program, known as KidsCare II expired on January 31, 2014. The COP proposal expanded KidsCare II to cover additional children and also included a coverage option for parents whose children aged out of SOBRA and were not eligible for the childless adults program due to the existing freeze.

Laws 2013, 1st Special Session, Chapter 10, Section 15 authorizes SNCP for PCH (freestanding children’s hospitals) through December 31, 2017.



PAYMENTS TO HOSPITALS
SAFETY NET CARE POOL

FISCAL YEAR 2020
BUDGET JUSTIFICATION

On December 26, 2013, CMS approved Arizona's 1115 Waiver amendment request that allows AHCCCS to continue SNCP funding for Phoenix Children's Hospital through December 31, 2014, with a maximum annual amount of \$137,000,000. On December 25, 2014, CMS approved Arizona's 1115 Waiver amendment request that allows AHCCCS to continue SNCP funding for Phoenix Children's Hospital through December 31, 2015, with a maximum annual amount of \$137,000,000. The current Waiver authorized SNCP funding for Phoenix Children's Hospital through December 31, 2017, with a maximum annual amounts of \$110,000,000 for Calendar Year 2016 and \$90,000,000 for Calendar Year 2017.

ACTUAL EXPERIENCE

Through FY 2017, a total of \$1,370,369,900 has been paid out to Arizona hospitals through the SNCP program.

PROJECTED PAYMENTS

The SNCP payment amounts will not be finalized until the hospitals submit cost data which will be run through the SCNP payment protocols as outlined in the Waiver – Attachment E. Like DSH payments, SNCP payments are subject to OBRA limits and subject to reconciliation with final hospital cost data. However, if the amount paid for SNCP exceeds the OBRA limit for the year, the hospital will be required to return the money. AHCCCS will then return the state match to the partner and the federal match to the federal government.

SNCP payments are matched at the FMAP in effect during the dates the services are provided, not the date the payment is made. No allotment was provided for SNCP in FY2019, and the program has been discontinued. No request is made for FY2020

STATUTORY AUTHORITY:

Laws 2011, Chapter 234, Section 2
Laws 2013, 1st Special Session, Chapter 10, Section 15
Arizona Section 1115 Medicaid Demonstration Waiver, Special Terms and Conditions #32 – Attachment E (1/18/17 Version)

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: SLI Safety Net Care Pool (SNCP)

	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	54,663.3	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	54,663.3	0.0	0.0	0.0

Fund Source

Non-Appropriated Funds				
2120-N AHCCCS Fund (Non-Appropriated)	37,995.1	0.0	0.0	0.0
2500-N IGA and ISA Fund (Non-Appropriated)	16,668.2	0.0	0.0	0.0
Fund Source Total:	54,663.3	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Safety Net Care Pool (SNCP)				
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	37,995.1	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	37,995.1	0.0	0.0	0.0
Fund Total:	37,995.1	0.0	0.0	0.0
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	16,668.2	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Safety Net Care Pool (SNCP)				
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	16,668.2	0.0	0.0	0.0
Fund Total:	16,668.2	0.0	0.0	0.0
Program Total For Selected Funds:	54,663.3	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Safety Net Care Pool (SNCP)

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	54,663.3	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Safety Net Care Pool (SNCP)

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	54,663.3	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	37,995.1	0.0
2500-N IGA and ISA Fund (Non-Appropriated)	16,668.2	0.0
	54,663.3	0.0
Fund Source Total	54,663.3	0.0

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Safety Net Care Pool (SNCP)

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Safety Net Care Pool (SNCP)

	<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
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Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Safety Net Care Pool (SNCP)

	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		



TARGETED INVESTMENTS PROGRAM

PROGRAM DESCRIPTION/BACKGROUND

Overview

AHCCCS is engaged in a number of initiatives to modernize and transform the health care delivery system in Arizona. Together, these projects are critical components of the agency's strategy to reach the following goals:

- Bending the cost curve while improving member's health outcomes.
- Pursuing continuous quality improvement.
- Reducing fragmentation in health care delivery to develop an integrated system of healthcare.
- Maintaining core organizational capacity, infrastructure, and workforce.

On January 18, 2017, the Centers for Medicare and Medicaid Services (CMS) approved Arizona's request to implement the Targeted Investments (TI) program, formerly known as the Delivery System Reform Incentive Payments (DSRIP) program, to support the state's ongoing efforts to integrate the health care delivery system for AHCCCS members. The project provides funding for focused, time-limited projects aimed at building necessary infrastructure to improve multi-agency, multi-provider care delivery for the following populations^{1, 2}:

- Children with behavioral health needs, including children with or at risk for Autism Spectrum Disorder (ASD), and children engaged in the child welfare system.
- Adults with behavioral health needs.
- Individuals transitioning from incarceration who are AHCCCS-eligible.

These projects will improve care coordination and care management for AHCCCS members by providing infrastructure investments and incentives for providers to establish systems and processes that support the integration of physical and behavioral health care.

¹ AHCCCS Targeted Investments Program Portal: <https://www.azahcccs.gov/PlansProviders/TargetedInvestments/>

² AHCCCS Targeted Investments Program FAQ: <https://www.azahcccs.gov/PlansProviders/Downloads/TI/FAQ.pdf>



Implementation

The TI program will provide financial incentives to participating AHCCCS registered providers to develop clinical processes for integrated care. Specifically, participants will receive incentive payments for increasing physical and behavioral health care integration and coordination for individuals with behavioral health needs. The TI program aims to reduce fragmentation that commonly occurs between acute care and behavioral health care, increase efficiencies in service delivery for members with behavioral health needs and improve health outcomes for the affected populations.

Eligible participants include primary care providers, behavioral health providers, Integrated Clinics and acute and psychiatric hospitals contracted with AHCCCS managed care organizations (MCOs) to provide care to AHCCCS managed care members.

AHCCCS will direct payment of the financial incentives on an annual basis to participating eligible primary care, behavioral health and hospital providers based on requirements that vary over the five years of the TI program. For Year 1 (Year ending September 30, 2017) TI participants will receive payment following acceptance into the program. For the next two years of the TI program, participants are required to implement TI project “Core Components”, which are systems and resources that help to further integrate physical health and behavioral health services. Each Core Component has associated “Milestones”, which TI participants must meet to receive incentive payments. For the final two years, TI participating providers must meet quality performance metrics from an AHCCCS-defined clinical performance measure set to earn incentive payments

Funding

CMS will provide federal Medicaid Title XIX funds to support TI program payments and state matching funds will be provided by Intergovernmental Transfers (IGTs) and Designated State Health Programs (DSHPs). Total program funding is \$300 million over five years.

IGTs are transfers of funds from political subdivisions, tribal governments, universities, or other designated public entities that are used to leverage federal Medicaid matching funds. DSHPs are a financing mechanism allowed by CMS for select waiver initiatives, including TI, wherein Arizona identifies state-only spending on qualifying health care programs, claims a certified public expenditure (CPE), and receives federal funds based on total computable expenditures. There are no changes required to the state-only expenditures and utilizing those programs as a DSHP source does not affect the level of spending for those programs. Expenditures of County Intergovernmental Agreement (IGA) funds for Services to Individuals with a Serious Mental Illness (SMI) have been identified for this purpose. Both funding from IGTs and DSHPs are deposited into the DSRIP Fund, which was created in FY 2017 and continuously appropriated for this purpose.³

³ [Laws 2016, Chapter 122 \(HB2704\)](#)



Expenditures from the DSRIP Fund are matched with additional federal Medicaid dollars to support TI payments to providers (see Table A on the following page). CMS has approved a five year plan for time-limited, one-time strategic investments for each of the focus areas identified above. The expenditures are eligible to receive the regular FMAP and will be separately tracked by AHCCCS and reported to CMS. These additional funding amounts do not have a State General Fund impact, do not affect existing payments for services, and will not become a part of ongoing programmatic expenditures. CMS has also approved up to 5% of TI funding to be used for administrative purposes to implement the program. Managed care organization administrative activities and tax liabilities associated with the program will be funded from this allocation.

The payments approved by CMS for FFY 2017 through FFY 2021 will occur in SFY 2018 through SFY 2022. For example, the FFY 2017 amounts will be paid in SFY 2018 and the FFY 2018 amounts will be paid in SFY 2019. In future years, when quality metrics must be met, the payments may lag even further behind. CMS has indicated that the two year claiming window applies to these expenditures.

Statutory Reference:

Laws 2016, Chapter 122 (HB2704).

Table A. TI Payments to Providers

Program Category	FFY2017	FFY2018	FFY2019	FFY2020	FFY2021	Total
Justice	760,000	2,660,000	3,420,000	2,660,000	1,900,000	11,400,000
Adult	10,070,000	35,245,000	45,315,000	35,245,000	25,175,000	151,050,000
Children	8,170,000	28,595,000	36,765,000	28,595,000	20,425,000	122,550,000
Administration (5%)	1,000,000	3,500,000	4,500,000	3,500,000	2,500,000	15,000,000
	20,000,000	70,000,000	90,000,000	70,000,000	50,000,000	300,000,000
Fund Source:						
	FFY2017	FFY2018	FFY2019	FFY2020	FFY2021	Total
TI Expenditure	20,000,000	70,000,000	90,000,000	70,000,000	50,000,000	300,000,000
Federal Share	13,655,600	48,226,900	61,937,600	47,954,200	34,253,000	206,027,300
State Share	6,344,400	21,773,100	28,062,400	22,045,800	15,747,000	93,972,700
FMAP	69.24%	69.89%	69.81%	69.48%	69.48%	
FFP	50.00%	50.00%	50.00%	50.00%	50.00%	
DSHP Total Computable	6,274,400	21,137,600	27,306,100	21,654,900	15,467,800	91,840,800
Federal Share	4,344,400	14,773,100	19,062,400	15,045,800	10,747,000	63,972,700
IGT Contribution	2,000,000	7,000,000	9,000,000	7,000,000	5,000,000	30,000,000

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2020 BUDGET
TARGETED INVESTMENTS PROGRAM**

	FY2018 Actual	FY2019 Approp	FY2019 Estimate	FY2020 Request	FY2020 Increase/ (Decrease)
DSRIP Fund	19,991,900	21,773,100	21,773,100	28,062,400	6,289,300
Federal Funds	19,991,900	48,226,900	48,226,900	61,937,600	13,710,700
Total Funds	19,991,900	70,000,000	70,000,000	90,000,000	20,000,000
Effective FMAP	-	68.90%	68.90%	68.82%	

Notes:

1. DSRIP Fund is non-appropriated and includes federal funds deposited as CPEs for DSHP and IGT funds.
2. Plan approved by CMS on January 18, 2017. FFY18 Amount will pay in SFY19. FFY19 Amount will pay in SFY20.
3. Funding includes both programmatic and administrative components.
4. In FY18 the federal share was transferred into the DSRIP fund for expenditures. In FY19 and FY20, the federal share is shown separately.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Targeted Investments Program				
Fund:	2120-N	AHCCCS Fund		
Non-Appropriated				
0000	0.0	0.0	0.0	0.0
6000	0.0	0.0	0.0	0.0
6100	0.0	0.0	0.0	0.0
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	9,115.7	48,226.9	13,710.7	61,937.6
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0
Non-Appropriated Total:	9,115.7	48,226.9	13,710.7	61,937.6
Fund Total:	9,115.7	48,226.9	13,710.7	61,937.6
Fund:	2130-N	Delivery System Reform Incentive Payment Fund		
Non-Appropriated				
0000	0.0	0.0	0.0	0.0
6000	194.2	211.5	0.0	211.5
6100	67.4	73.4	0.0	73.4
6200	291.5	317.5	0.0	317.5
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	19,438.8	21,170.7	6,289.3	27,460.0
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Targeted Investments Program				
Fund: 2130-N	Delivery System Reform Incentive Payment Fund			
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	19,991.9	21,773.1	6,289.3	28,062.4
Fund Total:	19,991.9	21,773.1	6,289.3	28,062.4
Fund: 4503-N	IGAs for County BHS Fund			
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	(9,115.7)	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	9,115.7	0.0	0.0	0.0
Non-Appropriated Total:	0.0	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0	0.0
Program Total For Selected Funds:				90,000.0
				20,000.0
				70,000.0
				29,107.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	194.2	211.5
Boards and Commissions	0.0	0.0
Expenditure Category Total	194.2	211.5
Non-Appropriated		
2130-N Delivery System Reform Incentive Payment Fund(Non-Appro	194.2	211.5
Fund Source Total	194.2	211.5
<hr/>		
Employee Related Expenses	67.4	73.4
Expenditure Category Total	67.4	73.4
Non-Appropriated		
2130-N Delivery System Reform Incentive Payment Fund(Non-Appro	67.4	73.4
Fund Source Total	67.4	73.4
<hr/>		
Professional and Outside Services		317.5
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	291.5	
Expenditure Category Total	291.5	317.5
Non-Appropriated		
2130-N Delivery System Reform Incentive Payment Fund(Non-Appro	291.5	317.5
Fund Source Total	291.5	317.5
<hr/>		
Travel In-State	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Targeted Investments Program	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	19,438.8	69,397.6
Expenditure Category Total	19,438.8	69,397.6
<hr/>		
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	9,115.7	48,226.9
2130-N Delivery System Reform Incentive Payment Fund(Non-Appro	19,438.8	21,170.7
4503-N IGAs for County BHS Fund (Non-Appropriated)	(9,115.7)	0.0
	19,438.8	69,397.6
Fund Source Total	19,438.8	69,397.6
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2018 Actual	FY 2019 Expd. Plan
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2018 Actual	FY 2019 Expd. Plan
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2018 Actual	FY 2019 Expd. Plan
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
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Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	9,115.7	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	9,115.7	0.0
Non-Appropriated		
4503-N IGAs for County BHS Fund (Non-Appropriated)	9,115.7	0.0
Fund Source Total	9,115.7	0.0

Employee Retirement Coverage			
Retirement System	FTE	Personal Services	Fund#
Arizona State Retirement System	211.5	211.5	2130-N



FISCAL YEAR 2020

BUDGET JUSTIFICATION

ACUTE CARE PASS-THROUGH

ACUTE CARE PASS-THROUGHS

The Traditional Acute Care and Newly Eligible Adults pass-through cost center includes a variety of programs that flow through the AHCCCS financial system, but are not part of the AHCCCS appropriated budget. Expenditures in these areas are expected to remain consistent with the FY18 actual expenditures.

TRAUMA CENTERS – PASS-THROUGH

The Trauma and Emergency Services Fund was established pursuant to A.R.S. § 36-2903.07. Monies are received from the Arizona Benefits Fund consisting of tribal gaming revenues paid to the State as a result of Proposition 202. The Trauma and Emergency Services fund receives 28% of the remaining funds after portions are taken out for the Department of Gaming administrative and regulatory expenses and problem gambling. AHCCCS receives the funds and they are then passed through to hospitals to be used to reimburse Arizona hospitals for un-recovered trauma center readiness costs and un-recovered emergency services costs. AHCCCS estimates expenditures for these programs based on past trend and input from the Department of Gaming.

DEPARTMENT OF CORRECTIONS/COUNTIES – PASS-THROUGH

Through intergovernmental agreements, AHCCCS processes claims for Title XIX and non-Title XIX Arizona Department of Corrections Inmates, and Arizona County Inmates. The state dollars are received by AHCCCS through the IGA/ISA fund (2500) and are paid directly to providers. This arrangement is in support of the Governor's Efficiency Review initiative. AHCCCS estimates expenditures for these programs based on past trend and input from the Department of Corrections.

OTHER ACUTE CARE PASS-THROUGHS

Other Acute care pass-through items include:

- 1) The transfer of Medically Needy Account monies to DHS.
- 2) The distribution of Third Party recoveries to the Federal government, health plans, the Third Party Liability contractor, and other fees. The amounts for FY 2019 and FY 2020 were developed by the AHCCCS TPL unit.
- 3) The transfer of funds to DHS for the ASIIS Immunization Registry.
- 4) The transfer of ARRA Health Information Technology grants to eligible hospitals and providers.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
FY2018-FY2020
PROGRAMMATIC PASS-THROUGH LINES**

ACUTE - 3010		FY18 Actual	FY19 Approp/Est	FY20 Request	FY20 DP
DOC/Counties/JDOC	2500	8,005,352	8,000,000	8,000,000	-
Trauma Centers	2494	23,274,470	23,500,000	23,500,000	-
MNA Transfers Out	1306	666,321	700,000	700,000	-
DHS ASIIS	2120	191,151	200,000	200,000	-
TEFT Grant	2000	86,983	-	-	-
Tobacco Cessation	2500	949,369	950,000	950,000	-
HIT EHR Incentive Payments	2120	6,733,133	7,000,000	7,000,000	-
Acute TPL	3791	1,527,656	1,498,300	1,498,300	-
Total Acute - 3010					
	2500	8,954,722	8,950,000	8,950,000	-
	1306	666,321	700,000	700,000	-
	1303				-
	2494	23,274,470	23,500,000	23,500,000	-
	3791	1,527,656	1,498,300	1,498,300	-
	2000	86,983	-	-	-
	2120	6,924,284	7,200,000	7,200,000	-
	TF	41,434,435	41,848,300	41,848,300	-

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Programmatic Pass Through Funding					
Fund:	1306-N Tobacco Tax and Health Care Fund				
Non-Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	666.3	700.0	0.0	700.0
Non-Appropriated Total:		666.3	700.0	0.0	700.0
Fund Total:		666.3	700.0	0.0	700.0
Fund:	2000-N Federal Grant Fund				
Non-Appropriated					
6000	Personal Services	20.8	0.0	0.0	0.0
6100	Employee Related Expenses	10.4	0.0	0.0	0.0
6200	Professional and Outside Services	52.4	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	2.2	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	1.2	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Programmatic Pass Through Funding				
Fund: 2000-N Federal Grant Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	87.0	0.0	0.0	0.0
Fund Total:	87.0	0.0	0.0	0.0
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	6,733.1	7,000.0	0.0	7,000.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	191.2	200.0	0.0	200.0
Non-Appropriated Total:	6,924.3	7,200.0	0.0	7,200.0
Fund Total:	6,924.3	7,200.0	0.0	7,200.0
Fund: 2494-N Trauma and Emergency Services Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0

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Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Programmatic Pass Through Funding				
Fund: 2494-N	Trauma and Emergency Services Fund			
Non-Appropriated				
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	23,274.5	23,500.0	0.0	23,500.0
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0
Non-Appropriated Total:	23,274.5	23,500.0	0.0	23,500.0
Fund Total:	23,274.5	23,500.0	0.0	23,500.0
Fund: 2500-N	IGA and ISA Fund			
Non-Appropriated				
6000	0.0	0.0	0.0	0.0
6100	0.0	0.0	0.0	0.0
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	8,954.7	8,950.0	0.0	8,950.0
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Programmatic Pass Through Funding				
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
Non-Appropriated Total:	8,954.7	8,950.0	0.0	8,950.0
Fund Total:	8,954.7	8,950.0	0.0	8,950.0
Fund: 3791-N AHCCCS - 3rd Party Collection Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	2,674.2	2,700.0	0.0	2,700.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	(1,146.6)	(1,201.7)	0.0	(1,201.7)
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	1,527.6	1,498.3	0.0	1,498.3
Fund Total:	1,527.6	1,498.3	0.0	1,498.3
Program Total For Selected Funds:	41,434.4	41,848.3	0.0	41,848.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Programmatic Pass Through Funding	
	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	20.8	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	20.8	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	20.8	0.0
Fund Source Total	20.8	0.0
<hr/>		
Employee Related Expenses	10.4	0.0
Expenditure Category Total	10.4	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	10.4	0.0
Fund Source Total	10.4	0.0
<hr/>		
Professional and Outside Services		2,700.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	2,674.2	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	52.4	
Expenditure Category Total	2,726.6	2,700.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	52.4	0.0
3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)	2,674.2	2,700.0
Fund Source Total	2,726.6	2,700.0
<hr/>		
Travel In-State	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	2.2	0.0
Expenditure Category Total	2.2	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	2.2	0.0
Fund Source Total	2.2	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	37,815.7	38,248.3
Expenditure Category Total	37,815.7	38,248.3
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	6,733.1	7,000.0
2494-N Prop 202 - Trauma and Emergency Services (Non-Appropriated)	23,274.5	23,500.0
2500-N IGA and ISA Fund (Non-Appropriated)	8,954.7	8,950.0
3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)	(1,146.6)	(1,201.7)
Fund Source Total	37,815.7	38,248.3
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	1.2	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	1.2	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	1.2	0.0
	1.2	0.0
Fund Source Total	1.2	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	857.5	900.0
Expenditure Category Total	857.5	900.0
Non-Appropriated		
1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated)	666.3	700.0
2120-N AHCCCS Fund (Non-Appropriated)	191.2	200.0
Fund Source Total	857.5	900.0

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
Program: Proposition 204

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Program Summary				
4-1 SLI AHCCCS Administration	17,788.8	13,143.5	0.0	13,143.5
4-2 DES Administration	35,744.7	44,358.7	0.0	44,358.7
4-6 Programmatic Pass-Through Funding	1,246.7	0.0	0.0	0.0
4-7 Proposition 204 - Capitation	2,105,503.9	3,205,553.3	144,213.3	3,349,766.6
4-8 Proposition 204 - Reinsurance	61,611.8	69,314.9	(3,478.4)	65,836.5
4-9 Proposition 204 - Fee-for-Service	494,010.3	586,092.5	(3,198.0)	582,894.5
4-10 Proposition 204 - Medicare	80,852.3	92,435.9	(3,463.6)	88,972.3
Program Summary Total:	2,796,758.5	4,010,898.8	134,073.3	4,144,972.1

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Expenditure Categories				
0000 FTE Positions	431.1	431.1	0.0	431.1
6000 Personal Services	6,965.2	5,199.2	0.0	5,199.2
6100 Employee Related Expenses	2,773.5	2,037.9	0.0	2,037.9
6200 Professional and Outside Services	3,290.2	2,388.9	0.0	2,388.9
6500 Travel In-State	12.6	9.8	0.0	9.8
6600 Travel Out of State	7.3	5.7	0.0	5.7
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	2,743,153.6	3,953,219.0	134,073.3	4,087,292.3
7000 Other Operating Expenses	4,574.5	3,433.0	0.0	3,433.0
8000 Equipment	376.0	279.9	0.0	279.9
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	35,605.6	44,325.4	0.0	44,325.4
Expenditure Categories Total:	2,796,758.5	4,010,898.8	134,073.3	4,144,972.1

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Fund Source				
Appropriated Funds				
1000-A General Fund (Appropriated)	18,948.7	123,780.7	(12,146.4)	111,634.3
1310-A Tobacco Products Tax Fund (Appropriated)	17,627.3	17,966.1	0.0	17,966.1
2478-A Budget Neutrality Compliance Fund (Appropriated)	4,251.3	3,756.2	0.0	3,756.2
2546-A Prescription Drug Rebate Fund (Appropriated)	60.9	60.9	0.0	60.9
Non-Appropriated Funds	40,888.2	145,563.9	(12,146.4)	133,417.5
1303-N Proposition 204 Protection Account (TPTF) (Non-A)	15,866.6	37,728.9	0.0	37,728.9
2120-N AHCCCS Fund (Non-Appropriated)	2,404,013.3	3,457,070.9	117,235.5	3,574,306.4

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
 Program: Proposition 204

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
2468-N Arizona Tobacco Litigation Settlement Fund (Non-A	101,761.0	87,000.0	15,000.0	102,000.0
2500-N IGA and ISA Fund (Non-Appropriated)	2,709.5	1,931.9	632.8	2,564.7
2576-N Hospital Assessment (Non-Appropriated)	231,519.9	281,603.2	13,351.4	294,954.6
	2,755,870.3	3,865,334.9	146,219.7	4,011,554.6
Fund Source Total:	2,796,758.5	4,010,898.8	134,073.3	4,144,972.1

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Proposition 204		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	1000-A General Fund (Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
4-1	SLI AHCCCS Administration	4,548.0	4,205.8	0.0	4,205.8
4-2	DES Administration	15,640.9	16,966.0	0.0	16,966.0
4-7	Proposition 204 - Capitation	(516.0)	100,352.7	(11,645.5)	88,707.2
4-9	Proposition 204 - Fee-for-Service	(724.2)	2,256.2	(500.9)	1,755.3
Total		18,948.7	123,780.7	(12,146.4)	111,634.3
Appropriated Funding					
Expenditure Categories					
FTE Positions					
	Personal Services	234.1	234.1	0.0	234.1
	Employee Related Expenses	2,020.3	1,868.5	0.0	1,868.5
	Professional and Outside Services	675.9	625.1	0.0	625.1
	Travel In-State	688.4	636.6	0.0	636.6
	Travel Out of State	6.1	5.4	0.0	5.4
	Food	3.5	3.2	0.0	3.2
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
	Other Operating Expenses	(1,239.7)	102,518.7	(12,146.4)	90,372.3
	Equipment	1,247.6	1,153.7	0.0	1,153.7
	Capital Outlay	106.2	98.3	0.0	98.3
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	15,440.4	16,871.2	0.0	16,871.2
Expenditure Categories Total:		18,948.7	123,780.7	(12,146.4)	111,634.3
Fund 1000-A Total:		18,948.7	123,780.7	(12,146.4)	111,634.3

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Proposition 204			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriated)			
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
4-7	15,866.6	37,728.9	0.0	37,728.9
	15,866.6	37,728.9	0.0	37,728.9
Total				
Non-Appropriated Funding				
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	15,866.6	37,728.9	0.0	37,728.9
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	15,866.6	37,728.9	0.0	37,728.9
Fund 1303-N Total:	15,866.6	37,728.9	0.0	37,728.9

All dollars are presented in thousands (not FTE).

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Proposition 204		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	1310-A Tobacco Products Tax Fund (Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
4-7	Proposition 204 - Capitation	17,627.3	17,966.1	0.0	17,966.1					
Total		17,627.3	17,966.1	0.0	17,966.1					
Appropriated Funding										
Expenditure Categories										
	Personal Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	17,627.3	17,966.1	0.0	17,966.1	0.0	17,966.1	0.0	17,966.1	0.0
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Expenditure Categories Total:		17,627.3	17,966.1	0.0	17,966.1	0.0	17,966.1	0.0	17,966.1	0.0
Fund 1310-A Total:		17,627.3	17,966.1	0.0	17,966.1	0.0	17,966.1	0.0	17,966.1	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Proposition 204		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2120-N AHCCCS Fund (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
4-1	SLI AHCCCS Administration	13,179.9	8,876.8	0.0	8,876.8
4-2	DES Administration	15,852.5	23,636.5	0.0	23,636.5
4-7	Proposition 204 - Capitation	1,805,357.1	2,761,135.9	116,276.1	2,877,412.0
4-8	Proposition 204 - Reinsurance	53,753.3	59,759.6	(1,891.1)	57,868.5
4-9	Proposition 204 - Fee-for-Service	459,488.6	540,980.2	3,643.4	544,623.6
4-10	Proposition 204 - Medicare	56,381.9	62,681.9	(792.9)	61,889.0
Total		2,404,013.3	3,457,070.9	117,235.5	3,574,306.4
Non-Appropriated Funding					
Expenditure Categories					
	FTE Positions	197.0	197.0	0.0	197.0
	Personal Services	4,944.9	3,330.7	0.0	3,330.7
	Employee Related Expenses	2,097.6	1,412.8	0.0	1,412.8
	Professional and Outside Services	2,601.8	1,752.3	0.0	1,752.3
	Travel In-State	6.5	4.4	0.0	4.4
	Travel Out of State	3.8	2.5	0.0	2.5
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	2,374,980.9	3,424,557.6	117,235.5	3,541,793.1
	Other Operating Expenses	3,255.5	2,192.5	0.0	2,192.5
	Equipment	269.8	181.6	0.0	181.6
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	15,852.5	23,636.5	0.0	23,636.5
Expenditure Categories Total:		2,404,013.3	3,457,070.9	117,235.5	3,574,306.4
Fund 2120-N Total:		2,404,013.3	3,457,070.9	117,235.5	3,574,306.4

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020	
Program: Proposition 204		Actual	Expd. Plan	Fund. Issue	Total Request				
Fund:	2468-N Arizona Tobacco Litigation Settlement Fund (Non-Appropriated)								
Program Expenditures									
COST CENTER/PROGRAM BUDGET UNIT									
4-7	Proposition 204 - Capitation	101,761.0	87,000.0	15,000.0	102,000.0				
Total		101,761.0	87,000.0	15,000.0	102,000.0				
Non-Appropriated Funding									
Expenditure Categories									
	FTE Positions	0.0	0.0	0.0	0.0				
	Personal Services	0.0	0.0	0.0	0.0				
	Employee Related Expenses	0.0	0.0	0.0	0.0				
	Professional and Outside Services	0.0	0.0	0.0	0.0				
	Travel In-State	0.0	0.0	0.0	0.0				
	Travel Out of State	0.0	0.0	0.0	0.0				
	Food	0.0	0.0	0.0	0.0				
	Aid to Organizations and Individuals	101,761.0	87,000.0	15,000.0	102,000.0				
	Other Operating Expenses	0.0	0.0	0.0	0.0				
	Equipment	0.0	0.0	0.0	0.0				
	Capital Outlay	0.0	0.0	0.0	0.0				
	Debt Service	0.0	0.0	0.0	0.0				
	Cost Allocation	0.0	0.0	0.0	0.0				
	Transfers	0.0	0.0	0.0	0.0				
Expenditure Categories Total:		101,761.0	87,000.0	15,000.0	102,000.0				
Fund 2468-N Total:		101,761.0	87,000.0	15,000.0	102,000.0				

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020			
Program: Proposition 204		Actual	Expd. Plan	Fund. Issue	Total Request						
Fund:	2478-A	Budget Neutrality Compliance Fund (Appropriated)									
Program Expenditures											
COST CENTER/PROGRAM BUDGET UNIT											
4-2	DES Administration	4,251.3	3,756.2	0.0	3,756.2						
Total		4,251.3	3,756.2	0.0	3,756.2						
Appropriated Funding											
Expenditure Categories											
	Personal Services	0.0	0.0	0.0	0.0						
	Employee Related Expenses	0.0	0.0	0.0	0.0						
	Professional and Outside Services	0.0	0.0	0.0	0.0						
	Travel In-State	0.0	0.0	0.0	0.0						
	Travel Out of State	0.0	0.0	0.0	0.0						
	Food	0.0	0.0	0.0	0.0						
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0						
	Other Operating Expenses	0.0	0.0	0.0	0.0						
	Equipment	0.0	0.0	0.0	0.0						
	Capital Outlay	0.0	0.0	0.0	0.0						
	Debt Service	0.0	0.0	0.0	0.0						
	Cost Allocation	0.0	0.0	0.0	0.0						
	Transfers	4,251.3	3,756.2	0.0	3,756.2						
Expenditure Categories Total:		4,251.3	3,756.2	0.0	3,756.2						
Fund 2478-A Total:		4,251.3	3,756.2	0.0	3,756.2						

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Proposition 204		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2500-N IGA and ISA Fund (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
4-6	Programmatic Pass-Through Funding	1,246.7	0.0	0.0	0.0
4-7	Proposition 204 - Capitation	1,462.8	1,931.9	632.8	2,564.7
	Total	2,709.5	1,931.9	632.8	2,564.7
Non-Appropriated Funding					
Expenditure Categories					
	FTE Positions	0.0	0.0	0.0	0.0
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	2,709.5	1,931.9	632.8	2,564.7
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		2,709.5	1,931.9	632.8	2,564.7
Fund 2500-N Total:		2,709.5	1,931.9	632.8	2,564.7

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		FY 2020		
Program: Proposition 204		Actual	Expd. Plan	Fund. Issue	Total Request					
Fund:	2546-A Prescription Drug Rebate Fund (Appropriated)									
Program Expenditures										
COST CENTER/PROGRAM BUDGET UNIT										
4-1	SLI AHCCCS Administration	60.9	60.9	60.9	0.0	60.9				
Total		60.9	60.9	0.0	60.9					
Appropriated Funding										
Expenditure Categories										
	Personal Services	0.0	0.0	0.0	0.0	0.0				
	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0				
	Professional and Outside Services	0.0	0.0	0.0	0.0	0.0				
	Travel In-State	0.0	0.0	0.0	0.0	0.0				
	Travel Out of State	0.0	0.0	0.0	0.0	0.0				
	Food	0.0	0.0	0.0	0.0	0.0				
	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0				
	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0				
	Equipment	0.0	0.0	0.0	0.0	0.0				
	Capital Outlay	0.0	0.0	0.0	0.0	0.0				
	Debt Service	0.0	0.0	0.0	0.0	0.0				
	Cost Allocation	0.0	0.0	0.0	0.0	0.0				
	Transfers	60.9	60.9	0.0	60.9	60.9				
Expenditure Categories Total:		60.9	60.9	0.0	60.9	60.9				
Fund 2546-A Total:		60.9	60.9	0.0	60.9	60.9				

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Proposition 204		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2576-N Hospital Assessment (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
4-7	Proposition 204 - Capitation	163,945.1	199,437.8	23,949.9	223,387.7
4-8	Proposition 204 - Reinsurance	7,858.5	9,555.3	(1,587.3)	7,968.0
4-9	Proposition 204 - Fee-for-Service	35,245.9	42,856.1	(6,340.5)	36,515.6
4-10	Proposition 204 - Medicare	24,470.4	29,754.0	(2,670.7)	27,083.3
Total		231,519.9	281,603.2	13,351.4	294,954.6
Non-Appropriated Funding					
Expenditure Categories					
	FTE Positions	0.0	0.0	0.0	0.0
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	231,448.0	281,515.8	13,351.4	294,867.2
	Other Operating Expenses	71.4	86.8	0.0	86.8
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.5	0.6	0.0	0.6
Expenditure Categories Total:		231,519.9	281,603.2	13,351.4	294,954.6
Fund 2576-N Total:		231,519.9	281,603.2	13,351.4	294,954.6
Program 4 Total:		2,796,758.5	4,010,898.8	134,073.3	4,144,972.1



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

P204 AHCCCS ADMINISTRATION

PROP 204 AHCCCS ADMINISTRATION

BUDGET JUSTIFICATION

Proposition 204 expanded AHCCCS coverage up to 100% FPL. This Special Line Item contains funding for AHCCCS administration costs of the Proposition 204 program.

The FY 2019 appropriation is \$13,143,500 (\$4,205,800 General Fund).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI AHCCCS Administration					
Fund: 1000-A General Fund					
Appropriated					
0000	FTE	55.5	55.5	0.0	55.5
6000	Personal Services	2,020.3	1,868.5	0.0	1,868.5
6100	Employee Related Expenses	675.9	625.1	0.0	625.1
6200	Professional and Outside Services	688.4	636.6	0.0	636.6
6500	Travel In-State	6.1	5.4	0.0	5.4
6600	Travel Out of State	3.5	3.2	0.0	3.2
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	1,247.6	1,153.7	0.0	1,153.7
8000	Equipment	106.2	98.3	0.0	98.3
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	(200.0)	(185.0)	0.0	(185.0)
Appropriated Total:		4,548.0	4,205.8	0.0	4,205.8
Fund Total:		4,548.0	4,205.8	0.0	4,205.8
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
0000	FTE	75.5	75.5	0.0	75.5
6000	Personal Services	4,944.9	3,330.7	0.0	3,330.7
6100	Employee Related Expenses	2,097.6	1,412.8	0.0	1,412.8
6200	Professional and Outside Services	2,601.8	1,752.3	0.0	1,752.3
6500	Travel In-State	6.5	4.4	0.0	4.4
6600	Travel Out of State	3.8	2.5	0.0	2.5
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	3,255.5	2,192.5	0.0	2,192.5
8000	Equipment	269.8	181.6	0.0	181.6
8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI AHCCCS Administration				
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	13,179.9	8,876.8	0.0	8,876.8
Fund Total:	13,179.9	8,876.8	0.0	8,876.8
Fund: 2546-A Prescription Drug Rebate Fund				
Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	60.9	60.9	0.0	60.9
Appropriated Total:	60.9	60.9	0.0	60.9
Fund Total:	60.9	60.9	0.0	60.9
Program Total For Selected Funds:				
	17,788.8	13,143.5	0.0	13,143.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	SLI AHCCCS Administration	
	FY 2018 Actual	FY 2019 Expd. Plan
FTE	131.0	131.0
Expenditure Category Total	131.0	131.0
Appropriated		
1000-A General Fund (Appropriated)	55.5	55.5
	55.5	55.5
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	75.5	75.5
	75.5	75.5
Fund Source Total	131.0	131.0
<hr/>		
Personal Services	6,965.2	5,199.2
Boards and Commissions	0.0	0.0
Expenditure Category Total	6,965.2	5,199.2
Appropriated		
1000-A General Fund (Appropriated)	2,020.3	1,868.5
	2,020.3	1,868.5
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	4,944.9	3,330.7
	4,944.9	3,330.7
Fund Source Total	6,965.2	5,199.2
<hr/>		
Employee Related Expenses	2,773.5	2,037.9
Expenditure Category Total	2,773.5	2,037.9
Appropriated		
1000-A General Fund (Appropriated)	675.9	625.1
	675.9	625.1
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	2,097.6	1,412.8
	2,097.6	1,412.8
Fund Source Total	2,773.5	2,037.9
<hr/>		
Professional and Outside Services		2,388.9
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	114.8	
Attorney General Legal Services	0.0	
External Legal Services	194.2	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	137.1	
Hospital Services	0.0	
Other Medical Services	165.5	
Institutional Care	0.0	
Education And Training	29.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI AHCCCS Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	2,649.6	
Expenditure Category Total	3,290.2	2,388.9
Appropriated		
1000-A General Fund (Appropriated)	688.4	636.6
	688.4	636.6
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	2,601.8	1,752.3
	2,601.8	1,752.3
Fund Source Total	3,290.2	2,388.9
<hr/>		
Travel In-State	12.6	9.8
Expenditure Category Total	12.6	9.8
Appropriated		
1000-A General Fund (Appropriated)	6.1	5.4
	6.1	5.4
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	6.5	4.4
	6.5	4.4
Fund Source Total	12.6	9.8
<hr/>		
Travel Out of State	7.3	5.7
Expenditure Category Total	7.3	5.7
Appropriated		
1000-A General Fund (Appropriated)	3.5	3.2
	3.5	3.2
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	3.8	2.5
	3.8	2.5
Fund Source Total	7.3	5.7
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Other Operating Expenses		3,346.2
Other Operating Expenditures Budg Approp	0.3	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	60.8	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI AHCCCS Administration

	FY 2018 Actual	FY 2019 Expd. Plan
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	225.9	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	1,669.2	
External Programming- Pc/Lan/Serv/Web	255.3	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.4	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	343.6	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	91.8	
Electricity	61.2	
Sanitation Waste Disposal	0.0	
Water	6.4	
Gas And Fuel Oil For Buildings	1.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	22.2	
Rental Of Computer Equipment	0.4	
Rental Of Other Machinery And Equipment	2.6	
Miscellaneous Rent	7.8	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	48.4	
Repair And Maintenance - Vehicles	7.8	
Repair And Maint - Mainframe And Legacy	0.2	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	52.4	
Other Repair And Maintenance	(105.1)	
Software Support And Maintenance	924.3	
Uniforms	0.0	
Inmate Clothing	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI AHCCCS Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Security Supplies	0.0	
Office Supplies	28.6	
Computer Supplies	1.6	
Housekeeping Supplies	10.2	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	9.4	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	4.4	
Other Operating Supplies	6.2	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	7.6	
Conference Registration-Attendance Fees	4.7	
Other Education And Training Costs	7.4	
Advertising	1.6	
Sponsorships	0.0	
Internal Printing	(1.8)	
External Printing	231.0	
Photography	0.0	
Postage And Delivery	233.8	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	2.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	2.8	
Entertainment And Promotional Items	0.2	
Dues	8.7	
Books- Subscriptions And Publications	12.2	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	40.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI AHCCCS Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	3.2	
Other Miscellaneous Operating	212.4	
Expenditure Category Total	4,503.1	3,346.2
Appropriated		
1000-A General Fund (Appropriated)	1,247.6	1,153.7
	1,247.6	1,153.7
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	3,255.5	2,192.5
	3,255.5	2,192.5
Fund Source Total	4,503.1	3,346.2

		279.9
Current Year Expenditures		
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.8	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	12.8	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	348.2	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	1.2	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI AHCCCS Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	1.6	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	11.4	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	376.0	279.9
Appropriated		
1000-A General Fund (Appropriated)	106.2	98.3
Expenditure Category Total	106.2	98.3
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	269.8	181.6
Expenditure Category Total	269.8	181.6
Fund Source Total	376.0	279.9
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	(139.1)	(124.1)
Expenditure Category Total	(139.1)	(124.1)
Appropriated		
1000-A General Fund (Appropriated)	(200.0)	(185.0)
2546-A Prescription Drug Rebate Fund (Appropriated)	60.9	60.9
Expenditure Category Total	(139.1)	(124.1)
Fund Source Total	(139.1)	(124.1)

Employee Retirement Coverage			
Retirement System	FTE	Personal Services	Fund#
Arizona State Retirement System	55.5	1,868.5	1000-A
Arizona State Retirement System	75.5	3,330.7	2120-N



FISCAL YEAR 2020

ADMINISTRATION JUSTIFICATION

P204 AHCCCS ADMINISTRATION

DES PROPOSITION 204 AHCCCS ADMINISTRATION

BUDGET JUSTIFICATION

Proposition 204 expanded AHCCCS coverage up to 100% FPL. This appropriation contains funding for pass-through administration costs, in DES, of the Proposition 204 program. This funding primarily represents eligibility services provided by DES.

The FY 2019 appropriation is \$44,358,700 (\$20,722,200 General Fund).

AHCCCS DES Eligibility FY 2018 Budget Request

FY 2018 Expenditure Actuals			
OSPB Account	Title XIX	General Fund	Total
Personal Services	\$ 25,646.0	\$ 11,777.1	\$ 37,423.1
Employee-related	\$ 12,274.6	\$ 5,465.6	\$ 17,740.1
Professional & Outside Services	\$ 10,688.3	\$ 3,682.9	\$ 14,371.2
Travel In-State	\$ 208.8	\$ 88.8	\$ 297.7
Travel Out of State	\$ 9.8	\$ 8.8	\$ 18.6
Aid	\$ 1,107.2	\$ 368.1	\$ 1,475.3
Other Operating Expenditures	\$ 7,284.5	\$ 3,593.2	\$ 10,877.7
Equipment	\$ 734.3	\$ 486.9	\$ 1,221.2
Transfers Out	\$ 21.00	\$ 19.8	\$ 40.8
Total AHCCCS Eligibility	\$ 57,974.5	\$ 25,491.2	\$ 83,465.7

FY 2019 Expenditure Plan			
OSPB Account	Title XIX	General Fund	Total
Personal Services	\$ 31,227.6	\$ 14,340.2	\$ 45,567.9
Employee-related	\$ 13,881.2	\$ 6,181.0	\$ 20,062.2
Professional & Outside Services	\$ 10,976.0	\$ 3,682.9	\$ 14,658.9
Travel In-State	\$ 211.0	\$ 89.7	\$ 300.7
Travel Out of State	\$ 9.8	\$ 8.8	\$ 18.6
Aid	\$ 1,157.7	\$ 384.9	\$ 1,542.6
Other Operating Expenditures	\$ 6,686.9	\$ 3,298.4	\$ 9,985.4
Equipment	\$ 992.2	\$ 657.9	\$ 1,650.0
Transfers Out	\$ 21.0	\$ 19.8	\$ 40.8
Total AHCCCS Eligibility	\$ 65,163.3	\$ 28,663.7	\$ 93,827.0

AHCCCS DEA Prop 204 FY 2018 Budget Request

FY 2018 Expenditure Actuals			
OSPB Account	Title XIX	General Fund	Total
Personal Services	\$ 11,112.4	\$ 8,846.9	\$ 19,959.3
Employee-related	\$ 5,391.8	\$ 4,143.9	\$ 9,535.8
Professional & Outside Services	\$ 461.3	\$ 569.4	\$ 1,030.7
Travel In-State	\$ 71.9	\$ 31.7	\$ 103.7
Travel Out of State	\$ 2.6	\$ 2.6	\$ 5.2
Aid	\$ 579.9	\$ 342.2	\$ 922.1
Other Operating Expenditures	\$ 3,143.6	\$ 2,807.8	\$ 5,951.4
Equipment	\$ 277.5	\$ 307.6	\$ 585.0
Transfers Out	\$ 8.5	\$ 14.8	\$ 23.2
Total AHCCCS Prop 204	\$ 21,049.5	\$ 17,066.9	\$ 38,116.4

FY 2019 Expenditure Plan			
OSPB Account	Title XIX	General Fund	Total
Personal Services	\$ 13,530.9	\$ 10,772.4	\$ 24,303.3
Employee-related	\$ 6,097.6	\$ 4,686.3	\$ 10,783.9
Professional & Outside Services	\$ 473.7	\$ 584.7	\$ 1,058.3
Travel In-State	\$ 72.7	\$ 32.0	\$ 104.7
Travel Out of State	\$ -	\$ -	\$ -
Aid	\$ 606.3	\$ 357.8	\$ 964.1
Other Operating Expenditures	\$ 2,885.7	\$ 2,577.5	\$ 5,463.2
Equipment	\$ 374.9	\$ 415.6	\$ 790.5
Transfers Out	\$ 8.5	\$ 14.8	\$ 23.2
Total AHCCCS Prop 204	\$ 24,050.2	\$ 19,441.0	\$ 43,491.3

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: DES Administration					
Fund: 1000-A General Fund					
Appropriated					
0000	FTE	178.6	178.6	0.0	178.6
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	15,640.9	16,966.0	0.0	16,966.0
Appropriated Total:		15,640.9	16,966.0	0.0	16,966.0
Fund Total:					
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
0000	FTE	121.5	121.5	0.0	121.5
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: DES Administration				
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	15,852.5	23,636.5	0.0	23,636.5
Non-Appropriated Total:	15,852.5	23,636.5	0.0	23,636.5
Fund Total:	15,852.5	23,636.5	0.0	23,636.5
Fund: 2478-A Budget Neutrality Compliance Fund				
Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	4,251.3	3,756.2	0.0	3,756.2
Appropriated Total:	4,251.3	3,756.2	0.0	3,756.2
Fund Total:	4,251.3	3,756.2	0.0	3,756.2
Program Total For Selected Funds:	35,744.7	44,358.7	0.0	44,358.7

All dollars are presented in thousands (not FTE).

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	DES Administration

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	300.1	300.1
Expenditure Category Total	300.1	300.1
Appropriated		
1000-A General Fund (Appropriated)	178.6	178.6
	178.6	178.6
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	121.5	121.5
	121.5	121.5
Fund Source Total	300.1	300.1
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
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Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	DES Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	DES Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	DES Administration

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	DES Administration	
	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	35,744.7	44,358.7
Expenditure Category Total	35,744.7	44,358.7
<hr/>		
Appropriated		
1000-A General Fund (Appropriated)	15,640.9	16,966.0
2478-A Budget Neutrality Compliance Fund (Appropriated)	4,251.3	3,756.2
	19,892.2	20,722.2
<hr/>		
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	15,852.5	23,636.5
	15,852.5	23,636.5
Fund Source Total	35,744.7	44,358.7

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	DES Administration

<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION

PROPOSITION 204 CAPITATION

PROGRAM DESCRIPTION/BACKGROUND

On November 7, 2000, Arizona voters approved Proposition 204, which expanded eligibility for the AHCCCS program to include individuals whose annual incomes are at or below 100% of the Federal Poverty Level (FPL). Proposition 204 specified that monies received by the State from the tobacco litigation settlement be used to fund the program. It also stipulated that the tobacco litigation settlement monies be supplemented, as necessary, if not sufficient. In 2012 the Arizona Legislature determined that tobacco litigation monies would only be supplemented by General Fund dollars if they determined that funds were available. This decision was upheld by the courts (pursuant to *Fogliano, et al v. State of Arizona and Bellach*).

On January 18, 2001, AHCCCS received approval from the Centers for Medicare and Medicaid Services (CMS) to expand eligibility to individuals with income at or below 100% FPL and individuals who have incurred medical bills sufficient to reduce their income to 40% FPL or less under Arizona's Medicaid waiver. This allows the State to receive approximately two-thirds of the cost of these expanded populations in Federal matching monies. As a condition for the waiver, Arizona is subject to "Federal Budget Neutrality," which essentially limits the amount of Federal Medicaid funding the State can receive over a waiver period. There have been three budget neutrality periods since April 1, 2001. The first was for the period April 1, 2001 through September 30, 2011. The second period commenced on October 1, 2011 and ended September 30, 2016. The third period commenced on October 1, 2016, and ends September 30, 2021.

There are five funding sources for the State Share of the program: Arizona Tobacco Litigation Settlement (ATLS) Fund, Proposition 204 Protection Account, Emergency Health Services Account (Proposition 204 Protection Account and Emergency Health Services Account are part of the Tobacco Products Tax Fund), Political Subdivisions (APSI) Fund, and Hospital Assessment Fund. All but the Political Subdivisions and Hospital Assessment Funds sources are dependent upon tobacco sales for revenue.

Capitation is a calculated monthly payment to health plan contractors for their provision of covered medical services to each member. Each member belongs to an eligibility group based on income, disability, resources, age and sex. The capitation rates for all eligibility groups are determined with the objective of covering the expected utilization and costs of medical services while ensuring the financial viability of health plans, which provide those medical services. The capitation rates are calculated annually to reflect changes to utilization of services and medical cost inflation.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION

AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



METHODOLOGY:

(Budget Driver/Source of Info.)

A combination of linear regression, annualized growth rates, and ARIMA were utilized to project member months for each rate category (1931/TANF, SSI, MED, AHCCCS Care, Births). The resulting member months were then multiplied by capitation rate estimates to project future capitation payments.

Prior period member months for TANF, SSI with Medicare and SSI without Medicare were calculated based on a ratio of date-of-payment prior period member months to date-of-payment regular member months for each risk pool. Prior period member months were then forecast for each risk pool by multiplying these ratios by projected member months.



**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

ASSUMPTIONS:

Member Growth

TANF/1931 - From June 2017 to June 2018, TANF/1931 member months decreased by 8.9%, compared to an increase of 3.9% for the corresponding period in the previous year. It is forecast that this population will increase in SFY 2019 by 1.3% before a meager growth of 0.3% in SFY 2020. These percentage increases are calculated based on the estimated change in total member months for each year. Forecasts are based on a 120-month regression of monthly changes in underlying data for the combined, TANF Traditional, Proposition 204 TANF, and SOBRA Children. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2018. (24.3% Traditional TANF, 15.1% Prop. 204 TANF, and 60.6% SOBRA Children).

Both the SSI with Medicare and SSI without Medicare population were significantly impacted by shifts from the SSI Traditional program due to changes in income determination. MAGI implementation, along with the fact that the last COLA increase was less than the FBR increase, may have caused a shift to SSI Traditional programs from SSI Prop. 204. The implementation of HEAplus, which has more electronic data sources for income, is an additional factor that may explain this transfer of SSI members.

Member months for Traditional SSI with Medicare, Traditional SSI without Medicare, Prop. 204 SSI with Medicare, and Prop. 204 SSI without Medicare were also combined and forecast in aggregate, but this time using an ARIMA model while holding the Without Medicare population constant. This aggregate forecast was then split by the percentage that each component represented of the total as of July 2018 (40.8% Traditional SSI with Medicare, 32.6% Traditional SSI without Medicare, 25.7% Prop. 204 SSI with Medicare, and 1.0% Prop. 204 SSI without Medicare). June over June growth rates are given in the table below:

June	Traditional SSI w/ Medicare	% Chg.	Traditional SSI w/o Medicare	% Chg.	P204 SSI w/ Medicare	% Chg.	P204 SSI w/o Medicare	% Chg.	TOTAL	% Chg.
	2017	69,608.50	25.9%	47,491.10	-2.6%	20,635.23	-30.5%	1,194.07	-25.5%	138,928.90
2018	57,638.17	-17.2%	46,398.60	-2.3%	36,360.03	76.2%	1,447.80	21.2%	141,844.60	2.1%
2019	57,972.20	0.6%	46,172.96	-0.5%	36,642.84	0.8%	1,378.58	-4.8%	142,166.58	0.2%
2020	58,077.18	0.2%	46,172.96	0.0%	36,709.20	0.2%	1,378.58	0.0%	142,337.92	0.1%



**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

When an enrollment freeze for Expansion State Adults was implemented July 8, 2011, this population decreased considerably. Laws 2013, First Special Session, Chapter 10 restored this population effective January 1, 2014, with State Match funding provided by the Hospital Assessment Fund. The population continued to decline through December 2013, reaching a low of 59,700 member months. The original growth assumptions for the restoration assumed that 90% of the pre-freeze population would return to the program by September 2014, however, that target was already exceeded by June 2014. The FY 2014 June over June growth for this population was 200.2%. Some growth in this population carried over into FY 2015 with a June over June growth rate of 24.9%, but growth appears to have leveled off since January 2015. From June 2017 to June 2018 this population declined -3.6%.

It is assumed that the Expansion State Adults population, as well as the TANF population, has births associated with them. These births were projected by combining all births across all risk groups, then employing a 60-month seasonal regression, then apportioning the births to each risk group by the product of the total forecast and the ratio of births from each risk group for SFY 2018 over the total births for that period.

The growth rates shown in the table correspond to the growth rates cited above which are from June of the comparison year to June of the following year. SFY 2014-2018 figures are actuals. These figures include the effects of CRS and behavioral health integration described elsewhere, as well as shifts from TANF to SOBRA and shifts from SSI.

	TANF (AFDC)	SSI w/ Medicare	SSI w/o Medicare	Exp. State Adults	Total MM	Births
2012-13	-2.94%	9.43%	-40.06%	-35.35%	-15.9%	-11.46%
2013-14	5.54%	-0.75%	-29.26%	200.16%	66.0%	1.18%
2014-15	-12.33%	35.99%	45.62%	24.93%	13.6%	162.79%
2015-16	32.75%	-26.36%	-57.07%	8.14%	10.4%	56.19%
2016-17	3.87%	-30.46%	-25.48%	2.15%	0.4%	-11.05%
2017-18	-8.89%	76.20%	21.25%	-3.70%	-1.5%	-5.10%
2018-19	1.33%	0.78%	-4.78%	1.12%	1.1%	-14.21%
2019-20	0.31%	0.18%	0.00%	0.50%	0.4%	-1.21%



FISCAL YEAR 2020
BUDGET JUSTIFICATION

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

SFY	Age		Age	Dual	SSI w/o	Exp. State	Total
	1-20	21+	21+	Dual	Medicare	Adults	Categorical
2012-13	-5.78%	-3.01%	8.47%	-39.99%	-35.35%	-15.9%	
2013-14	-15.42%	7.78%	-0.56%	-29.19%	200.16%	65.9%	
2014-15	-44.16%	-10.60%	30.30%	45.52%	24.93%	13.6%	
2015-16	-39.40%	35.94%	-18.93%	-57.09%	8.14%	10.3%	
2016-17	-11.64%	3.80%	-22.26%	-25.56%	2.15%	0.4%	
2017-18	-18.84%	-9.25%	54.39%	21.40%	-3.70%	-1.5%	
2018-19	-3.37%	1.46%	0.74%	-4.84%	1.12%	1.1%	
2019-20	0.31%	0.31%	0.20%	0.00%	0.50%	0.4%	

Prior Period Methodology:

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



AHCCCS forecasts Prior Period Member-Months (PPC) by computing a 12-month moving average ratio of PPC to corresponding prospective member-months for every given risk pool. For both PPC and Prospective member-months, amounts used are on a service-month basis, as opposed to payment-month, so totals will not be equal to corresponding counts in the Appropriation Status Report (ASR For the FY 2019 and 2020 PPC forecast, AHCCCS used a completion factor methodology to produce actual PPC estimates for more recent months, and then used those completed months in the calculation of the forecast ratio. PPC forecast amounts for each risk pool were computed by multiplying the 12-month moving average ratio (July 2017 to June 2018) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.



**FISCAL YEAR 2020
BUDGET JUSTIFICATION**

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii)).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION

In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Proposition 204 was \$13,012,000 Total Fund (\$3,917,900 State Match).

Capitation Rates

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



In CYE 2019, AHCCCS expects that increases to utilization and medical inflation will require an increase to capitation rates in order for them to remain actuarially sound. AHCCCS estimates a CYE 2019 rate increase of 2.5% for all risk pools.

	Proposition 204 Prospective Rates				
	7/1/2018	10/1/2018	10/1/2019	Jul.2018–Oct.2018 % Change	Oct. to Oct. % Change
Group					
Age <1	509.56	568.76	582.98	11.6%	2.5%
Age 1-20	174.85	178.66	183.13	2.2%	2.5%
Age 21+	341.27	362.65	371.71	6.3%	2.5%
Duals	145.66	143.36	146.94	-1.6%	2.5%
SSI w/o	1,271.12	1,230.59	1,261.36	-3.2%	2.5%
ESA	606.13	621.92	637.47	2.6%	2.5%
NEA	377.80	405.45	415.58	7.3%	2.5%
SMI RBHA	1,987.84	2,020.12	2,070.63	1.6%	2.5%
Crisis RBHA	3.86	4.76	4.88	23.3%	2.5%

Note: The rates for CYE 2019 are based on statewide weighted rates at all reinsurance deductible levels and use constant member month weighting based on projected CYE 2019 member months for KidsCare, Traditional Medicaid Services, and Proposition 204.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION

FMAP

As an early expansion state (since Arizona had previously expanded eligibility up to 100% FPL), Arizona would not be eligible for the 100% “Newly Eligible” federal match offered to most states for adults who were made eligible by Proposition 204. However, the ACA does offer early expansion states an enhanced FMAP for Childless Adults known as the Expansion State FMAP.

For Arizona, this Expansion State FMAP started at 83.62% in Calendar Year 2014 representing the Regular MAP (67.23%) plus 50% of the difference between the Regular FMAP and the Newly Eligible FMAP (100%). Each Calendar Year, this adjustment is incremented by 10 percentage points of the difference between these two FMAP rates. For example, the Expansion State FMAP for Calendar Year 2015 was calculated by adding 60% of the difference between the Regular FMAP of 68.46% and the Newly Eligible FMAP of 100% to the Regular FMAP, while in Calendar Year 2016, 70% of the difference between the Regular FMAP of 68.92% and the Newly Eligible FMAP of 100% was added to the Regular FMAP. In Calendar Year 2019, the adjustment percentage increases to 90% and the Newly Eligible FMAP decreases from 95% to 94% in January 2018, resulting in a net increase in the calculated Expansion State FMAP.

For each Calendar Year after 2017, the Newly Eligible FMAP is decremented by 1 percentage point, until 2020 when it has a final reduction of 3 percentage points to a floor of 90%. By Calendar Year 2019, both the Expansion State FMAP and the Newly Eligible FMAP will be equal since the percentage adjustment to the Regular FMAP is then 100% of the difference between them. In Calendar Year 2019 both rates will be 93% and in Calendar Year 2020 both rates will be 90%.

It is assumed that the Regular FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on the Federal Funds Information for States (FFIS) Issue Brief 18-11 (March 23, 2018). FMAP rates for SFY 2019 and 2020 are given, by month, on the table below:

Proposition 204 FMAP												
SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19
Regular	69.89%	69.89%	69.89%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%
ESA	91.59%	91.59%	91.59%	91.58%	91.58%	91.58%	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20
Regular	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%
ESA	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION

Family Planning Adjustment

The family planning component of the capitation rate is eligible for 90% federal funding that is higher than the regular Title XIX FMAP rate. The state share of acute care capitation expenses was reduced by an amount due to the difference between the higher family planning federal matching percentage and the regular Acute FMAP rate, and federal dollars were increased by a corresponding amount. In FY 2019 and FY 2020, the amount of the family planning adjustment is estimated at \$2,772,700.

Prior Period Coverage (PPC) Reconciliation:

AHCCCS performs a reconciliation process which compares total PPC medical cost experience to the reimbursement associated with the prior period retro portion of the capitation rates for all rate categories. ARS 35-142.01(B) requires AHCCCS to deposit reconciliation recoupments or penalties against program contractors or health plans into the General Fund or the fund from which the appropriation was made and prohibits these recoupments or penalties from being credited against future payments. As a result, only additional payments are included in the AHCCCS budget request. For SFY 2019 and SFY 2020, no additional payments are expected to be paid as a result of reconciliations.

Acute Program Tiered Prospective Reconciliation:

The AHCCCS Acute Care CRS RFP (RFP No. YH14-0001) tiered prospective reconciliation replaced the various acute care reconciliations with a Tiered Prospective reconciliation effective October 1, 2013 based on prospective, fully adjudicated medical expense encounters, and self-reported subcapitated expenses, net of reinsurance. For each contract year, the amount due from or due to the Contractor as the result of this reconciliation will be based on aggregated profits and losses across all of the tiered reconciliation risk groups. Individual risk groups will not be reconciled separately. The expenses will be reconciled against prospective capitation including Delivery Supplement payments and will be net of the administrative and premium tax components. No additional payments to Contractors as a result of Acute Program Tiered Prospective Reconciliation are anticipated in SFY 2019 or SFY 2020.

Fund Sourcing

State Match for Proposition 204 includes the Arizona Tobacco Litigation Settlement Fund, the Proposition 204 Protection Account, and the Emergency Health Services account of the Tobacco Products Tax Fund. Beginning October 1, 2017, capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions. All remaining State Match required to fund Proposition 204 is funded with the Hospital Assessment Fund.

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



The FY 2019 appropriation for the the Arizona Tobacco Litigation Settlement Fund, which includes funds from the Master Settlement Agreement (MSA), was reduced from \$100 million to \$79 million due to the end of the Strategic Contribution Payment component of the MSA. Based on new information from the Attorney General, it is now estimated that \$87 million in revenue will be available in FY 2019. AHCCCS has assumed the full \$87 million will be used in both FY 2019 and FY 2020, reflecting an increase of \$8 million over the appropriation.

The FY 2020 amount for the Prop 204 Protection Fund is unchanged from FY 2019 in the amount of \$37,728,900.

STATUTORY AUTHORITY

A.R.S. §36-2901.01 (Laws 2001, Chapter 344)
A.R.S Title 36, Chapter 29, Article 1

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
PROPOSITION 204 MEDICAID SERVICES
PROPOSITION 204 CAPITATION**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	89,424,782	100,352,700	83,750,100	88,707,200	(11,645,500)
Local Match (APSI)	1,734,656	1,931,900	2,325,700	2,564,700	632,800
Hospital Assessment	222,533,505	199,437,800	213,488,500	223,387,700	23,949,900
Tobacco MSA	87,000,000	87,000,000	87,000,000	102,000,000	15,000,000
Tobacco EHS	17,966,100	17,966,100	17,966,100	17,966,100	-
Tobacco P204 Protection	37,728,900	37,728,900	37,728,900	37,728,900	-
Subtotal State Match	456,387,943	444,417,400	442,259,300	472,354,600	27,937,200
Federal Title XIX	2,570,105,108	2,761,135,900	2,846,850,300	2,877,412,000	116,276,100
Subtotal Federal Funding	2,570,105,108	2,761,135,900	2,846,850,300	2,877,412,000	116,276,100
Grand Total	3,026,493,051	3,205,553,300	3,289,109,600	3,349,766,600	144,213,300

1080 Proposition 204 Capitation Expenditure Forecast Summary

	SFY 2018 ACTUALS			SFY 2019 REBASE			SFY 2020 REQUEST		
	Total	Fed	State	Total	Fed	State	Total	Fed	State
(Thousands)									
Capitation:									
AGE <1	0.0	0.0	0.0	-	-	-	4,119.3	2,865.8	-
AGE 1-20	6,069.5	4,231.3	1,838.2	4,007.9	2,799.2	1,208.7	546,836.3	380,384.2	1,253.5
AGE 21+	512,052.3	357,045.8	155,006.6	527,027.5	368,018.1	159,009.4	79,864.7	55,554.6	24,310.1
DUAL	102,027.7	71,136.3	30,891.4	78,548.7	54,850.7	23,698.0	21,359.7	14,858.7	6,501.0
SSIWO	20,050.9	13,980.9	6,070.0	21,144.8	14,765.5	6,379.3	2,147,916.2	1,965,105.3	182,810.9
ESA	1,883,391.9	1,709,420.0	173,971.9	2,084,553.8	1,923,998.4	160,555.4	11,836.1	8,234.0	3,602.1
P204 Births	14,089.7	9,820.7	4,269.0	11,863.2	8,284.3	3,578.9	7,525.8	6,891.8	634.0
ESA Births	9,061.8	8,219.4	842.4	7,543.3	6,958.2	585.1	191,898.6	133,485.3	58,413.3
SMI P204	186,180.9	129,814.1	56,366.7	184,328.1	128,715.6	55,612.5	309,657.1	283,287.9	26,369.2
SMI ESA	293,568.2	266,436.5	27,131.7	297,441.0	274,534.0	22,907.0	10,644.7	7,404.6	3,240.1
Crisis P204	-	-	-	9,923.2	6,929.1	2,994.1	18,108.1	16,567.1	1,541.0
Crisis ESA	-	-	-	16,852.1	15,559.3	1,292.8	-	-	-
ACA Health Insurance Fee - P204	-	-	-	13,012.0	9,094.1	3,917.9	-	-	-
ACA Health Insurance Fee - ESA	-	-	-	32,864.0	29,571.1	3,292.9	-	-	-
FP Mix Adjustment	-	-	-	-	2,772.7	(2,772.7)	-	-	-
Total Capitation	3,026,493.1	2,570,105.1	456,387.9	3,289,109.6	2,846,850.3	442,259.3	3,349,766.6	2,877,412.0	(2,772.7)
									472,354.6

(1) Capitated expenditures for SFY18 are derived from PMMIS and do not tie to AFIS due to timing of payments.

(2) Reconciliations resulting in a net recoupment are not shown above.

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	49	-	-	-	-	-	-	-	-	-	-	-	49
AGE 1-20	560,010	543,501	536,603	518,905	513,297	500,133	504,974	446,174	463,787	447,992	432,330	460,732	5,928,438
AGE 21+	42,287,554	41,963,379	41,687,201	43,857,907	43,646,198	43,072,700	43,422,077	41,537,833	40,982,877	40,706,016	39,141,922	40,925,294	503,230,958
DUAL	8,902,603	8,578,971	8,617,709	8,274,683	8,327,793	8,372,834	8,440,931	8,350,686	8,398,888	8,365,087	8,076,566	8,422,109	101,128,860
SSI W/O MED	1,862,234	1,556,555	1,531,774	1,683,319	1,676,227	1,634,389	1,637,459	1,603,830	1,640,164	1,622,601	1,687,188	1,623,580	19,759,319
ESA	139,147,823	147,304,626	146,501,958	157,019,188	156,970,442	155,249,035	156,905,833	152,628,462	152,025,411	150,907,507	138,975,562	152,039,586	1,805,675,433
P204 BIRTHS	1,371,150	1,365,689	1,356,933	1,406,467	1,131,905	1,094,691	859,639	1,127,532	1,197,972	996,762	1,030,664	1,150,297	14,089,701
ESA BIRTHS	764,895	836,466	841,594	738,442	726,029	884,239	728,643	686,977	821,922	685,248	671,870	675,465	9,061,789
SMI P204	15,608,223	15,645,835	15,581,049	15,477,773	15,387,915	15,323,875	15,287,497	15,174,089	15,425,140	15,102,060	15,098,938	15,028,756	184,141,151
Crisis P204	23,442,450	23,638,897	23,557,350	23,720,968	24,456,014	23,809,567	23,995,242	23,694,117	23,750,305	23,971,296	24,093,522	24,082,304	286,212,031
Crisis ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	233,946,990	241,433,919	240,212,172	252,697,651	252,835,819	249,941,463	251,782,294	245,249,699	244,706,466	242,804,569	229,208,562	244,408,123	2,929,227,729
AGE <1	-	-	-	10,048	12,814	10,919	12,232	17,698	19,993	-	-	-	-
AGE 1-20	9,548	(13,488)	11,479	-	-	-	-	-	-	14,971	13,730	21,160	141,104
AGE 21+	588,699	(7,126)	804,369	779,701	693,940	599,820	747,056	902,345	1,075,519	842,849	846,157	948,061	8,821,391
DUAL	54,065	49,205	80,094	72,210	69,736	61,462	84,686	71,567	94,289	90,541	79,983	90,974	898,811
SSI W/O MED	27,297	19,989	24,002	27,210	21,195	16,950	15,095	22,499	42,571	22,317	19,388	33,057	291,568
ESA	5,472,569	(1,666,886)	6,754,440	7,060,658	6,028,830	5,963,455	7,933,114	7,525,559	8,965,155	7,044,448	7,406,009	9,229,159	77,716,508
SMI P204	156,046	190,691	152,869	154,037	153,079	133,921	178,461	134,020	204,108	179,731	187,073	215,701	2,039,736
SMI ESA	505,239	586,437	572,722	553,622	523,423	509,569	645,924	627,830	815,570	609,826	703,294	702,749	7,356,204
PPC CAP TOTAL	6,813,463	(841,179)	8,399,975	8,657,484	7,503,015	7,296,096	9,616,568	9,301,519	11,217,204	8,804,683	9,255,634	11,240,861	97,265,322
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	240,760,453	240,592,740	248,612,147	261,355,136	260,338,834	257,237,559	261,398,862	254,551,218	255,923,670	251,609,252	238,464,196	255,648,984	3,026,493,051

TOTAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	316,700	317,800	318,400	325,800	326,000	326,100	326,100	326,100	326,100	326,100	326,100	326,200	3,887,500
AGE 21+	40,597,600	40,739,900	40,823,700	43,434,700	43,466,900	43,482,200	43,485,200	43,486,000	43,483,400	43,478,500	43,483,100	43,491,700	513,452,900
DUAL	6,522,300	6,527,900	6,531,200	6,429,800	6,430,900	6,431,600	6,428,200	6,429,500	6,430,800	6,432,800	6,433,900	6,435,200	77,464,100
SSI W/O MED	1,757,600	1,758,000	1,754,800	1,699,000	1,699,000	1,699,000	1,699,000	1,699,000	1,699,000	1,699,000	1,699,000	1,699,000	20,561,400
ESA	163,922,000	163,990,300	164,058,700	168,401,300	168,471,600	168,541,800	168,612,100	168,682,400	168,752,700	168,823,100	168,893,500	168,963,900	2,010,113,400
P204 BIRTHS	1,045,400	1,114,000	1,094,900	1,053,400	986,800	1,013,800	990,700	894,500	951,900	890,700	911,000	916,100	11,863,200
ESA BIRTHS	664,700	708,300	696,200	669,800	627,500	644,600	629,900	568,800	605,300	566,400	579,300	582,500	7,543,300
SMI P204	14,896,400	14,918,800	14,941,100	15,206,300	15,229,000	15,251,600	15,274,300	15,297,000	15,319,700	15,342,300	15,365,000	15,387,600	182,429,100
Crisis P204	23,703,000	23,738,400	23,773,900	24,196,100	24,232,100	24,268,200	24,304,100	24,340,200	24,376,200	24,412,300	24,448,300	24,484,400	290,277,200
Crisis ESA	700,100	702,100	703,200	867,900	868,400	868,700	868,600	868,700	868,700	868,800	868,900	869,100	9,923,200
P204 HIF	1,192,600	1,193,100	1,193,600	1,472,300	1,472,900	1,473,500	1,474,100	1,474,800	1,475,400	1,476,000	1,476,600	1,477,200	16,852,100
ESA HIF	-	-	-	-	-	13,012,000	-	-	-	-	-	-	13,012,000
REG CAP TOTAL	255,318,400	255,708,600	255,889,700	263,756,400	263,811,100	309,877,100	264,092,300	264,067,000	264,289,200	264,316,000	264,484,700	264,632,900	3,190,243,400
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	9,800	9,800	9,900	10,100	10,100	10,100	10,100	10,100	10,100	10,100	10,100	10,100	120,400
AGE 21+	1,073,300	1,077,100	1,079,300	1,148,300	1,149,200	1,149,600	1,149,600	1,149,700	1,149,600	1,149,500	1,149,600	1,149,800	13,574,600
DUAL	91,400	91,500	91,500	90,000	90,000	90,000	90,000	90,000	90,000	90,000	90,100	90,100	1,084,600
SSI W/O MED	49,900	49,900	49,800	48,200	48,200	48,200	48,200	48,200	48,200	48,200	48,200	48,200	583,400
ESA	6,070,500	6,073,100	6,075,600	6,236,400	6,239,000	6,241,600	6,244,200	6,246,800	6,249,400	6,252,000	6,254,600	6,257,200	74,440,400
SMI P204	155,000	155,300	155,600	158,300	158,500	158,800	159,000	159,300	159,500	159,700	159,900	160,100	1,899,000
SMI ESA	585,000	585,900	586,700	597,100	598,000	598,900	599,800	600,700	601,600	602,500	603,400	604,200	7,163,800
PPC CAP TOTAL	8,034,900	8,042,600	8,048,400	8,288,400	8,293,000	8,297,200	8,300,900	8,304,800	8,308,400	8,312,000	8,315,900	8,319,700	98,866,200
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	263,353,300	263,751,200	263,938,100	272,044,800	272,104,100	318,174,300	272,393,200	272,371,800	272,597,600	272,628,000	272,800,600	272,952,600	3,289,109,600

TOTAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	326,500	326,400	326,500	334,900	335,000	335,100	335,300	335,300	335,200	335,000	335,100	335,300	3,995,400
AGE 21+	43,503,700	43,520,500	43,540,200	44,651,000	44,670,200	44,688,100	44,704,600	44,703,100	44,692,500	44,674,000	44,688,100	44,715,600	532,751,600
DUAL	6,438,900	6,439,800	6,440,700	6,602,800	6,603,700	6,604,600	6,601,600	6,603,000	6,604,100	6,606,200	6,607,700	6,609,500	78,762,600
SSI W/O MED	1,699,000	1,699,000	1,699,000	1,741,500	1,741,500	1,741,500	1,741,500	1,741,500	1,741,500	1,741,500	1,741,500	1,741,500	20,770,500
ESA	169,034,300	169,104,800	169,175,400	173,477,000	173,549,300	173,621,800	173,694,100	173,766,500	173,839,000	173,911,500	173,984,000	174,056,600	2,071,214,300
P204 BIRTHS	1,001,700	1,067,400	1,049,100	1,066,800	999,400	1,026,600	1,003,200	905,800	964,000	901,900	922,500	927,700	11,836,100
ESA BIRTHS	636,900	678,700	667,100	678,300	635,400	652,800	637,900	576,000	612,900	573,500	586,500	589,800	7,525,800
SMI P204	15,410,300	15,432,900	15,455,600	15,865,200	15,888,400	15,911,700	15,934,800	15,958,100	15,981,300	16,004,500	16,027,800	16,051,000	189,921,600
SMI ESA	24,520,500	24,556,500	24,592,600	25,244,400	25,281,300	25,318,300	25,355,200	25,392,100	25,429,100	25,466,100	25,503,000	25,540,000	302,199,100
Crisis P204	869,400	869,700	870,000	892,200	892,500	892,800	893,000	893,000	892,900	892,700	893,000	893,500	10,644,700
Crisis ESA	1,477,800	1,478,400	1,479,100	1,516,700	1,517,300	1,517,900	1,518,600	1,519,200	1,519,800	1,520,500	1,521,100	1,521,700	18,108,100
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	264,918,800	265,174,100	265,295,300	272,070,800	272,114,000	272,311,200	272,419,800	272,393,600	272,612,300	272,627,400	272,810,300	272,982,200	3,247,729,800
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	10,100	10,100	10,100	10,400	10,400	10,400	10,400	10,400	10,400	10,400	10,400	10,400	123,900
AGE 21+	1,150,100	1,150,600	1,151,100	1,180,500	1,181,000	1,181,400	1,181,900	1,181,800	1,181,600	1,181,100	1,181,400	1,182,200	14,084,700
DUAL	90,100	90,100	90,100	92,400	92,400	92,400	92,400	92,400	92,400	92,400	92,500	92,500	1,102,100
SSI W/O MED	48,200	48,200	48,200	49,400	49,400	49,400	49,400	49,400	49,400	49,400	49,400	49,400	589,200
ESA	6,259,800	6,262,400	6,265,000	6,424,300	6,426,900	6,429,600	6,432,300	6,435,000	6,437,600	6,440,300	6,443,000	6,445,700	76,701,900
SMI P204	160,400	160,700	160,900	165,200	165,400	165,600	165,900	166,100	166,400	166,600	166,800	167,000	1,977,000
SMI ESA	605,100	606,000	606,900	623,000	623,900	624,800	625,800	626,700	627,600	628,500	629,400	630,300	7,458,000
PPC CAP TOTAL	8,323,800	8,328,100	8,332,300	8,545,200	8,549,400	8,553,600	8,558,100	8,561,800	8,565,400	8,568,700	8,572,900	8,577,500	102,036,800
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	273,242,600	273,502,200	273,627,600	280,616,000	280,663,400	280,864,800	280,977,900	280,955,400	281,177,700	281,196,100	281,383,200	281,559,700	3,349,766,600

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	34												34
AGE 1-20	387,751	376,320	371,544	362,663	358,743	349,543	352,926	311,831	324,141	313,102	302,155	322,006	4,132,724
AGE 21+	29,279,902	29,055,444	28,864,218	30,652,291	30,504,328	30,103,510	30,347,690	29,030,792	28,642,933	28,449,435	27,356,290	28,602,688	350,889,519
DUAL	6,164,162	5,940,079	5,966,902	5,783,176	5,820,294	5,851,774	5,899,367	5,836,294	5,869,983	5,846,359	5,644,712	5,886,212	70,509,315
SSI W/O MED	1,289,411	1,077,758	1,060,600	1,176,471	1,171,515	1,142,274	1,144,420	1,120,917	1,146,310	1,134,036	1,179,176	1,134,720	13,777,609
ESA	125,024,319	132,353,206	131,632,009	141,285,865	141,242,004	139,693,082	143,710,052	139,792,408	139,240,074	138,216,186	127,287,718	139,253,057	1,638,729,980
P204 BIRTHS	949,384	945,603	939,540	982,980	791,088	763,079	600,801	788,032	837,263	696,637	720,331	803,943	9,820,682
ESA BIRTHS	687,258	751,565	756,172	664,450	653,280	795,638	667,364	629,202	752,798	627,619	615,366	618,659	8,219,371
SMI P204	10,807,134	10,833,176	10,788,319	10,817,415	10,754,614	10,709,856	10,684,431	10,605,171	10,780,631	10,554,830	10,552,648	10,503,598	128,391,822
SMI ESA	21,063,041	21,239,549	21,166,279	21,344,127	22,005,521	21,423,849	21,977,242	21,701,442	21,752,904	21,955,310	22,067,256	22,056,982	259,753,502
Crisis P204	-	-	-	-	-	-	-	-	-	-	-	-	-
Crisis ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	195,652,396	202,572,702	201,545,584	213,069,439	213,301,388	210,834,605	215,384,294	209,816,088	209,347,037	207,793,512	195,725,651	209,181,863	2,484,224,560
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	6,611	(9,339)	7,948	7,022	8,956	7,631	8,549	12,369	13,973	10,463	9,596	14,789	98,568
AGE 21+	407,615	(4,934)	556,945	544,933	484,995	419,214	522,118	630,649	751,680	589,067	591,379	662,600	6,156,262
DUAL	37,435	34,070	55,457	50,467	48,738	42,956	59,187	50,018	65,898	63,279	55,900	63,582	626,987
SSI W/O MED	18,901	13,840	16,619	19,017	14,813	11,846	10,550	15,725	29,753	15,597	13,550	23,103	203,314
ESA	4,917,103	(1,497,697)	6,068,864	6,353,180	5,424,741	5,365,917	7,265,940	6,892,660	8,211,185	6,452,010	6,783,164	8,452,987	70,690,051
SMI P204	108,046	132,035	105,847	107,656	106,987	93,597	124,726	93,667	142,651	125,614	130,745	150,753	1,422,324
SMI ESA	453,957	526,913	514,591	498,149	470,976	458,510	591,601	575,030	746,980	558,540	644,147	643,648	6,683,042
PPC CAP TOTAL	5,949,668	(805,113)	7,326,270	7,580,425	6,560,205	6,399,672	8,582,671	8,270,117	9,962,121	7,814,570	8,228,481	10,011,462	85,880,548
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	201,602,064	201,767,588	208,871,854	220,649,864	219,861,593	217,234,277	223,966,965	218,086,205	219,309,157	215,608,082	203,954,133	219,193,325	2,570,105,108

FEDERAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	221,300	222,100	222,500	227,400	227,600	227,700	227,700	227,700	227,700	227,600	227,700	227,700	2,714,700
AGE 21+	28,373,600	28,473,100	28,531,600	30,321,800	30,344,300	30,355,000	30,357,000	30,357,600	30,355,800	30,352,400	30,355,600	30,361,500	338,539,300
DUAL	4,558,400	4,562,400	4,564,700	4,488,600	4,489,400	4,489,900	4,487,600	4,488,500	4,489,300	4,490,700	4,491,500	4,492,400	54,093,400
SSI W/O MED	1,228,400	1,228,700	1,226,500	1,186,000	1,186,000	1,186,000	1,186,000	1,186,000	1,186,000	1,186,000	1,186,000	1,186,000	14,357,600
ESA	150,136,100	150,198,700	150,261,300	154,222,000	154,286,200	154,350,600	156,809,300	156,874,600	156,940,100	157,005,400	157,070,900	157,136,400	1,855,291,600
P204 BIRTHS	730,600	778,600	765,200	735,400	688,900	707,700	691,600	624,500	664,500	621,800	636,000	639,500	8,284,300
ESA BIRTHS	608,800	648,700	637,600	613,400	574,600	590,300	585,800	529,000	562,900	526,700	538,700	541,700	6,938,200
SMP P204	10,411,100	10,426,700	10,442,300	10,615,600	10,631,300	10,647,200	10,662,900	10,678,800	10,694,700	10,710,400	10,726,300	10,742,100	127,389,400
SMI ESA	21,709,500	21,742,000	21,774,500	22,158,700	22,191,700	22,224,800	22,602,900	22,636,400	22,670,000	22,703,500	22,737,000	22,770,500	267,921,500
Crisis P204	489,300	490,700	491,500	605,900	606,200	606,400	606,400	606,400	606,500	606,500	606,600	606,700	6,929,100
Crisis ESA	1,092,300	1,092,800	1,093,200	1,348,300	1,348,900	1,349,500	1,371,000	1,371,500	1,372,100	1,372,700	1,373,200	1,373,800	15,559,300
P204 HIF	-	-	-	-	-	9,094,100	-	-	-	-	-	-	9,094,100
ESA HIF	-	-	-	-	-	29,571,100	-	-	-	-	-	-	29,571,100
REG CAP TOTAL	219,559,400	219,864,500	220,010,900	226,523,100	226,575,100	265,400,300	229,588,200	229,581,000	229,769,600	229,803,700	229,949,500	230,078,300	2,756,703,600
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	6,900	6,900	6,900	7,000	7,100	7,100	7,100	7,100	7,100	7,100	7,100	7,100	84,500
AGE 21+	750,100	752,800	754,300	801,600	802,200	802,500	802,600	802,600	802,500	802,400	802,500	802,700	9,478,800
DUAL	63,900	63,900	63,900	62,800	62,800	62,900	62,800	62,800	62,800	62,900	62,900	62,900	757,300
SSI W/O MED	34,900	34,900	34,800	33,700	33,700	33,700	33,700	33,700	33,700	33,700	33,700	33,700	407,900
ESA	5,560,000	5,562,300	5,564,600	5,711,300	5,713,700	5,716,100	5,807,100	5,809,500	5,811,900	5,814,300	5,816,800	5,819,200	68,706,800
SMP P204	108,400	108,600	108,700	110,500	110,700	110,800	111,000	111,200	111,300	111,500	111,700	111,800	1,326,200
SMI ESA	535,800	536,600	537,400	546,900	547,800	548,500	557,800	558,700	559,500	560,400	561,100	562,000	6,612,500
PPC CAP TOTAL	7,060,000	7,066,000	7,070,600	7,273,800	7,278,000	7,281,600	7,382,100	7,385,600	7,388,800	7,392,300	7,395,800	7,399,400	87,374,000
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	2,772,700	2,772,700
TOTAL	226,619,400	226,930,500	227,081,500	233,796,900	233,853,100	272,681,900	236,970,300	236,966,600	237,158,400	237,196,000	237,345,300	240,250,400	2,846,850,300

FEDERAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	227,800	227,900	228,000	232,700	232,800	232,900	233,000	233,000	232,900	232,800	232,900	233,000	2,779,700
AGE 21+	30,369,900	30,381,700	30,395,400	31,023,600	31,036,900	31,049,300	31,060,800	31,059,700	31,052,400	31,039,500	31,049,200	31,068,400	370,586,800
DUAL	4,495,000	4,495,600	4,496,300	4,587,700	4,588,200	4,588,900	4,586,800	4,587,700	4,588,500	4,590,000	4,591,100	4,592,300	54,788,100
SSI W/O MED	1,186,000	1,186,000	1,186,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	1,210,000	14,448,000
ESA	157,201,900	157,267,500	157,333,100	161,333,600	161,400,900	161,468,200	156,324,600	156,389,800	156,455,100	156,520,300	156,585,600	156,650,900	1,894,931,500
P204 BIRTHS	699,300	745,100	732,400	741,200	694,400	713,300	697,000	629,400	669,800	626,700	640,900	644,500	8,234,000
ESA BIRTHS	592,300	631,200	620,400	630,800	591,000	607,100	574,100	518,400	551,600	516,100	527,900	530,900	6,891,800
SMI P204	10,757,900	10,773,700	10,789,600	11,023,100	11,039,300	11,055,400	11,071,500	11,087,700	11,103,800	11,119,900	11,136,000	11,152,300	132,110,200
SMI ESA	22,804,100	22,837,600	22,871,100	23,477,300	23,511,700	23,545,900	22,819,700	22,852,900	22,886,200	22,919,500	22,952,800	22,985,900	276,464,700
Crisis P204	606,900	607,100	607,400	619,900	620,100	620,300	620,400	620,500	620,400	620,300	620,500	620,800	7,404,600
Crisis ESA	1,374,400	1,375,000	1,375,500	1,410,500	1,411,100	1,411,700	1,366,700	1,367,300	1,367,900	1,368,400	1,369,000	1,369,600	16,567,100
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	230,315,500	230,528,400	230,635,200	236,290,400	236,336,400	236,503,000	230,564,600	230,556,400	230,738,600	230,763,500	230,915,900	231,058,600	2,785,206,500
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	7,100	7,100	7,100	7,200	7,200	7,200	7,200	7,200	7,200	7,200	7,200	7,200	86,100
AGE 21+	802,900	803,200	803,600	820,200	820,500	820,900	821,200	821,100	820,900	820,600	820,900	821,400	9,797,400
DUAL	62,900	62,900	62,900	64,200	64,200	64,200	64,200	64,200	64,200	64,200	64,200	64,200	766,500
SSI W/O MED	33,700	33,700	33,700	34,400	34,400	34,400	34,400	34,400	34,400	34,400	34,400	34,400	410,700
ESA	5,821,600	5,824,000	5,826,400	5,974,600	5,977,100	5,979,500	5,789,100	5,791,500	5,793,900	5,796,300	5,798,700	5,801,100	70,173,800
SMI P204	112,000	112,100	112,300	114,700	114,900	115,100	115,300	115,400	115,600	115,700	115,900	116,100	1,375,100
SMI ESA	562,800	563,700	564,400	579,400	580,300	581,200	563,200	564,000	564,800	565,700	566,400	567,300	6,823,200
PPC CAP TOTAL	7,403,000	7,406,700	7,410,400	7,594,700	7,598,600	7,602,500	7,394,600	7,397,800	7,401,000	7,404,100	7,407,700	7,411,700	89,432,800
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	2,772,700	2,772,700
TOTAL	237,718,500	237,935,100	238,045,600	243,885,100	243,935,000	244,105,500	237,959,200	237,954,200	238,139,600	238,167,600	238,323,600	241,243,000	2,877,412,000

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	15	-	-	-	-	-	-	-	-	-	-	-	15
AGE 1-20	172,259	167,181	165,059	156,242	154,554	150,590	152,048	134,343	139,646	134,890	130,174	138,726	1,795,713
AGE 21+	13,007,652	12,907,935	12,822,983	13,205,616	13,141,870	12,969,190	13,074,387	12,507,042	12,339,944	12,256,582	11,785,633	12,322,606	152,341,439
DUAL	2,738,441	2,638,891	2,650,807	2,491,507	2,507,498	2,521,060	2,541,564	2,514,391	2,528,905	2,518,728	2,431,854	2,535,897	30,619,545
SSI W/O MED	572,823	478,796	471,174	506,847	504,712	492,114	493,039	482,913	493,853	488,565	508,012	488,860	5,981,710
ESA	14,123,504	14,951,420	14,869,949	15,733,323	15,728,438	15,555,953	13,195,781	12,836,054	12,785,337	12,691,321	11,687,845	12,786,529	166,945,453
P204 BIRTHS	421,766	420,086	417,393	423,487	340,817	329,611	258,837	339,500	360,709	300,125	310,333	346,354	4,269,018
ESA BIRTHS	77,637	84,901	85,422	73,992	72,748	88,601	61,279	57,775	69,124	57,629	56,504	56,807	842,418
SMI P204	4,801,089	4,812,659	4,792,731	4,660,357	4,633,301	4,614,019	4,603,065	4,568,918	4,644,510	4,547,230	4,546,290	4,525,159	55,749,329
Crisis P204	2,379,409	2,399,348	2,391,071	2,376,841	2,450,493	2,385,719	2,018,000	1,992,675	1,997,401	2,015,986	2,026,265	2,025,322	26,458,529
Crisis ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	38,294,594	38,861,218	38,666,588	39,628,213	39,534,431	39,106,858	36,398,000	35,433,611	35,359,430	35,011,057	33,482,911	35,226,260	445,003,170
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	2,937	(4,149)	3,531	3,025	3,858	3,288	3,683	5,329	6,020	4,508	4,134	6,371	42,535
AGE 21+	181,084	(2,192)	247,424	234,768	208,945	180,606	224,939	271,696	323,839	253,782	254,778	285,461	2,665,129
DUAL	16,630	15,135	24,637	21,742	20,997	18,506	25,499	21,549	28,390	27,262	24,083	27,392	271,824
SSI W/O MED	8,397	6,148	7,383	8,193	6,382	5,104	4,545	6,774	12,818	6,720	5,838	9,953	88,255
ESA	555,466	(169,189)	685,576	707,478	604,089	597,538	667,175	632,900	753,970	592,438	622,845	776,172	7,026,457
SMI P204	48,000	58,657	47,023	46,380	46,092	40,324	53,734	40,353	61,457	54,117	56,328	64,948	617,412
SMI ESA	51,282	59,523	58,131	55,473	52,447	51,059	54,322	52,801	68,589	51,286	59,147	59,101	673,162
PPC CAP TOTAL	863,795	(36,066)	1,073,704	1,077,060	942,810	896,424	1,033,897	1,031,402	1,255,083	990,113	1,027,153	1,229,399	11,384,774
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	39,158,389	38,825,152	39,740,292	40,705,272	40,477,241	40,003,282	37,431,897	36,465,013	36,614,512	36,001,169	34,510,064	36,455,659	456,387,943

STATE FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	95,400	95,700	95,900	98,400	98,400	98,400	98,400	98,400	98,400	98,500	98,400	98,500	1,172,800
AGE 21+	12,224,000	12,266,800	12,292,100	13,112,900	13,122,600	13,127,200	13,128,200	13,128,400	13,127,600	13,126,100	13,127,500	13,130,200	154,913,600
DUAL	1,963,900	1,965,500	1,966,500	1,941,200	1,941,500	1,941,700	1,940,600	1,941,000	1,941,500	1,942,100	1,942,400	1,942,800	23,370,700
SSI W/O MED	529,200	529,300	528,300	513,000	513,000	513,000	513,000	513,000	513,000	513,000	513,000	513,000	6,203,800
ESA	13,785,900	13,791,600	13,797,400	14,179,300	14,185,400	14,191,200	11,802,800	11,807,800	11,812,600	11,817,700	11,822,600	11,827,500	154,821,800
P204 BIRTHS	314,800	335,400	329,700	318,000	297,900	306,100	299,100	270,000	287,400	268,900	275,000	276,600	3,578,900
ESA BIRTHS	55,900	59,600	58,600	56,400	52,900	54,300	44,100	39,800	42,400	39,700	40,600	40,800	585,100
SMI P204	4,483,300	4,492,100	4,498,800	4,590,700	4,597,700	4,604,400	4,611,400	4,618,200	4,625,000	4,631,900	4,638,700	4,645,500	55,039,700
SMI ESA	1,993,500	1,996,400	1,999,400	2,037,400	2,040,400	2,043,400	1,701,200	1,703,800	1,706,200	1,708,800	1,711,300	1,713,900	22,355,700
Crisis P204	210,800	211,400	211,700	262,000	262,200	262,300	262,200	262,300	262,200	262,300	262,300	262,400	2,994,100
Crisis ESA	100,300	100,300	100,400	124,000	124,000	124,000	103,100	103,300	103,300	103,300	103,400	103,400	1,292,800
P204 HIF	-	-	-	-	-	3,917,900	-	-	-	-	-	-	3,917,900
ESA HIF	-	-	-	-	-	3,292,900	-	-	-	-	-	-	3,292,900
REG CAP TOTAL	35,759,000	35,844,100	35,878,800	37,233,300	37,236,000	44,476,800	34,504,100	34,486,000	34,519,600	34,512,300	34,535,200	34,554,600	433,539,800
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	2,900	2,900	3,000	3,100	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	35,900
AGE 21+	323,200	324,300	325,000	346,700	347,000	347,100	347,000	347,100	347,100	347,100	347,100	347,100	4,095,800
DUAL	27,500	27,600	27,600	27,200	27,200	27,100	27,200	27,200	27,200	27,100	27,200	27,200	327,300
SSI W/O MED	15,000	15,000	15,000	14,500	14,500	14,500	14,500	14,500	14,500	14,500	14,500	14,500	175,500
ESA	510,500	510,800	511,000	525,100	525,300	525,500	437,100	437,300	437,500	437,700	437,800	438,000	5,733,600
SMI P204	46,600	46,700	46,900	47,800	47,800	48,000	48,000	48,100	48,200	48,200	48,200	48,300	572,800
SMI ESA	49,200	49,300	49,300	50,200	50,200	50,400	42,000	42,000	42,100	42,100	42,300	42,200	551,300
PPC CAP TOTAL	974,900	976,600	977,800	1,014,600	1,015,000	1,015,600	918,800	919,200	919,600	919,700	920,100	920,300	11,492,200
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	(2,772,700)	(2,772,700)
TOTAL	36,733,900	36,820,700	36,856,600	38,247,900	38,251,000	45,492,400	35,422,900	35,405,200	35,439,200	35,432,000	35,455,300	35,472,200	442,259,300

STATE FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	98,500	98,500	98,500	102,200	102,200	102,200	102,300	102,300	102,300	102,200	102,200	102,300	1,215,700
AGE 21+	13,133,800	13,138,800	13,144,800	13,627,400	13,633,300	13,638,800	13,643,800	13,643,400	13,640,100	13,634,500	13,638,900	13,647,200	162,164,800
DUAL	1,943,900	1,944,200	1,944,400	2,015,100	2,015,500	2,015,700	2,014,800	2,015,300	2,015,600	2,016,200	2,016,600	2,017,200	23,974,500
SSI W/O MED	513,000	513,000	513,000	531,500	531,500	531,500	531,500	531,500	531,500	531,500	531,500	531,500	6,322,500
ESA	11,832,400	11,837,300	11,842,300	12,143,400	12,148,400	12,153,600	17,369,500	17,376,700	17,383,900	17,391,200	17,398,400	17,405,700	176,282,800
P204 BIRTHS	302,400	322,300	316,700	325,600	305,000	313,300	306,200	276,400	294,200	275,200	281,600	283,200	3,602,100
ESA BIRTHS	44,600	47,500	46,700	47,500	44,400	45,700	63,800	57,600	61,300	57,400	58,600	58,900	634,000
SMI P204	4,652,400	4,659,200	4,666,000	4,842,100	4,849,100	4,856,300	4,863,300	4,870,400	4,877,500	4,884,600	4,891,800	4,898,700	57,811,400
SMI ESA	1,716,400	1,718,900	1,721,500	1,767,100	1,769,600	1,772,400	2,535,500	2,539,200	2,542,900	2,546,600	2,550,200	2,554,100	25,734,400
Crisis P204	262,500	262,600	262,600	272,300	272,400	272,500	272,600	272,500	272,500	272,400	272,500	272,700	3,240,100
Crisis ESA	103,400	103,400	103,600	106,200	106,200	106,200	151,900	151,900	151,900	152,100	152,100	152,100	1,541,000
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	34,603,300	34,645,700	34,660,100	35,780,400	35,777,600	35,808,200	41,855,200	41,837,200	41,873,700	41,863,900	41,894,400	41,923,600	462,523,300
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	3,000	3,000	3,000	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	37,800
AGE 21+	347,200	347,400	347,500	360,300	360,500	360,500	360,700	360,700	360,700	360,500	360,500	360,800	4,287,300
DUAL	27,200	27,200	27,200	28,200	28,200	28,200	28,200	28,200	28,200	28,200	28,300	28,300	335,600
SSI W/O MED	14,500	14,500	14,500	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	178,500
ESA	438,200	438,400	438,600	449,700	449,800	450,100	643,200	643,500	643,700	644,000	644,300	644,600	6,528,100
SMI P204	48,400	48,600	48,600	50,500	50,500	50,500	50,600	50,700	50,800	50,900	50,900	50,900	601,900
SMI ESA	42,300	42,300	42,500	43,600	43,600	43,600	62,600	62,700	62,800	62,800	63,000	63,000	634,800
PPC CAP TOTAL	920,800	921,400	921,900	950,500	950,800	951,100	1,163,500	1,164,000	1,164,400	1,164,600	1,165,200	1,165,800	12,604,000
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	(2,772,700)	(2,772,700)
TOTAL	35,524,100	35,567,100	35,582,000	36,730,900	36,728,400	36,759,300	43,018,700	43,001,200	43,038,100	43,028,500	43,059,600	43,016,700	472,354,600

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	2,287	2,265	2,234	2,197	2,152	2,088	2,039	1,824	1,900	1,859	1,867	1,889	24,602
AGE 21+	130,114	129,414	128,698	128,238	127,323	125,803	123,195	119,875	118,476	117,903	117,994	118,208	1,485,240
DUAL	42,926	43,221	43,460	43,833	44,016	44,397	44,330	44,125	44,463	44,308	44,393	44,558	528,030
SSI W/O MED	1,575	1,574	1,554	1,520	1,502	1,470	1,457	1,440	1,471	1,466	1,451	1,451	17,931
ESA	278,812	279,578	278,890	279,309	278,269	276,418	274,144	270,392	269,465	268,251	268,678	268,632	3,290,838
P204 BIRTHS	221	219	222	226	185	169	157	177	201	167	173	187	2,304
ESA BIRTHS	125	135	139	120	120	136	134	113	136	107	116	111	1,492
SMI P204	7,565	7,586	7,582	7,624	7,648	7,642	7,622	7,574	7,666	7,631	7,594	7,583	91,317
SMI ESA	11,148	11,239	11,263	11,328	11,436	11,467	11,469	11,536	11,622	11,696	11,726	11,770	137,699
Crisis P204	191,446	191,337	190,494	190,155	189,209	187,584	185,447	181,755	180,793	179,895	179,968	180,890	2,228,972
Crisis ESA	316,358	317,637	316,481	316,741	315,634	314,283	312,985	308,369	307,360	306,012	306,638	307,626	3,746,124
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	982,576	984,204	981,017	981,289	977,495	971,458	962,979	947,180	943,554	939,294	940,597	942,906	11,554,549
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	42	42	54	36	56	50	66	76	61	72	73	73	700
AGE 21+	2,805	3,106	2,865	2,690	2,620	2,571	3,179	3,409	3,477	3,342	3,287	3,635	36,985
DUAL	570	587	549	612	598	497	561	611	625	628	580	689	7,107
SSI W/O MED	34	38	49	49	31	33	40	44	36	46	40	40	479
ESA	8,965	9,304	8,865	8,640	8,538	9,193	10,281	9,854	9,903	9,897	10,114	11,227	114,783
SMI P204	77	59	73	69	61	59	79	94	88	99	102	81	941
SMI ESA	251	259	237	251	252	243	295	316	309	311	298	307	3,330
PPCCAP TOTAL	12,743	13,395	12,692	12,348	12,156	12,647	14,501	14,405	14,498	14,395	14,494	16,051	164,325
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	995,320	997,600	993,709	993,637	989,650	984,105	977,479	961,584	958,052	953,689	955,091	958,957	11,718,874

MEMBER MONTHS

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,811	1,817	1,821	1,823	1,825	1,825	1,825	1,825	1,825	1,825	1,825	1,826	21,874
AGE 21+	118,961	119,378	119,623	119,771	119,860	119,902	119,910	119,913	119,906	119,892	119,905	119,928	1,436,949
DUAL	44,777	44,815	44,838	44,852	44,860	44,864	44,841	44,850	44,858	44,872	44,880	44,889	538,196
SSI W/O MED	1,383	1,383	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	16,572
ESA	270,438	270,551	270,664	270,777	270,890	271,003	271,116	271,229	271,342	271,455	271,568	271,681	3,252,711
P204 BIRTHS	173	184	181	180	168	173	169	153	162	152	155	156	2,007
ESA BIRTHS	110	117	115	114	107	110	107	97	103	97	99	99	1,276
SMI P204	7,494	7,505	7,516	7,527	7,539	7,550	7,561	7,572	7,584	7,595	7,606	7,617	90,666
SMI ESA	11,924	11,942	11,960	11,977	11,995	12,013	12,031	12,049	12,067	12,085	12,102	12,120	144,265
Crisis P204	181,212	181,719	182,016	182,198	182,309	182,365	182,354	182,370	182,375	182,379	182,406	182,445	2,186,148
Crisis ESA	308,697	308,825	308,954	309,083	309,212	309,341	309,469	309,598	309,728	309,857	309,986	310,115	3,712,864
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	946,978	948,237	949,069	949,683	950,145	950,526	950,765	951,037	951,329	951,588	951,913	952,258	11,403,528
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	56	56	56	56	57	57	57	57	57	57	57	57	678
AGE 21+	3,145	3,156	3,163	3,166	3,169	3,170	3,170	3,170	3,170	3,170	3,170	3,171	37,989
DUAL	628	628	628	628	628	628	628	628	628	628	628	628	7,536
SSI W/O MED	39	39	39	39	39	39	39	39	39	39	39	39	471
ESA	10,015	10,019	10,024	10,028	10,032	10,036	10,040	10,044	10,049	10,053	10,057	10,061	120,457
SMI P204	78	78	78	78	78	79	79	79	79	79	79	79	944
SMI ESA	294	295	295	296	296	296	297	297	298	298	299	299	3,561
PPCCAP TOTAL	14,256	14,272	14,283	14,292	14,299	14,305	14,309	14,314	14,319	14,324	14,329	14,334	171,635
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	961,234	962,508	963,352	963,975	964,443	964,831	965,074	965,351	965,648	965,912	966,242	966,592	11,575,163

MEMBER MONTHS

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,826	1,827	1,828	1,829	1,829	1,830	1,831	1,831	1,830	1,830	1,830	1,831	21,953
AGE 21+	119,961	120,008	120,062	120,122	120,174	120,222	120,267	120,262	120,234	120,184	120,222	120,296	1,442,014
DUAL	44,915	44,921	44,928	44,935	44,941	44,947	44,927	44,936	44,944	44,958	44,968	44,981	539,303
SSI W/O MED	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	16,567
ESA	271,794	271,908	272,021	272,135	272,248	272,362	272,475	272,589	272,702	272,816	272,930	273,044	3,269,024
P204 BIRTHS	171	182	179	178	166	171	167	151	160	150	154	154	1,983
ESA BIRTHS	109	116	114	113	106	109	106	96	102	95	98	98	1,261
SMI P204	7,628	7,640	7,651	7,662	7,673	7,684	7,696	7,707	7,718	7,729	7,741	7,752	92,281
SMI ESA	12,138	12,156	12,174	12,192	12,210	12,227	12,245	12,263	12,281	12,299	12,317	12,334	146,835
Crisis P204	182,513	182,575	182,647	182,726	182,794	182,857	182,891	182,900	182,881	182,845	182,901	183,001	2,193,529
Crisis ESA	310,244	310,374	310,503	310,632	310,762	310,891	311,021	311,151	311,280	311,410	311,540	311,670	3,731,477
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	952,681	953,086	953,486	953,903	954,283	954,682	955,006	955,266	955,514	955,697	956,080	956,542	11,456,226
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	57	57	57	57	57	57	57	57	57	57	57	57	680
AGE 21+	3,171	3,173	3,174	3,176	3,177	3,178	3,180	3,179	3,179	3,177	3,178	3,180	38,123
DUAL	629	629	629	629	629	629	629	629	629	629	629	629	7,546
SSI W/O MED	39	39	39	39	39	39	39	39	39	39	39	39	470
ESA	10,065	10,069	10,074	10,078	10,082	10,086	10,090	10,095	10,099	10,103	10,107	10,111	121,060
SMI P204	79	80	80	80	80	80	80	80	80	80	81	81	961
SMI ESA	300	300	300	301	301	302	302	303	303	304	304	304	3,624
PPCCAP TOTAL	14,340	14,346	14,352	14,359	14,365	14,371	14,377	14,381	14,386	14,389	14,395	14,402	172,464
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	967,021	967,432	967,839	968,262	968,648	969,053	969,383	969,648	969,900	970,086	970,475	970,944	11,628,690

Capitation Rates									
Rate Cells	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2	
Age <1	\$ 509.56	\$ 568.76	\$ 568.76	\$ 568.76	\$ 568.76	\$ 582.98	\$ 582.98	\$ 582.98	\$ 582.98
Age 1-20	\$ 174.85	\$ 178.66	\$ 178.66	\$ 178.66	\$ 178.66	\$ 183.13	\$ 183.13	\$ 183.13	\$ 183.13
Age 21+	\$ 341.27	\$ 362.65	\$ 362.65	\$ 362.65	\$ 362.65	\$ 371.71	\$ 371.71	\$ 371.71	\$ 371.71
Duals	\$ 145.66	\$ 143.36	\$ 143.36	\$ 143.36	\$ 143.36	\$ 146.94	\$ 146.94	\$ 146.94	\$ 146.94
SSI w/o	\$ 1,271.12	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,261.36	\$ 1,261.36	\$ 1,261.36	\$ 1,261.36
ESA	\$ 606.13	\$ 621.92	\$ 621.92	\$ 621.92	\$ 621.92	\$ 637.47	\$ 637.47	\$ 637.47	\$ 637.47
NEA	\$ 377.80	\$ 405.45	\$ 405.45	\$ 405.45	\$ 405.45	\$ 415.58	\$ 415.58	\$ 415.58	\$ 415.58
Delivery	\$ 6,042.82	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 6,008.76	\$ 6,008.76	\$ 6,008.76	\$ 6,008.76
SMI RBHA	\$ 1,987.84	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,070.63	\$ 2,070.63	\$ 2,070.63	\$ 2,070.63
Crisis RBHA	\$ 3.86	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.88	\$ 4.88	\$ 4.88	\$ 4.88
CMDP	\$ 279.18	\$ 298.38	\$ 298.38	\$ 298.38	\$ 302.09	\$ 305.84	\$ 305.84	\$ 305.84	\$ 305.84
CMDP RBHA	\$ 757.55	\$ 864.88	\$ 864.88	\$ 864.88	\$ 864.88	\$ 886.51	\$ 886.51	\$ 886.51	\$ 886.51
ALTCS EPD	\$ 3,455.59	\$ 3,607.36	\$ 3,635.79	\$ 3,635.79	\$ 3,635.79	\$ 3,726.68	\$ 3,756.05	\$ 3,756.05	\$ 3,756.05
ALTCS DDD	\$ 3,892.14	\$ 4,098.51	\$ 4,137.17	\$ 4,137.17	\$ 4,188.57	\$ 4,240.60	\$ 4,280.60	\$ 4,280.60	\$ 4,280.60
ALTCS TCM	\$ 164.41	\$ 154.28	\$ 154.28	\$ 154.28	\$ 158.14	\$ 158.14	\$ 158.14	\$ 158.14	\$ 158.14
ALTCS DDD RBHA	\$ 236.60	\$ 273.16	\$ 273.16	\$ 273.16	\$ 273.16	\$ 279.99	\$ 279.99	\$ 279.99	\$ 279.99

Federal Matching Rates								
FMAP Type	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2
Regular FMAP	69.89%	69.81%	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%
ACA FMAP	94.00%	94.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%
CHIP FMAP	78.92%	78.87%	78.87%	78.87%	78.87%	78.64%	78.64%	78.64%
CHIP Enhanced	100.00%	100.00%	100.00%	100.00%	100.00%	90.14%	90.14%	90.14%
ESA FMAP	91.59%	91.58%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%
AIHP Facilities	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Fund. Issue	Total Request
Program: Proposition 204 - Capitation					
Fund: 1000-A General Fund					
Appropriated					
0000 FTE	0.0	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	(515.5)	100,262.5	(11,645.5)	88,617.0	88,617.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	(0.5)	90.2	0.0	90.2	90.2
Appropriated Total:	(516.0)	100,352.7	(11,645.5)	88,707.2	88,707.2
Fund Total:	(516.0)	100,352.7	(11,645.5)	88,707.2	88,707.2
Fund: 1303-N Proposition 204 Protection Account (TPTF) Fund					
Non-Appropriated					
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	15,866.6	37,728.9	0.0	37,728.9	37,728.9
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Proposition 204 - Capitation				
Fund: 1303-N Proposition 204 Protection Account (TPTF) Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	15,866.6	37,728.9	0.0	37,728.9
Fund Total:	15,866.6	37,728.9	0.0	37,728.9
Fund: 1310-A Tobacco Products Tax Fund				
Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	17,627.3	17,966.1	0.0	17,966.1
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	17,627.3	17,966.1	0.0	17,966.1
Fund Total:	17,627.3	17,966.1	0.0	17,966.1
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0

All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Proposition 204 - Capitation					
Fund:	2120-N	AHCCCS Fund			
Non-Appropriated					
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	1,805,357.1	2,761,135.9	116,276.1	2,877,412.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		1,805,357.1	2,761,135.9	116,276.1	2,877,412.0
Fund Total:		1,805,357.1	2,761,135.9	116,276.1	2,877,412.0
Fund:	2468-N	Arizona Tobacco Litigation Settlement Fund			
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	101,761.0	87,000.0	15,000.0	102,000.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Proposition 204 - Capitation				
Fund: 2468-N Arizona Tobacco Litigation Settlement Fund				
Non-Appropriated				
Non-Appropriated Total: 101,761.0 87,000.0 15,000.0 102,000.0				
Fund Total: 101,761.0 87,000.0 15,000.0 102,000.0				
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	1,462.8	1,931.9	632.8	2,564.7
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total: 1,462.8 1,931.9 632.8 2,564.7				
Fund Total: 1,462.8 1,931.9 632.8 2,564.7				
Fund: 2576-N Hospital Assessment				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0

All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: Proposition 204 - Capitation

Fund: 2576-N	Hospital Assessment				
Non-Appropriated					
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	163,873.2	199,350.4	23,949.9	223,300.3
7000	Other Operating Expenses	71.4	86.8	0.0	86.8
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.5	0.6	0.0	0.6
Non-Appropriated Total:		163,945.1	199,437.8	23,949.9	223,387.7

Fund Total: 163,945.1 199,437.8 23,949.9 223,387.7

Program Total For Selected Funds: 2,105,503.9 3,205,553.3 144,213.3 3,349,766.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	2,105,432.5	3,205,375.7

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
Expenditure Category Total	2,105,432.5	3,205,375.7
Appropriated		
1000-A General Fund (Appropriated)	(515.5)	100,262.5
1310-A Tobacco Products Tax Fund (Appropriated)	17,627.3	17,966.1
	17,111.8	118,228.6
Non-Appropriated		
1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriate	15,866.6	37,728.9
2120-N AHCCCS Fund (Non-Appropriated)	#####	2,761,135.9
2468-N Arizona Tobacco Litigation Settlement Fund (Non-Appropriat	101,761.0	87,000.0
2500-N IGA and ISA Fund (Non-Appropriated)	1,462.8	1,931.9
2576-N Hospital Assessment (Non-Appropriated)	163,873.2	199,350.4
	2,088,320.7	3,087,147.1
Fund Source Total	2,105,432.5	3,205,375.7

Other Operating Expenses		86.8
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	71.4	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	71.4	86.8
Non-Appropriated		
2576-N Hospital Assessment (Non-Appropriated)	71.4	86.8
Fund Source Total	71.4	86.8
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	90.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	0.0	90.8
Appropriated		
1000-A General Fund (Appropriated)	(0.5)	90.2
	(0.5)	90.2
Non-Appropriated		
2576-N Hospital Assessment (Non-Appropriated)	0.5	0.6
	0.5	0.6
Fund Source Total	0.0	90.8

Member Month Summary

QUARTER	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	ESA	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2012.3	98	29,145	295,777	99,631	16,910	282,352	-	723,914	321
2012.4	83	28,982	289,832	101,697	14,800	249,638	-	685,032	258
2013.1	89	29,146	285,135	103,766	13,136	225,488	-	656,760	267
2013.2	84	28,623	287,176	105,489	11,330	206,231	-	638,934	248
2013.3	87	27,312	286,812	107,208	10,169	195,833	-	627,421	245
2013.4	76	26,546	284,119	108,857	9,562	184,764	-	613,925	234
2014.1	85	24,326	278,953	109,819	9,347	387,542	-	810,072	268
2014.2	100	23,537	302,272	104,420	7,784	554,763	16,121	1,008,996	260
2014.3	120	22,986	324,929	106,193	7,537	678,263	18,034	1,158,062	446
2014.4	124	22,811	331,480	111,254	7,139	737,734	19,954	1,230,496	526
2015.1	112	20,700	328,245	115,993	7,869	758,505	20,572	1,251,995	526
2015.2	78	15,540	305,369	131,109	10,630	762,567	22,568	1,247,860	649
2015.3	26	9,187	220,645	136,656	10,661	774,437	24,126	1,175,738	755
2015.4	9	9,841	363,077	122,950	7,264	805,039	52,850	1,361,030	1,016
2016.1	3	8,703	376,729	123,929	6,293	820,692	52,613	1,388,962	1,075
2016.2	0	8,103	375,864	114,937	5,050	820,995	50,793	1,375,741	1,029
2016.3	2	8,389	382,373	107,714	4,254	824,346	50,585	1,377,663	1,097
2016.4	-	8,027	394,183	101,881	3,591	837,966	50,905	1,396,554	1,033
2017.1	-	7,511	394,311	90,057	3,248	841,709	49,192	1,386,028	985
2017.2	-	7,117	391,120	81,670	3,480	840,383	48,343	1,372,113	919
2017.3	-	6,786	388,226	129,607	4,703	837,281	56,383	1,422,986	1,061
2017.4	-	6,437	381,364	132,246	4,492	833,995	57,145	1,415,680	956
2018.1	-	5,763	361,546	132,918	4,368	814,001	57,489	1,376,085	918
2018.2	-	5,616	354,104	133,260	4,368	805,561	57,999	1,360,907	861
FORECAST DATA									
2018.3	-	5,449	357,962	134,430	4,146	811,653	58,340	1,371,981	881
2018.4	-	5,473	359,534	134,575	4,142	812,669	58,602	1,374,995	852
2019.1	-	5,476	359,729	134,548	4,142	813,686	58,864	1,376,444	792
2019.2	-	5,476	359,725	134,642	4,142	814,704	59,125	1,377,814	758
2019.3	-	5,481	360,031	134,764	4,142	815,723	59,387	1,379,528	870
2019.4	-	5,488	360,518	134,824	4,142	816,744	59,648	1,381,364	842
2020.1	-	5,492	360,763	134,808	4,142	817,766	59,910	1,382,881	782
2020.2	-	5,491	360,702	134,908	4,142	818,790	60,171	1,384,204	749

Growth Rate Summary

QUARTER	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	ESA	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2012.3	9.96%	-3.00%	-0.19%	2.07%	-8.59%	-15.02%		-6.57%	-4.75%
2012.4	-15.43%	-0.56%	-2.01%	2.07%	-12.48%	-11.59%		-5.37%	-19.63%
2013.1	7.05%	0.57%	-1.62%	2.04%	-11.24%	-9.67%		-4.13%	3.49%
2013.2	-5.66%	-1.79%	0.72%	1.66%	-13.74%	-8.54%		-2.71%	-7.12%
2013.3	4.17%	-4.58%	-0.13%	1.63%	-10.25%	-5.04%		-1.80%	-1.21%
2013.4	-12.89%	-2.80%	-0.94%	1.54%	-5.97%	-5.65%		-2.15%	-4.49%
2014.1	12.02%	-8.36%	-1.82%	0.88%	-2.25%	109.75%		31.95%	14.53%
2014.2	16.95%	-3.24%	8.36%	-4.92%	-16.73%	43.15%		24.56%	-2.99%
2014.3	20.51%	-2.34%	7.50%	1.70%	-3.17%	22.26%	11.87%	14.77%	71.54%
2014.4	3.46%	-0.76%	2.02%	4.77%	-5.28%	8.77%	10.65%	6.25%	17.94%
2015.1	-9.48%	-9.26%	-0.98%	4.26%	10.22%	2.82%	3.10%	1.75%	0.00%
2015.2	-30.61%	-24.93%	-6.97%	13.03%	35.10%	0.54%	9.71%	-0.33%	23.38%
2015.3	-66.67%	-40.88%	-27.74%	4.23%	0.29%	1.56%	6.90%	-5.78%	16.33%
2015.4	-65.38%	7.12%	64.55%	-10.03%	-31.86%	3.95%	119.06%	15.76%	34.57%
2016.1	-66.67%	-11.57%	3.76%	0.80%	-13.37%	1.94%	-0.45%	2.05%	5.81%
2016.2	-98.89%	-6.90%	-0.23%	-7.26%	-19.75%	0.04%	-3.46%	-0.95%	-4.28%
2016.3	6584.08%	3.53%	1.73%	-6.28%	-15.76%	0.41%	-0.41%	0.14%	6.61%
2016.4	-100.00%	-4.31%	3.09%	-5.42%	-15.59%	1.65%	0.63%	1.37%	-5.83%
2017.1		-6.43%	0.03%	-11.61%	-9.57%	0.45%	-3.37%	-0.75%	-4.65%
2017.2		-5.24%	-0.81%	-9.31%	7.14%	-0.16%	-1.73%	-1.00%	-6.70%
2017.3		-4.65%	-0.74%	58.70%	35.17%	-0.37%	16.63%	3.71%	15.45%
2017.4		-5.14%	-1.77%	2.04%	-4.49%	-0.39%	1.35%	-0.51%	-9.90%
2018.1		-10.48%	-5.20%	0.51%	-2.76%	-2.40%	0.60%	-2.80%	-3.97%
2018.2		-2.55%	-2.06%	0.26%	-0.01%	-1.04%	0.89%	-1.10%	-6.21%
FORECAST DATA									
2018.3		-2.97%	1.09%	0.88%	-5.06%	0.76%	0.59%	0.81%	2.32%
2018.4		0.44%	0.44%	0.11%	-0.11%	0.13%	0.45%	0.22%	-3.26%
2019.1		0.06%	0.05%	-0.02%	0.00%	0.13%	0.45%	0.11%	-7.10%
2019.2		0.00%	0.00%	0.07%	0.00%	0.13%	0.44%	0.10%	-4.20%
2019.3		0.09%	0.09%	0.09%	0.00%	0.13%	0.44%	0.12%	14.73%
2019.4		0.14%	0.14%	0.04%	0.00%	0.13%	0.44%	0.13%	-3.24%
2020.1		0.07%	0.07%	-0.01%	0.00%	0.13%	0.44%	0.11%	-7.11%
2020.2		-0.01%	-0.02%	0.07%	0.00%	0.13%	0.44%	0.10%	-4.21%

Year-to-Year Changes

STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	ESA	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2012-13	354	115,896	1,157,922	410,583	56,176	963,710	-	2,704,640	1,094
2013-14	348	101,722	1,152,156	430,304	36,862	1,322,902	16,121	3,060,414	1,007
2014-15	435	82,036	1,290,023	464,549	33,175	2,937,068	81,127	4,888,413	2,147
2015-16	38	35,835	1,336,314	498,472	29,268	3,221,163	180,382	5,301,472	3,875
2016-17	2	31,044	1,561,986	381,322	14,573	3,344,405	199,026	5,532,358	4,034
2017-18	-	24,602	1,485,240	528,030	17,931	3,290,838	229,016	5,575,657	3,796
FORECAST DATA									
2018-19	-	21,874	1,436,949	538,196	16,572	3,252,711	234,931	5,501,233	3,283
2019-20	-	21,953	1,442,014	539,303	16,567	3,269,024	239,116	5,527,977	3,243

STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	ESA	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2012-13	-2.73%	-7.89%	-4.26%	4.19%	-30.62%	-46.64%		-25.22%	-41.84%
2013-14	-1.58%	-12.23%	-0.50%	4.80%	-34.38%	37.27%		13.15%	-7.95%
2014-15	24.87%	-19.35%	11.97%	7.96%	-10.00%	122.02%	403.25%	59.73%	113.21%
2015-16	-91.25%	-56.32%	3.59%	7.30%	-11.78%	9.67%	122.34%	8.45%	80.48%
2016-17	-94.15%	-13.37%	16.89%	-23.50%	-50.21%	3.83%	10.34%	4.36%	4.10%
2017-18	-100.00%	-20.75%	-4.91%	38.47%	23.04%	-1.60%	15.07%	0.78%	-5.90%
FORECAST DATA									
2018-19		-11.09%	-3.25%	1.93%	-7.58%	-1.16%	2.58%	-1.33%	-13.51%
2019-20		0.36%	0.35%	0.21%	-0.03%	0.50%	1.78%	0.49%	-1.21%

TANF Proposition 204

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL	FORECAST		FORECAST				
2012.3	340,473		-0.38%					
2012.4	334,400		-1.78%					
2013.1	330,190		-1.26%			1,336,962	-4.17%	-2.94%
2013.2	331,899		0.52%					SFY 12-13
2013.3	330,253		-0.50%					
2013.4	326,819		-1.04%					
2014.1	319,552		-2.22%					
2014.2	341,762		6.95%			1,318,386	-1.39%	5.54%
2014.3	364,682		6.71%					SFY 13-14
2014.4	371,479		1.86%					
2015.1	366,867		-1.24%					
2015.2	338,736		-7.67%			1,441,764	9.36%	-12.33%
2015.3	243,162		-28.21%					SFY 14-15
2015.4	394,431		62.21%					
2016.1	407,815		3.39%					
2016.2	406,305		-0.37%			1,451,714	0.69%	32.75%
2016.3	413,486		1.77%					SFY 15-16
2016.4	426,078		3.05%					
2017.1	426,385		0.07%			1,688,854	16.34%	3.87%
2017.2	422,906		-0.82%					SFY 16-17
2017.3	419,593		-0.78%					
2017.4	412,584		-1.67%					
2018.1	391,840		-5.03%					
2018.2	384,128		-1.97%			1,608,145	-4.78%	-8.89%
2018.3		388,108	1.04%					SFY 17-18
2018.4		389,592	0.38%					
2019.1		389,804	0.05%					
2019.2		389,800	0.00%			1,557,304	-3.16%	1.33%
2019.3		390,131	0.09%					SFY 18-19
2019.4		390,659	0.14%					
2020.1		390,924	0.07%			1,562,571	0.34%	0.31%
2020.2		390,858	-0.02%					SFY 19-20

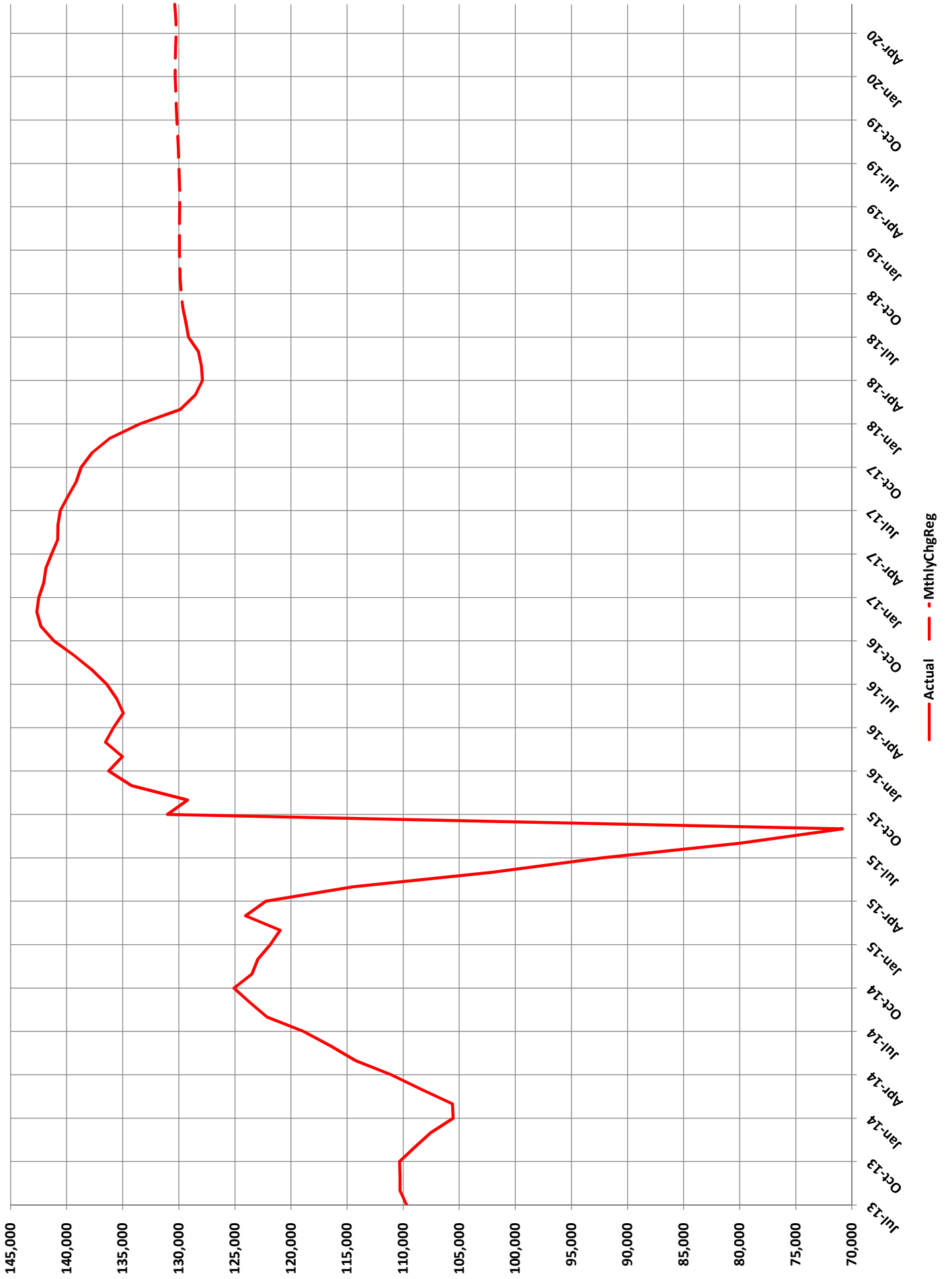
Notes:

(1) Data are obtained from PMMIS.

(2) Forecast is based on 120-month regression of monthly changes in underlying data.

Adj. R Squared: 0.8452
Standard Error: 830.09

TANF Proposition 204



SSI W/Medicare Proposition 204

	ENROLLMENT		PERCENT		ENROLLMENT		SFY	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	QTR. GROWTH	QTR. GROWTH	FORECAST	FORECAST	TOTAL		GROWTH %	GROWTH %	GROWTH %	GROWTH %
2012.3	83,521		2.26%								
2012.4	85,542		2.42%								
2013.1	87,331		2.09%								
2013.2	88,873		1.77%			345,267	4.03%	9.43%		SFY 12-13	
2013.3	90,590		1.93%								
2013.4	92,210		1.79%								
2014.1	93,078		0.94%								
2014.2	88,098		-5.35%			363,976	5.42%	-0.75%		SFY 13-14	
2014.3	89,116		1.16%								
2014.4	93,746		5.19%								
2015.1	97,784		4.31%								
2015.2	113,044		15.61%			393,689	8.16%	35.99%		SFY 14-15	
2015.3	123,165		8.95%								
2015.4	101,278		-17.77%								
2016.1	101,393		0.11%								
2016.2	92,453		-8.82%			418,288	6.25%	-26.36%		SFY 15-16	
2016.3	84,841		-8.23%								
2016.4	77,867		-8.22%								
2017.1	65,359		-16.06%								
2017.2	56,880		-12.97%			284,947	-31.88%	-30.46%		SFY 16-17	
2017.3	104,900		84.42%								
2017.4	107,345		2.33%								
2018.1	108,259		0.85%								
2018.2	108,734		0.44%			429,238	50.64%	76.20%		SFY 17-18	
2018.3			0.94%		109,752						
2018.4			0.09%		109,854						
2019.1			-0.04%		109,813						
2019.2			0.09%		109,907		439,325	2.35%	0.78%	SFY 18-19	
2019.3			0.09%		110,008						
2019.4			0.02%		110,034						
2020.1			-0.03%		110,001						
2020.2			0.09%		110,105		440,148	0.19%	0.18%	SFY 19-20	

Notes:

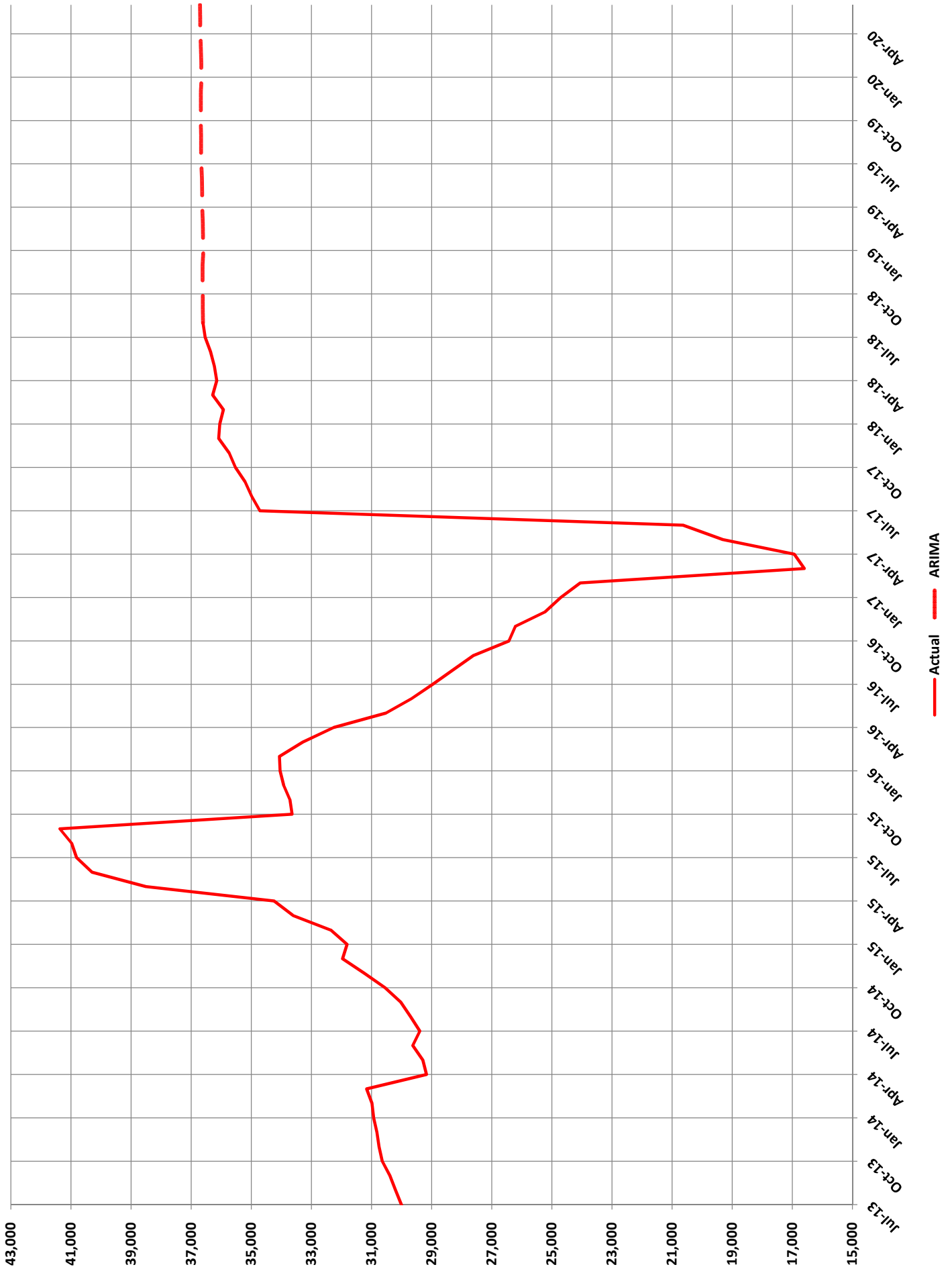
(1) Data are obtained from PMMIS.

(2) Forecast is based on an ARIMA model, holding the Without Medicare population constant.

Adj. R Squared: 0.2022

Standard Error: 2168.36

SSI W/Medicare Proposition 204



SSI WO/Medicare Proposition 204

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	16,892		-8.59%					
2012.4	14,775		-12.53%					
2013.1	13,113		-11.25%					
2013.2	11,306		-13.77%			56,087	-30.67%	-40.06%
2013.3	10,147		-10.26%					SFY 12-13
2013.4	9,536		-6.02%					
2014.1	9,324		-2.21%					
2014.2	7,761		-16.76%			36,768	-34.44%	-29.26%
2014.3	7,514		-3.19%					SFY 13-14
2014.4	7,115		-5.31%					
2015.1	7,847		10.28%					
2015.2	10,607		35.17%			33,082	-10.02%	45.62%
2015.3	10,638		0.29%					SFY 14-15
2015.4	7,251		-31.84%					
2016.1	6,288		-13.29%					
2016.2	5,044		-19.78%			29,221	-11.67%	-57.07%
2016.3	4,243		-15.87%					SFY 15-16
2016.4	3,579		-15.65%					
2017.1	3,236		-9.60%					
2017.2	3,473		7.32%			14,531	-50.27%	-25.48%
2017.3	4,700		35.35%					SFY 16-17
2017.4	4,489		-4.50%					
2018.1	4,367		-2.72%					
2018.2	4,361		-0.15%			17,917	23.30%	21.25%
2018.3			-4.56%	4,162				SFY 17-18
2018.4			-0.63%	4,136				
2019.1			0.00%	4,136				
2019.2			0.00%	4,136		16,569	-7.52%	-4.78%
2019.3			0.00%	4,136				SFY 18-19
2019.4			0.00%	4,136				
2020.1			0.00%	4,136				
2020.2			0.00%	4,136		16,543	-0.16%	0.00%
								SFY 19-20

Notes:

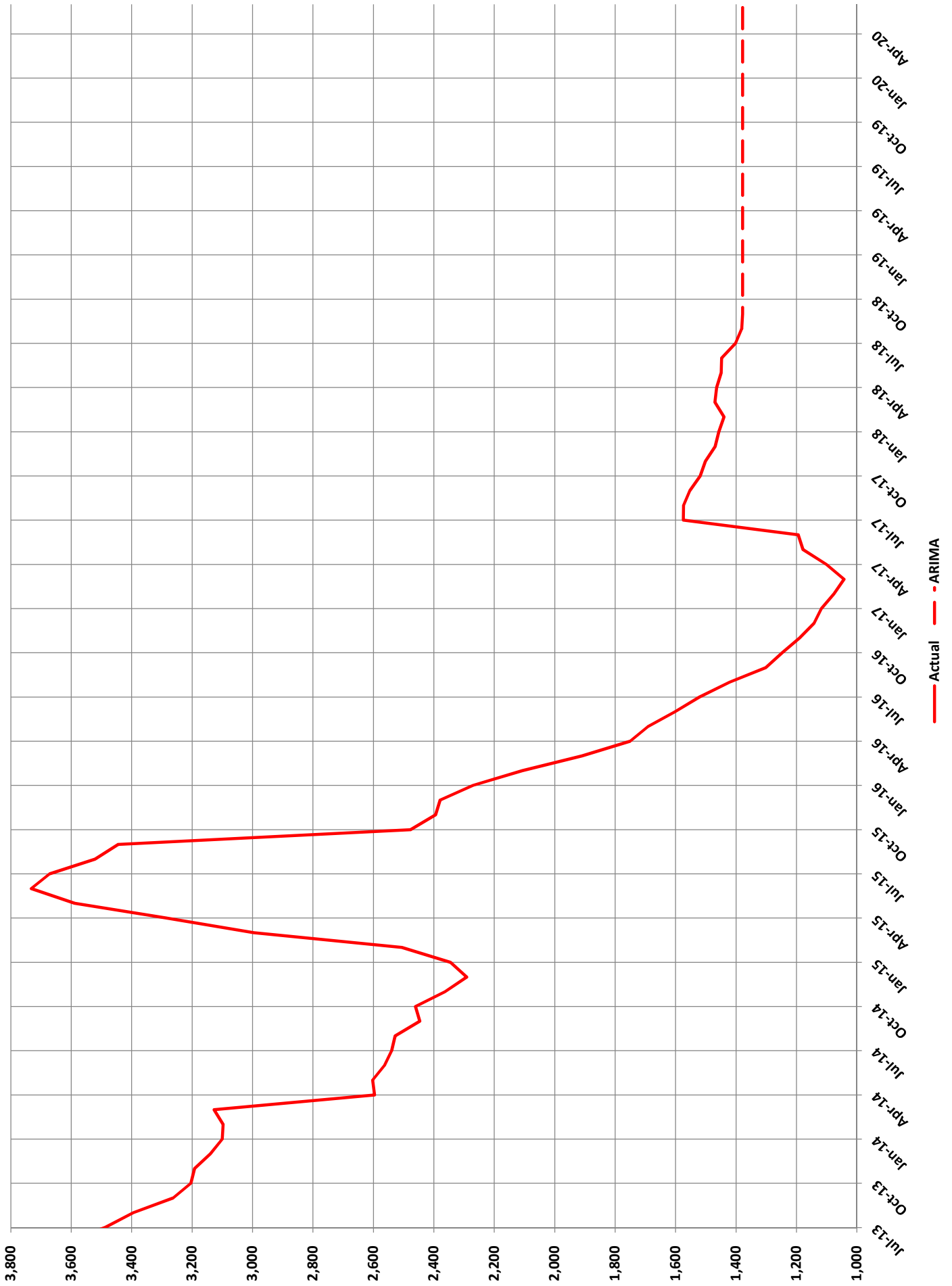
(1) Data are obtained from PMMIS.

(2) Forecast is based on an ARIMA model, holding the Without Medicare population constant.

Adj. R Squared: -0.0678

Standard Error: 43.24

SSI WO/Medicare Proposition 204



Expansion State Adults

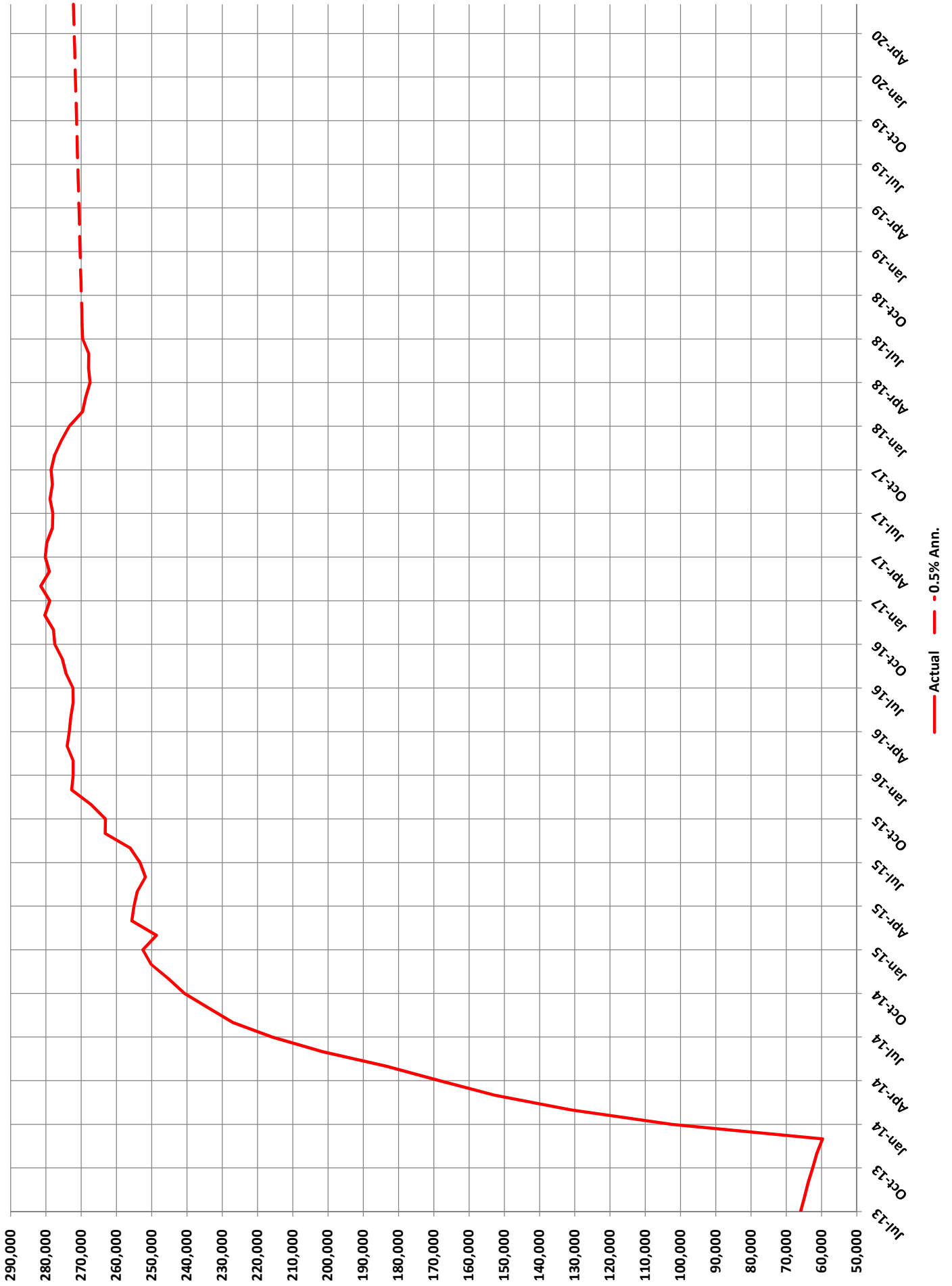
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL	FORECAST		FORECAST	FORECAST			
2012.3	280,965		-15.06%					
2012.4	248,317		-11.62%					
2013.1	224,239		-9.70%			958,544	-46.74%	-35.35%
2013.2	205,022		-8.57%					SFY 12-13
2013.3	194,646		-5.06%					
2013.4	183,624		-5.66%					
2014.1	386,198		110.32%			1,317,791	37.48%	200.16%
2014.2	553,323		43.27%					SFY 13-14
2014.3	676,718		22.30%					
2014.4	736,046		8.77%					
2015.1	756,799		2.82%					
2015.2	760,930		0.55%			2,930,493	122.38%	24.93%
2015.3	772,681		1.54%					SFY 14-15
2015.4	803,103		3.94%					
2016.1	818,586		1.93%			3,213,050	9.64%	8.14%
2016.2	818,680		0.01%					SFY 15-16
2016.3	821,988		0.40%					
2016.4	835,622		1.66%					
2017.1	839,406		0.45%					
2017.2	838,112		-0.15%			3,335,128	3.80%	2.15%
2017.3	835,042		-0.37%					SFY 16-17
2017.4	831,788		-0.39%					
2018.1	811,815		-2.40%					
2018.2	803,313		-1.05%			3,281,959	-1.59%	-3.70%
2018.3		809,152	0.73%					SFY 17-18
2018.4		810,239	0.13%					
2019.1		811,250	0.12%					
2019.2		812,262	0.12%			3,242,902	-1.19%	1.12%
2019.3		813,275	0.12%					SFY 18-19
2019.4		814,290	0.12%					
2020.1		815,306	0.12%					
2020.2		816,323	0.12%			3,259,194	0.50%	0.50%

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast uses 0.5% annual growth assumption.

Adj. R Squared: 0.1325
Standard Error: 1995.67

Expansion State Adults



Behavioral Health - SMI Integrated

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2014.3	52,968		4.31%					
2014.4	55,352		4.50%					
2015.1	56,546		2.16%					
2015.2	57,094		0.97%			221,960	337.10%	13.33%
2015.3	58,503		2.47%					SFY 14-15
2015.4	116,659		99.41%					
2016.1	116,181		-0.41%					
2016.2	115,253		-0.80%			406,597	83.18%	100.92%
2016.3	116,272		0.88%					SFY 15-16
2016.4	117,976		1.47%					
2017.1	118,795		0.69%					
2017.2	120,345		1.30%					
2017.3	121,247		0.75%			473,387	16.43%	4.46%
2017.4	122,139		0.74%					SFY 16-17
2018.1	122,737		0.49%					
2018.2	123,113		0.31%			489,236	3.35%	2.11%
2018.3			0.50%	123,725				SFY 17-18
2018.4			0.39%	124,203				
2019.1			0.45%	124,757				
2019.2			0.44%	125,311		497,996	1.79%	1.83%
2019.3			0.44%	125,866				SFY 18-19
2019.4			0.44%	126,420				
2020.1			0.44%	126,974				
2020.2			0.44%	127,529		506,789	1.77%	1.77%

Notes:

(1) Data are obtained from PMMIS.

(2) Forecast is based on 12-month linear regression

Adj. R Squared: 0.9700

Standard Error: 112.81

Behavioral Health - SMI Integrated



Births - Proposition 204

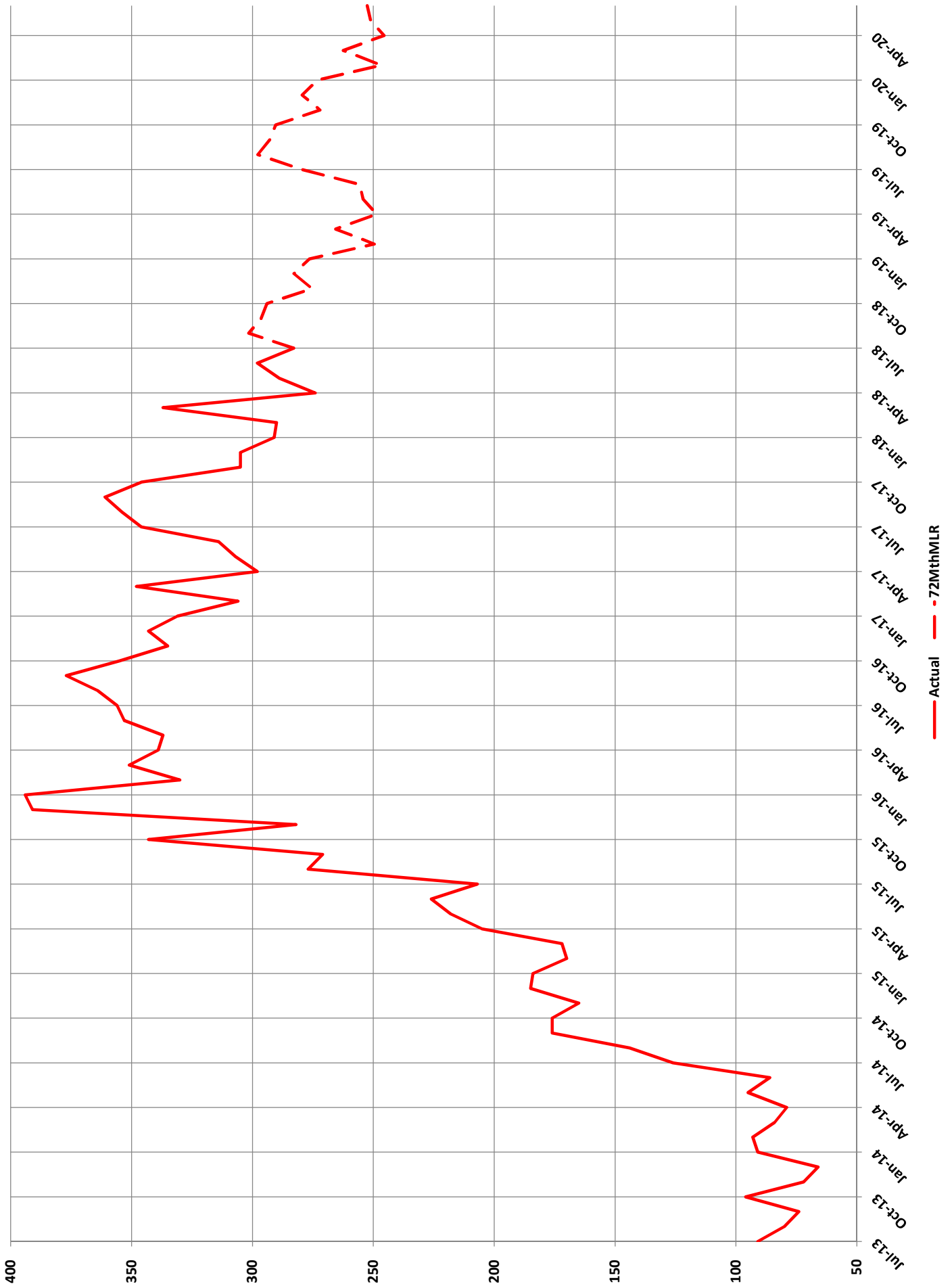
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL	FORECAST		FORECAST	GROWTH %			
2012.3	321		-4.75%					
2012.4	258		-19.63%					
2013.1	267		3.49%			1,094	-41.84%	SFY 12-13
2013.2	248		-7.12%					
2013.3	245		-1.21%					
2013.4	234		-4.49%					
2014.1	268		14.53%			1,007	-7.95%	SFY 13-14
2014.2	260		-2.99%					
2014.3	446		71.54%					
2014.4	526		17.94%					
2015.1	526		0.00%					
2015.2	649		23.38%			2,147	113.21%	SFY 14-15
2015.3	755		16.33%					
2015.4	1,016		34.57%					
2016.1	1,075		5.81%			3,875	80.48%	SFY 15-16
2016.2	1,029		-4.28%					
2016.3	1,097		6.61%					
2016.4	1,033		-5.83%					
2017.1	985		-4.65%			4,034	4.10%	SFY 16-17
2017.2	919		-6.70%					
2017.3	1,061		15.45%					
2017.4	956		-9.90%					
2018.1	918		-3.97%			3,796	-5.90%	SFY 17-18
2018.2	861		-6.21%					
2018.3		881	2.32%					
2018.4		852	-3.26%					
2019.1		792	-7.10%			3,283	-13.51%	SFY 18-19
2019.2		758	-4.20%					
2019.3		870	14.73%					
2019.4		842	-3.24%					
2020.1		782	-7.11%			3,243	-1.21%	SFY 19-20
2020.2		749	-4.21%					

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast uses 72-Month Regression against birth rate and seasonal components

Adj. R Squared: 0.2825
 Standard Error: 25.72

Births - Proposition 204



Children's Rehabilitative Services

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	74,425		0.34%					
2012.4	74,776		0.47%					
2013.1	75,309		0.71%			300,294	1.53%	2.51%
2013.2	75,784		0.63%					SFY 12-13
2013.3	75,794		0.01%					
2013.4	73,659		-2.82%					
2014.1	72,626		-1.40%					
2014.2	73,139		0.71%			295,218	-1.69%	-3.32%
2014.3	74,032		1.22%					SFY 13-14
2014.4	74,014		-0.02%					
2015.1	73,405		-0.82%					
2015.2	73,618		0.29%			295,069	-0.05%	0.60%
2015.3	74,707		1.48%					SFY 14-15
2015.4	75,238		0.71%					
2016.1	75,003		-0.31%					
2016.2	74,738		-0.35%			299,687	1.57%	1.03%
2016.3	74,704		-0.05%					SFY 15-16
2016.4	74,820		0.15%					
2017.1	74,845		0.03%					
2017.2	74,391		-0.61%			298,760	-0.31%	-0.55%
2017.3	73,784		-0.82%					SFY 16-17
2017.4	73,234		-0.74%					
2018.1	72,024		-1.65%					
2018.2	71,484		-0.75%			290,526	-2.76%	-3.75%
2018.3			0.48%	71,825				SFY 17-18
2018.4			0.39%	72,107				
2019.1			0.25%	72,287				
2019.2			0.25%	72,467		288,686	-0.63%	1.46%
2019.3			0.25%	72,647				SFY 18-19
2019.4			0.25%	72,828				
2020.1			0.25%	73,010				
2020.2			0.25%	73,192		291,677	1.04%	1.00%
								SFY 19-20

Notes:

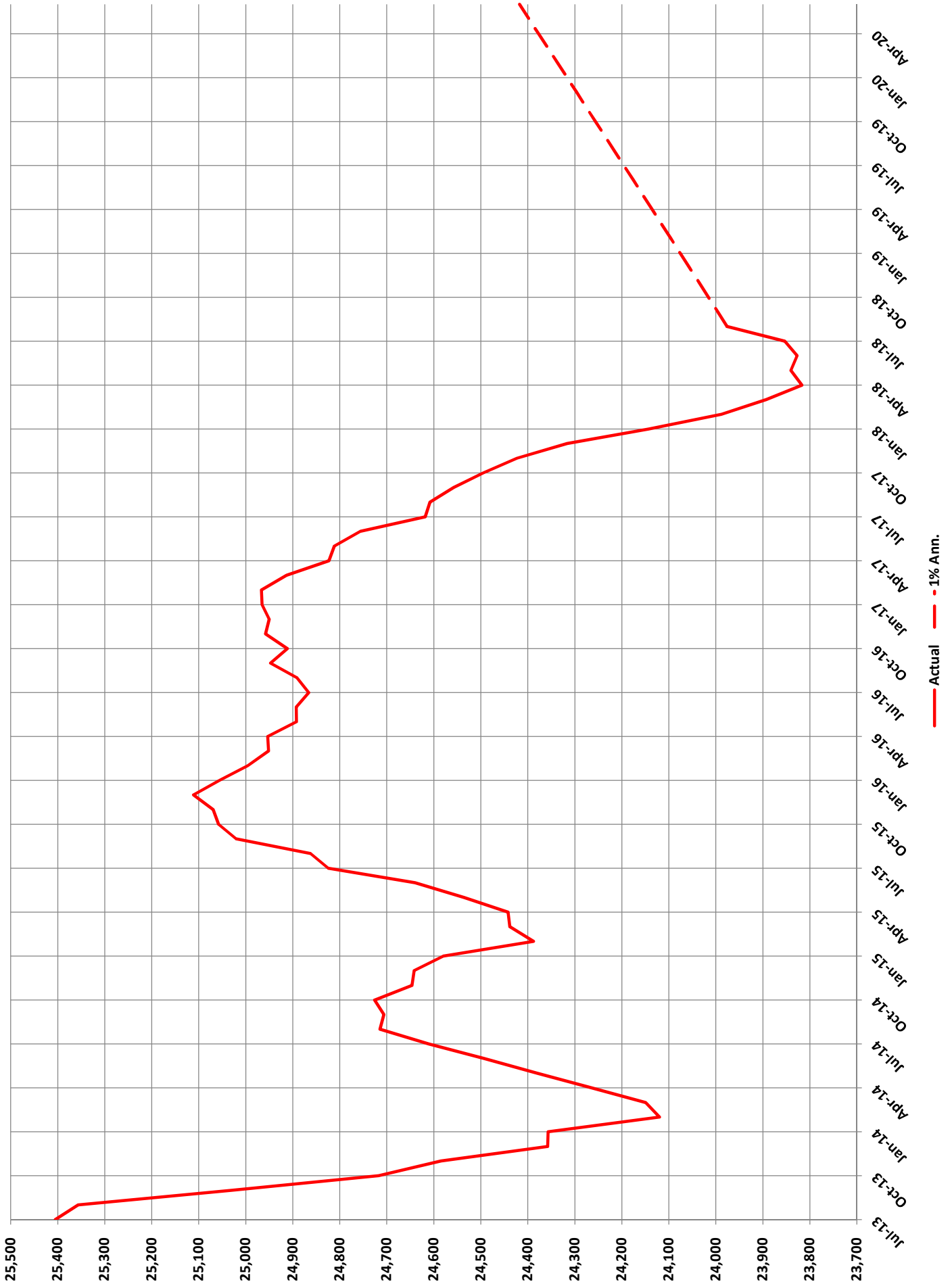
(1) Data are obtained from PMMIS.

(2) Forecast assumes 1% annual growth.

Adj. R Squared: 0.8144

Standard Error: 232.30

Children's Rehabilitative Services



Proposition 204 - Age 1-20

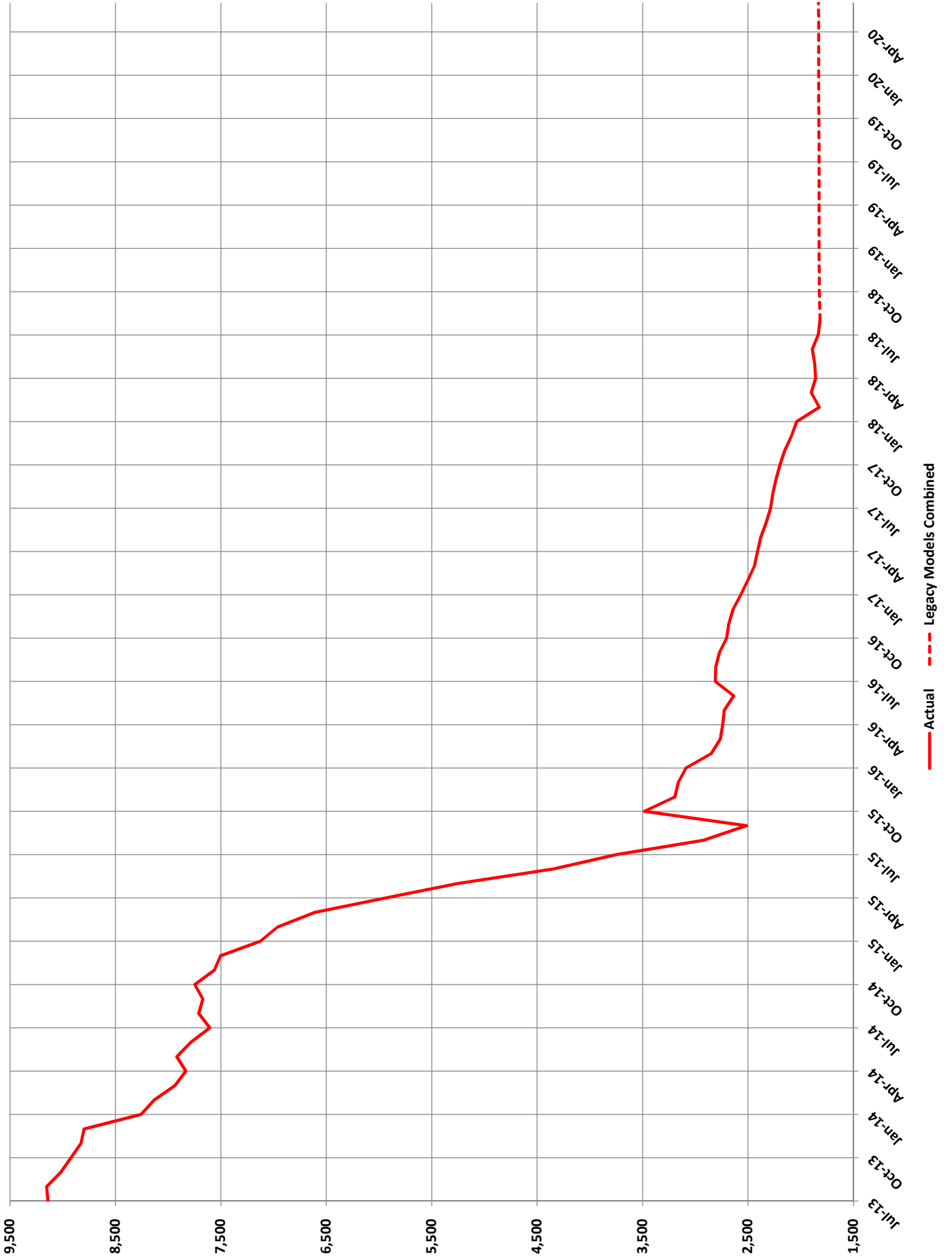
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	29,145		-3.00%					
2012.4	28,982		-0.56%					
2013.1	29,146		0.57%			115,896	-7.89%	SFY 12-13
2013.2	28,623		-1.79%					
2013.3	27,312		-4.58%					
2013.4	26,546		-2.80%					
2014.1	24,326		-8.36%					
2014.2	23,537		-3.24%			101,722	-12.23%	SFY 13-14
2014.3	22,986		-2.34%					
2014.4	22,811		-0.76%					
2015.1	20,700		-9.26%					
2015.2	15,540		-24.93%			82,036	-19.35%	SFY 14-15
2015.3	9,187		-40.88%					
2015.4	9,841		7.12%					
2016.1	8,703		-11.57%					
2016.2	8,103		-6.90%			35,835	-56.32%	SFY 15-16
2016.3	8,389		3.53%					
2016.4	8,027		-4.31%					
2017.1	7,511		-6.43%			31,044	-13.37%	SFY 16-17
2017.2	7,117		-5.24%					
2017.3	6,786		-4.65%					
2017.4	6,437		-5.14%					
2018.1	5,763		-10.48%			24,602	-20.75%	SFY 17-18
2018.2	5,616		-2.55%					
2018.3		5,474	-2.53%					
2018.4		5,473	-0.01%					
2019.1		5,476	0.06%			21,898	-10.99%	SFY 18-19
2019.2		5,476	0.00%					
2019.3		5,481	0.09%					
2019.4		5,488	0.14%					
2020.1		5,492	0.07%			21,953	0.25%	SFY 19-20
2020.2		5,491	-0.01%					

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.0283
 Standard Error: 138.70

Proposition 204 - Age 1-20



Proposition 204 - Age 21+

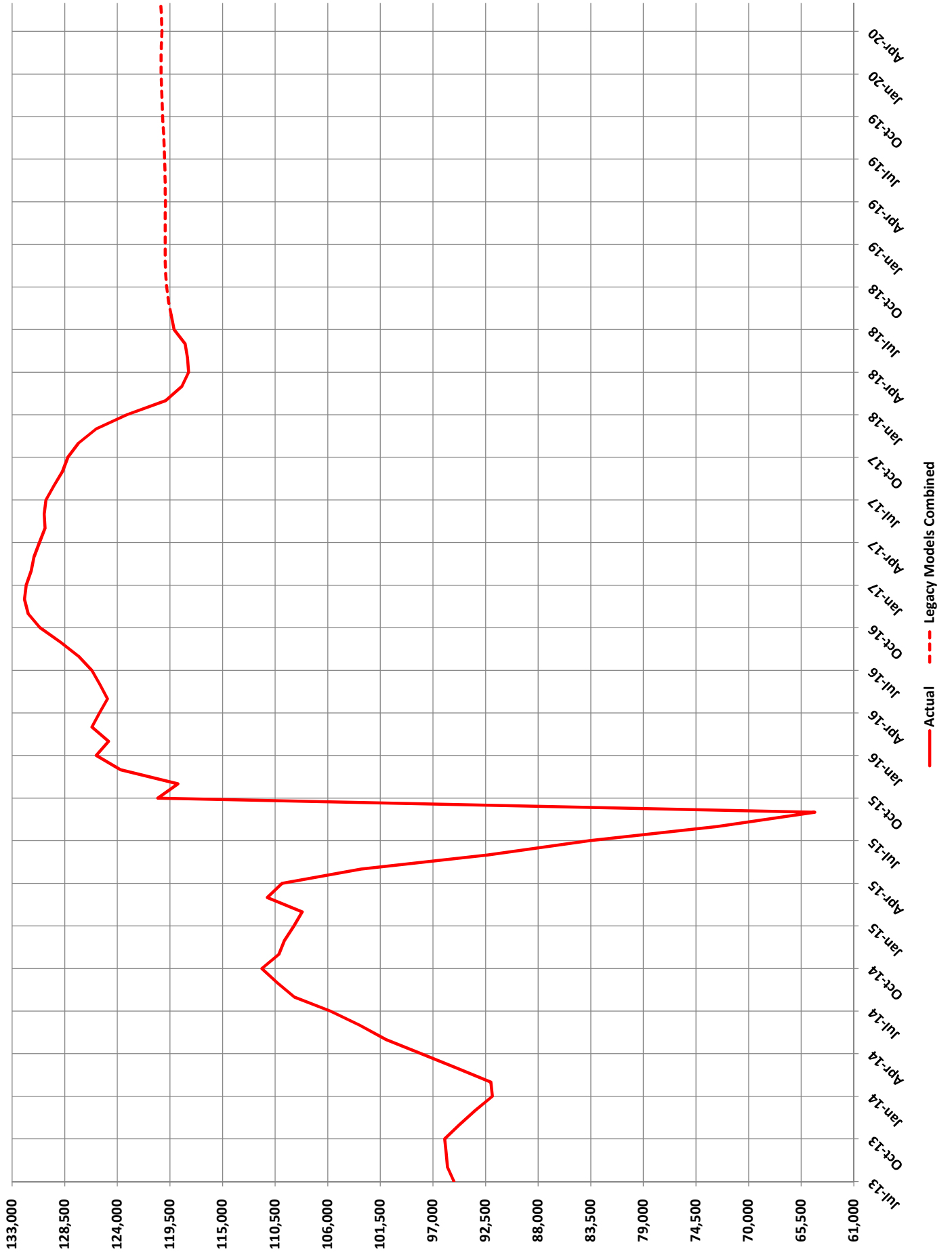
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	295,777		-0.19%					
2012.4	289,832		-2.01%					
2013.1	285,135		-1.62%			1,157,922	-4.26%	-3.01% SFY 12-13
2013.2	287,176		0.72%					
2013.3	286,812		-0.13%					
2013.4	284,119		-0.94%					
2014.1	278,953		-1.82%					
2014.2	302,272		8.36%			1,152,156	-0.50%	7.78% SFY 13-14
2014.3	324,929		7.50%					
2014.4	331,480		2.02%					
2015.1	328,245		-0.98%					
2015.2	305,369		-6.97%			1,290,023	11.97%	-10.60% SFY 14-15
2015.3	220,645		-27.74%					
2015.4	363,077		64.55%					
2016.1	376,729		3.76%					
2016.2	375,864		-0.23%			1,336,314	3.59%	35.94% SFY 15-16
2016.3	382,373		1.73%					
2016.4	394,183		3.09%					
2017.1	394,311		0.03%					
2017.2	391,120		-0.81%			1,561,986	16.89%	3.80% SFY 16-17
2017.3	388,226		-0.74%					
2017.4	381,364		-1.77%					
2018.1	361,546		-5.20%					
2018.2	354,104		-2.06%			1,485,240	-4.91%	-9.25% SFY 17-18
2018.3		358,139	1.14%					
2018.4		359,534	0.39%					
2019.1		359,729	0.05%					
2019.2		359,725	0.00%			1,437,127	-3.24%	1.46% SFY 18-19
2019.3		360,031	0.09%					
2019.4		360,518	0.14%					
2020.1		360,763	0.07%					
2020.2		360,702	-0.02%			1,442,014	0.34%	0.31% SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.8326
 Standard Error: 870.32

Proposition 204 - Age 21+



Proposition 204 - Dual Eligible

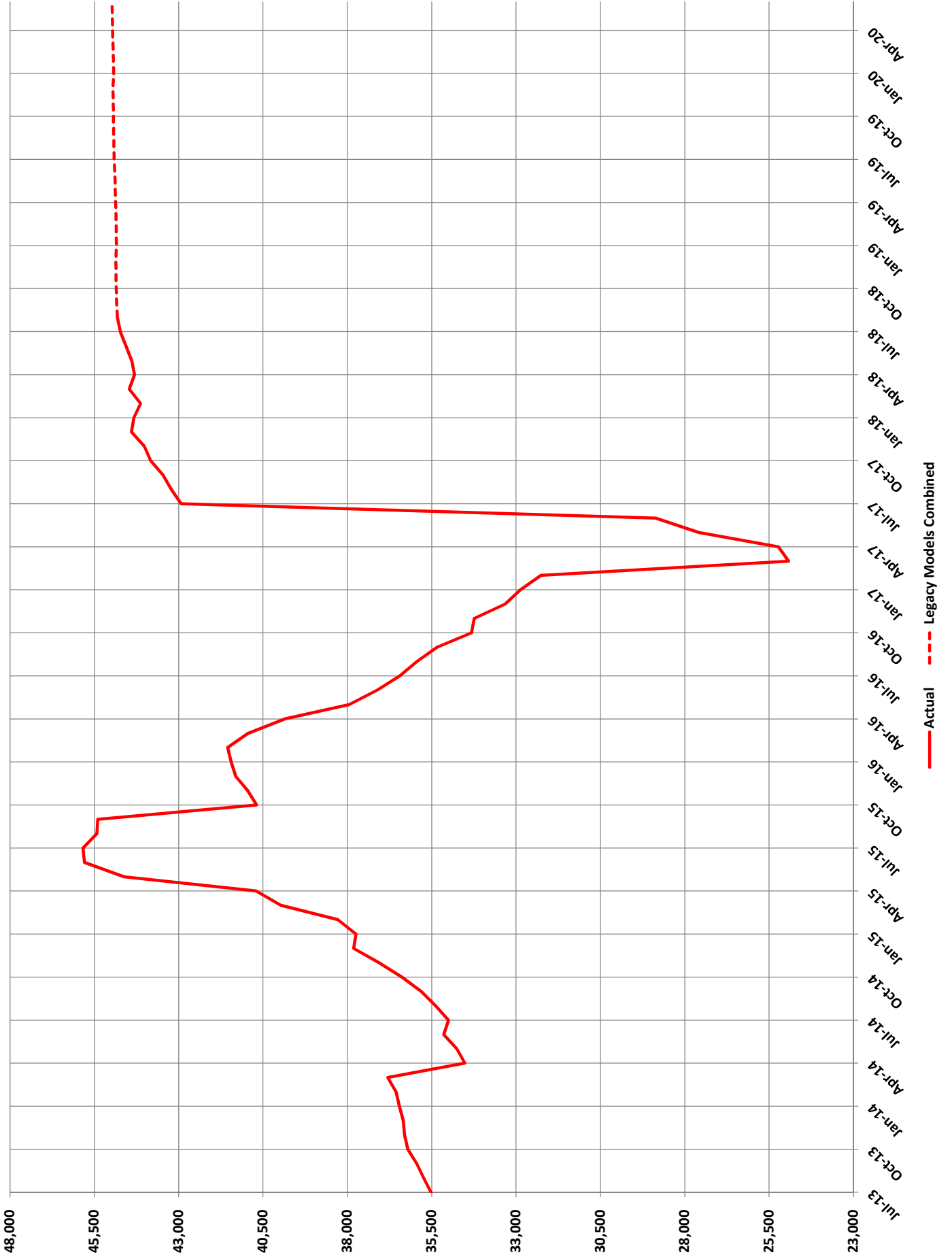
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL	FORECAST		FORECAST	GROWTH %			
2012.3	99,631		2.07%					
2012.4	101,697		2.07%					
2013.1	103,766		2.04%			410,583	4.19%	8.47% SFY 12-13
2013.2	105,489		1.66%					
2013.3	107,208		1.63%					
2013.4	108,857		1.54%					
2014.1	109,819		0.88%					
2014.2	104,420		-4.92%			430,304	4.80%	-0.56% SFY 13-14
2014.3	106,193		1.70%					
2014.4	111,254		4.77%					
2015.1	115,993		4.26%					
2015.2	131,109		13.03%			464,549	7.96%	30.30% SFY 14-15
2015.3	136,656		4.23%					
2015.4	122,950		-10.03%					
2016.1	123,929		0.80%					
2016.2	114,937		-7.26%			498,472	7.30%	-18.93% SFY 15-16
2016.3	107,714		-6.28%					
2016.4	101,881		-5.42%					
2017.1	90,057		-11.61%			381,322	-23.50%	-22.26% SFY 16-17
2017.2	81,670		-9.31%					
2017.3	129,607		58.70%					
2017.4	132,246		2.04%					
2018.1	132,918		0.51%			528,030	38.47%	54.39% SFY 17-18
2018.2	133,260		0.26%					
2018.3		134,380	0.84%					
2018.4		134,575	0.15%					
2019.1		134,548	-0.02%			538,145	1.92%	0.74% SFY 18-19
2019.2		134,642	0.07%					
2019.3		134,764	0.09%					
2019.4		134,824	0.04%					
2020.1		134,808	-0.01%			539,303	0.22%	0.20% SFY 19-20
2020.2		134,908	0.07%					

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: 0.0126
 Standard Error: 2389.71

Proposition 204 - Dual Eligible



Proposition 204 - SSI W/O

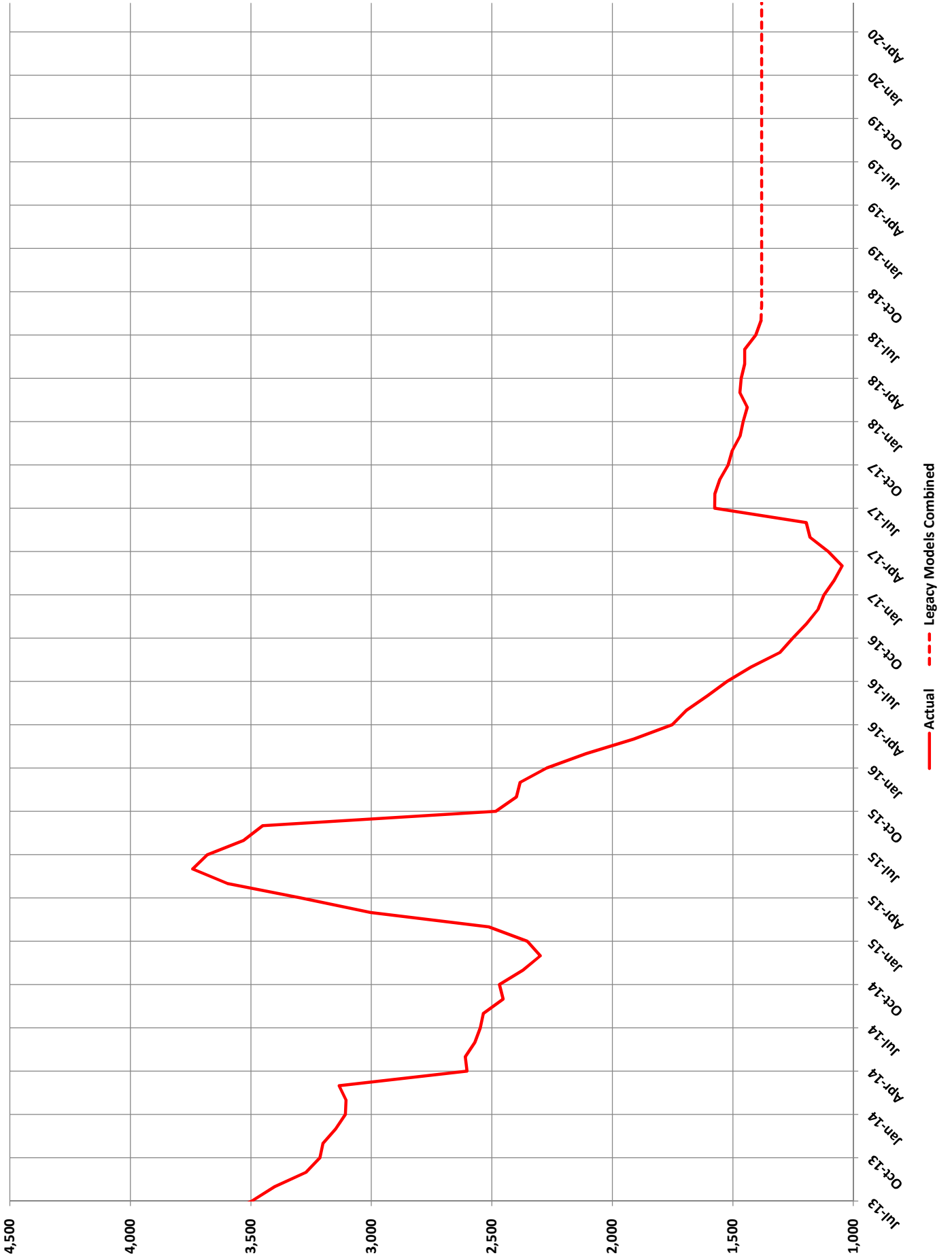
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	16,910		-8.59%					
2012.4	14,800		-12.48%					
2013.1	13,136		-11.24%			56,176	-30.62%	SFY 12-13
2013.2	11,330		-13.74%					
2013.3	10,169		-10.25%					
2013.4	9,562		-5.97%					
2014.1	9,347		-2.25%					
2014.2	7,784		-16.73%			36,862	-34.38%	SFY 13-14
2014.3	7,537		-3.17%					
2014.4	7,139		-5.28%					
2015.1	7,869		10.22%					
2015.2	10,630		35.10%			33,175	-10.00%	SFY 14-15
2015.3	10,661		0.29%					
2015.4	7,264		-31.86%					
2016.1	6,293		-13.37%					
2016.2	5,050		-19.75%			29,268	-11.78%	SFY 15-16
2016.3	4,254		-15.76%					
2016.4	3,591		-15.59%					
2017.1	3,248		-9.57%			14,573	-50.21%	SFY 16-17
2017.2	3,480		7.14%					
2017.3	4,703		35.17%					
2017.4	4,492		-4.49%					
2018.1	4,368		-2.76%			17,931	23.04%	SFY 17-18
2018.2	4,368		-0.01%					
2018.3			-4.55%	4,169				
2018.4			-0.65%	4,142				
2019.1			0.00%	4,142		16,594	-7.46%	SFY 18-19
2019.2			0.00%	4,142				
2019.3			0.00%	4,142				
2019.4			0.00%	4,142				
2020.1			0.00%	4,142				
2020.2			0.00%	4,142		16,567	-0.16%	SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast is based on the combination of models for legacy risk pools.

Adj. R Squared: -0.1269
 Standard Error: 45.30

Proposition 204 - SSI W/O



PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

FISCAL YEAR 2020
BUDGET JUSTIFICATION



PROPOSITION 204 FEE-FOR-SERVICE

PROGRAM DESCRIPTION/BACKGROUND

The distinct populations/programs, outlined and described below, combine to make up the Proposition 204 Fee-For-Service program within the Proposition 204 Services appropriation.

Indian Health Services (IHS)

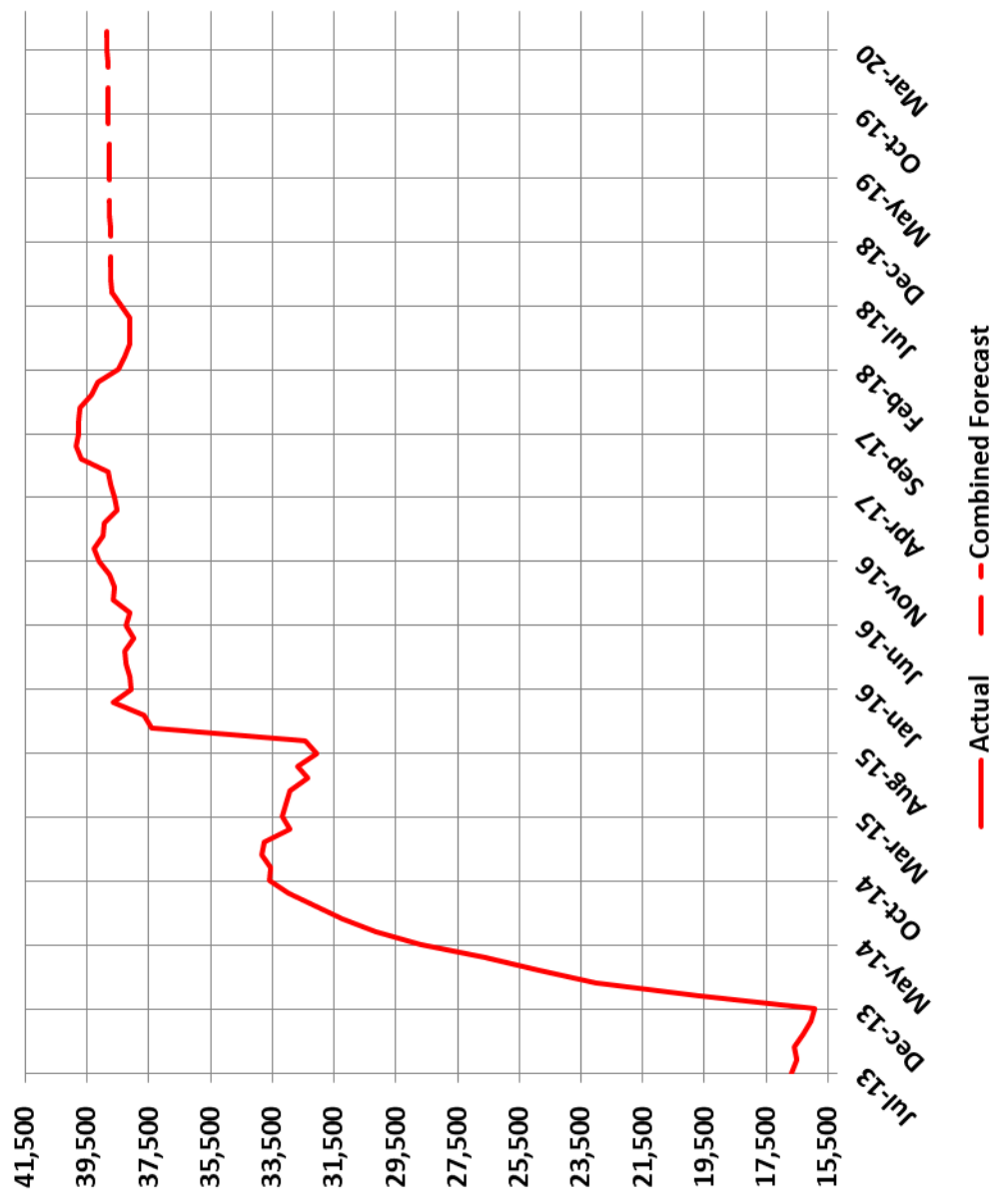
Under the provision of its approved medical assistance plan, AHCCCS is responsible for paying for the cost of services provided to Native Americans who are Title XIX eligible.

Native American recipients have a choice of either enrolling with the American Indian Health Program (AIHP) or an AHCCCS health plan. AHCCCS pays claims for Native Americans who select the AIHP as their health plan on a fee-for-service basis. AHCCCS also pays claims on a fee-for-service basis for Native Americans enrolled with an MCO if they receive services at an IHS and/or 638 facility.

With the implementation of the Patient Protection and Affordable Care Act (ACA) on January 1, 2014, the AHCCCS Care population (renamed Expansion State Adults or ESA following ACA implementation) was restored up to 100% FPL and enrollment increased dramatically. The forecast is based on the estimates contained in the Proposition 204 regular member month forecasts. Both IHS Facilities and Non-Facilities utilize the same enrollment forecast for budget development.

Fiscal Year	Enrollment	% Change
SFY 2017 Actual	465,273	5.77%
SFY 2018 Actual	468,399	0.67%
SFY 2019 Estimate	464,679	-0.79%
SFY 2020 Estimate	465,933	0.27%

AIHP - Proposition 204





FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

The Indian Health Services, an agency of the U.S. Department of Health and Human Services, publishes rates in the Federal Register annually on a calendar year basis. The IHS rates are used to calculate the IHS Facility expenditure forecast. The inpatient/outpatient IHS rate changes for CY2018 were 10.09% and 9.21%, respectively. The most recent three year average inpatient/outpatient rate changes of 9.75% and 6.87%, respectively, were used for CY2019 and CY2020 budget calculations. The inflation rates are applied every January. Inpatient/Outpatient weights were computed separately for each program (as shown in the table below) and used to develop a weighted inflation factor.

		Historical AHP Payment Rates				Average Inflation % +/-	AHP Facility			
		2013	2014	2015	2016		OP/IP	Program	Weights	Weighted Inflation Factor
Outpatient/Inpatient	Outpatient Rate	\$ 330.00	\$ 342.00			3.64%	OP	Traditional	74.25%	5.10%
	Inpatient Rate	\$ 2,272.00	\$ 2,413.00			6.21%	IP	Traditional	25.75%	2.51%
							Total	Traditional	100.00%	7.61%
Outpatient Rate	Outpatient Rate	\$ 342.00	\$ 350.00			2.34%	OP	Proposition 204	76.49%	5.25%
	Inpatient Rate	\$ 2,413.00	\$ 2,443.00			1.24%	IP	Proposition 204	23.51%	2.29%
							Total	Proposition 204	100.00%	7.54%
Outpatient Rate	Outpatient Rate	\$ 350.00	\$ 368.00			5.14%	OP	Newly Eligible Children	89.12%	6.12%
	Inpatient Rate	\$ 2,443.00	\$ 2,655.00			8.68%	IP	Newly Eligible Children	10.88%	1.06%
							Total	Newly Eligible Children	100.00%	7.18%
Outpatient Rate	Outpatient Rate	\$ 368.00	\$ 391.00			6.25%	OP	Newly Eligible Adults	81.43%	5.59%
	Inpatient Rate	\$ 2,655.00	\$ 2,933.00			10.47%	IP	Newly Eligible Adults	18.57%	1.81%
							Total	Newly Eligible Adults	100.00%	7.40%
Outpatient Rate	Outpatient Rate	\$ 391.00	\$ 427.00			9.21%	OP	ALTCS-EPD	78.81%	5.41%
	Inpatient Rate	\$ 2,933.00	\$ 3,229.00			10.09%	IP	ALTCS-EPD	21.19%	2.06%
							Total	ALTCS-EPD	100.00%	7.48%



PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM
 FISCAL YEAR 2020
 BUDGET JUSTIFICATION

The weighted inflation factor of 7.54% was applied to the average PMPM (Per Member Per Month) rate for the final two quarters of SFY 2018 (January – June 2018) starting in January 2019, and again in January 2020, to produce the forecasted PMPM rates for SFY 2019 and SFY 2020, respectively (shown in table below). Expenditures (also shown below) were then calculated by multiplying the forecasted PMPM rates by the relevant IHS Enrollment population. Since the calendar year 2018 IHS rates were released in April 2018, and the payments associated with the rate adjustments have been made, the impact of the change has been incorporated into the final expenditure forecasts. Estimates do not include the IHS Facility forecasts associated with the Newly Eligible Adult population. Newly Eligible Adult FFS estimates can be found in the budget section entitled “Newly Eligible Adult Expansion”.

AHHP Facility - Expenditures and PMPM													
SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
P204 Regular	4,740,000	5,943,700	4,764,400	5,963,800	4,775,800	4,779,000	6,427,400	5,144,100	5,145,900	5,147,600	6,437,800	5,153,200	64,422,700
P204 ESA	17,073,600	21,350,900	17,087,800	21,368,600	17,102,000	17,109,100	23,009,300	18,415,100	18,422,700	18,430,400	23,047,600	18,445,700	230,862,800
Total	21,813,600	27,294,600	21,852,200	27,332,400	21,877,800	21,888,100	29,436,700	23,559,200	23,568,600	23,578,000	29,485,400	23,598,900	295,285,500
PMPM													
P204 Regular	455.19	568.99	455.19	568.99	455.19	455.19	611.92	489.53	489.53	489.53	611.92	489.53	511.76
P204 ESA	604.52	755.65	604.52	755.65	604.52	604.52	812.65	650.12	650.12	650.12	812.65	650.12	679.62
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total/SFY Avg
Expenditures													
P204 Regular	6,445,700	5,160,400	5,164,500	6,461,000	5,172,700	5,176,500	6,963,600	5,573,000	5,574,300	6,968,600	5,578,700	5,583,900	69,822,900
P204 ESA	23,066,700	18,461,100	18,468,700	23,095,500	18,484,100	18,491,800	24,868,800	19,903,300	19,911,500	24,899,800	19,928,100	19,936,400	249,515,800
Total	29,512,400	23,621,500	23,633,200	29,556,500	23,656,800	23,668,300	31,832,400	25,476,300	25,485,800	31,868,400	25,506,800	25,520,300	319,338,700
PMPM													
P204 Regular	611.92	489.53	489.53	611.92	489.53	489.53	658.08	526.46	526.46	658.08	526.46	526.46	550.34
P204 ESA	812.65	650.12	650.12	812.65	650.12	650.12	873.96	699.17	699.17	873.96	699.17	699.17	730.87



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

Non-Facility Budget Development

To the extent of available resources, medical care is provided either by IHS staff or under contract. However, to ensure equal access to State, local, and Federal programs to which other citizens are entitled (in accordance with Medicaid Payment Policy and the Indian Health Care Act), if IHS is unable to provide the necessary treatment, Medicaid-eligible Native Americans who enroll with IHS may use non-IHS providers for services. AHCCCS considers the costs associated with these services to be Title XIX Non-facility claims. CMS reimburses the State for Title XIX non-facility claims (with the exception of the ESA population) at the FMAP rates given below:

Proposition 204 FMAP												
	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19
SFY 2019												
Regular	69.89%	69.89%	69.89%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%
ESA	91.59%	91.59%	91.59%	91.58%	91.58%	91.58%	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%
SFY 2020												
Regular	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%
ESA	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%

The Non-facility expenditure forecast used a derived PMPM from the relevant programmatic IHS enrollment and actual expenditures. PMPM rates were calculated as the annual weighted average of SFY 2018 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2019 and 2020 estimates. Inflation factors were estimated by calculating a weighted average of the annualized inflation rates given by appropriate market baskets from *Global Insight's Health-Care Cost Review, First Quarter 2018*. The market baskets were chosen to correspond with claim type information given in PMMIS and are as follows (claim type in parentheses): Hospital and Related Services (Inpatient), Medical Care Services (Outpatient), Physicians Services (Professional), Prescription Drugs (Prescriptions), Dental Services (Dental), CMS Nursing Home All Other Services (LTC). The inflation factors, weights, and programmatic inflation rates are given in the following table:



PROPOSITION 204 SERVICES
 FISCAL YEAR 2020
 BUDGET JUSTIFICATION

PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

		AIHP Non-Facility						AIHP Non-Facility Weighted Inflation Rates	
		AIHP Non-Facility Inflation Factors							
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	Dental ⁵	LTC ⁶	Program	SFY 2020	Weighted Inflation Factor
SFY 2020	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%	Traditional	SFY 2020	2.97%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%	Proposition 204	Long Term	2.66%
AIHP Non-Facility Programmatic Weights									
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC			
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%	Newly Eligible Children	SFY 2020	2.91%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%	Long Term	Long Term	2.63%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%	Newly Eligible Adults	SFY 2020	2.93%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%	ALTCS-EPD	Long Term	2.68%
ALTCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%		SFY 2020	3.08%
								Long Term	2.39%
Notes:									
1. Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.									
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.									
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.									
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.									
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.									
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.									
7. Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.									

The Non-facility SFY2019 and SFY2020 PMPMs and expenditures are depicted in the following table and do not include estimates for the Newly Eligible Adult population:



PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM
 FISCAL YEAR 2020
 BUDGET JUSTIFICATION

AHHP Non-Facility - Expenditures and PMPM

SFY	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
P204 Regular	2,186,500	2,741,800	2,197,800	2,822,900	2,260,600	2,262,100	2,828,900	2,264,100	2,264,900	2,265,600	2,833,500	2,268,100	29,196,800
P204 ESA	11,901,200	14,882,700	11,911,100	15,284,200	12,232,400	12,237,500	15,303,300	12,247,700	12,252,800	12,257,900	15,328,700	12,268,100	158,107,600
Total	14,087,700	17,624,500	14,108,900	18,107,100	14,493,000	14,499,600	18,132,200	14,511,800	14,517,700	14,523,500	18,162,200	14,536,200	187,304,400
PMPM													
P204 Regular	209.98	262.47	209.98	269.33	215.46	215.46	269.33	215.46	215.46	215.46	269.33	215.46	231.93
P204 ESA	421.38	526.73	421.38	540.49	432.39	432.39	540.49	432.39	432.39	432.39	540.49	432.39	465.44
SFY 2020													
Expenditures													
P204 Regular	2,837,000	2,271,300	2,273,100	2,918,000	2,336,200	2,337,900	2,924,400	2,340,400	2,341,000	2,926,500	2,342,800	2,345,000	30,193,600
P204 ESA	15,341,500	12,278,300	12,283,400	15,761,900	12,614,800	12,620,000	15,781,600	12,630,500	12,635,800	15,801,300	12,646,300	12,651,500	163,046,900
Total	18,178,500	14,549,600	14,556,500	18,679,900	14,951,000	14,957,900	18,706,000	14,970,900	14,976,800	18,727,800	14,989,100	14,996,500	193,240,500
PMPM													
P204 Regular	269.33	215.46	215.46	276.36	221.09	221.09	276.36	221.09	221.09	276.36	221.09	221.09	237.98
P204 ESA	540.49	432.39	432.39	554.61	443.69	443.69	554.61	443.69	443.69	554.61	443.69	443.69	477.59



PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM
 FISCAL YEAR 2020
 BUDGET JUSTIFICATION

Non-IHS Fee-For-Service

The Non-IHS/Non-Emergency Services Fee-For-Service Program pays for services for recipients that are receiving services for less than 30 days. Non-IHS includes amounts paid for Arizona Department of Corrections inmates. The AHCCCS portion of this amount is paid with 100% federal dollars, so the effective FMAP for Non-IHS will differ slightly from the FMAP given for all other components of the program.

Less than 30-day recipients are those people who receive AHCCCS Acute Care Benefits for less than thirty days from their eligibility determination date. These recipients are not enrolled with a Health Plan. Any services received by these recipients during their eligibility period are paid from the Fee-For-Service budget.

Total Non-IHS expenditures were estimated by calculating the 4-year average (up to and including SFY 2018 actuals) of monthly expenditures, by risk group, and applying the relevant growth rates used in the Proposition 204 member month forecasts. The table below gives the expenditures for SFY 2019 and SFY 2020:

Non-AIHP Expenditures													
	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total
Expenditures													
P204 Regular	34,100	42,700	34,100	43,600	35,000	35,000	43,600	35,000	35,000	35,000	43,600	35,000	451,700
P204 ESA	1,230,300	1,537,800	1,230,300	1,578,000	1,262,400	1,262,400	1,578,000	1,262,400	1,262,400	1,262,400	1,578,000	1,262,400	16,306,800
Total	1,264,400	1,580,500	1,264,400	1,621,600	1,297,400	1,297,400	1,621,600	1,297,400	1,297,400	1,297,400	1,621,600	1,297,400	16,758,500
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Total
Expenditures													
P204 Regular	43,600	35,000	35,000	44,800	35,800	35,800	44,800	35,800	35,800	44,800	35,800	35,800	462,800
P204 ESA	1,578,000	1,262,400	1,262,400	1,619,300	1,295,400	1,295,400	1,619,300	1,295,400	1,295,400	1,619,300	1,295,400	1,295,400	16,733,100
Total	1,621,600	1,297,400	1,297,400	1,664,100	1,331,200	1,331,200	1,664,100	1,331,200	1,331,200	1,664,100	1,331,200	1,331,200	17,195,900



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM

Emergency Services Program (ESP)

The Emergency Services Program (ESP) encompasses AHCCCS coverage of services for lawfully admitted immigrants during their first 60 months of residency, as well as undocumented immigrants. AHCCCS recipients enrolled with this program are covered for emergency services only and the claims for their services are paid for on a fee-for-service basis.

The Federal Emergency Services Program (FES) is available to individuals who, except for their citizenship/alien status, meet Federal income and resource eligibility requirements. The program provides emergency services to three general categories: persons not qualified for Medicaid services because they are aliens who entered the U.S. prior to August 22, 1996; qualified aliens who entered after August 22, 1996, but are not yet entitled to full services; and undocumented immigrants. This program only covers emergency services which are defined by the Social Security Act as acute symptoms of sufficient severity that the absence of immediate medical attention could reasonably be expected to result in: 1) placing the patient's health in serious jeopardy, 2) serious impairment to bodily functions, 3) serious dysfunction of any bodily organ or part. Labor and delivery are included as emergency medical services, but not routine prenatal or post-partum care. When certain requirements are met, AHCCCS also considers dialysis as an emergency service. For budgeting purposes, FES covered services are considered to be either birth-related services (births) or other services (other).

For the birth-related expenditure estimates, the total FES birth counts, which are composed of Traditional Medicaid FES births and Proposition 204 FES births, were assumed to remain at current levels following four years of moderate decreases. The annual counts were then adjusted for seasonality based on actual experience over the past 4 years. The total FES births forecast was used to compute the PMPMs for both Traditional Medicaid and Proposition 204. The PMPM for July 2018 through September 2018 was calculated using the actual expenditures and birth count for the period covering October 2017 through June 2018. Inflation of 3.13%, based on Global Insights' Health-Care Cost Review - Hospital Market Basket, First Quarter 2018, was applied to the calculated PMPM in October 2018 and again in October 2019.

The forecasts for other emergency expenditures were computed in a similar fashion to births, by multiplying an estimated PMPM rate by forecasted enrollment. PMPM rates were estimated for both the Traditional and Proposition 204 populations by using the 3.13% inflation rate mentioned above to increase the weighted average PMPM calculated from actual expenditures in the period from October 2017 through June 2018. Enrollment was then estimated by applying the monthly growth rates implied by the member-month forecasts to the relevant emergency services enrollment population. The tables below give the PMPMs, expenditures, and enrollment for both births and other emergency services.



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PROPOSITION 204 FEE-FOR-SERVICE PROGRAM
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FES - Expenditures, Enrollment, PMPM													
	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	Total/SFY Avg
Expenditures													
FES Births	421,100	596,600	463,000	617,400	425,500	465,600	543,000	383,900	406,400	332,900	459,000	384,500	5,498,900
FES Other	2,623,100	3,289,300	2,636,700	3,403,800	2,725,800	2,727,600	3,411,100	2,730,000	2,731,000	2,731,900	3,416,600	2,734,900	35,161,800
Total	3,044,200	3,885,900	3,099,700	4,021,200	3,151,300	3,193,200	3,954,100	3,113,900	3,137,400	3,064,800	3,875,600	3,119,400	40,660,700
Enrollment													
FES Births	522	591	573	593	511	559	522	461	488	400	441	462	6,123
FES Other	67,386	67,599	67,734	67,828	67,895	67,941	67,973	68,001	68,025	68,047	68,082	68,122	814,634
Total	67,907	68,190	68,307	68,421	68,406	68,500	68,494	68,462	68,514	68,447	68,523	68,584	820,756
PMPM													
FES Births	807.46	1,009.32	807.46	1,040.94	832.76	832.76	1,040.94	832.76	832.76	832.76	1,040.94	832.76	898.18
FES Other	38.93	48.66	38.93	50.18	40.15	40.15	50.18	40.15	40.15	40.15	50.18	40.15	43.16
SFY 2020													
Expenditures													
FES Births	508,300	460,900	447,100	596,200	410,900	449,600	524,300	370,700	392,400	401,800	354,600	371,300	5,288,100
FES Other	3,420,800	2,738,700	2,740,900	3,536,400	2,831,200	2,833,300	3,544,100	2,836,400	2,837,000	3,546,600	2,839,300	2,841,900	36,546,600
Total	3,929,100	3,199,600	3,188,000	4,132,600	3,242,100	3,282,900	4,068,400	3,207,100	3,229,400	3,948,400	3,193,900	3,213,200	41,834,700
Enrollment													
FES Births	488	553	537	555	478	523	488	432	457	374	413	432	5,732
FES Other	68,166	68,217	68,271	68,328	68,379	68,429	68,478	68,504	68,520	68,527	68,574	68,637	821,030
Total	68,654	68,770	68,808	68,883	68,858	68,953	68,966	68,936	68,977	68,901	68,987	69,069	826,762
PMPM													
FES Births	1,040.94	832.76	832.76	1,073.56	858.84	858.84	1,073.56	858.84	858.84	1,073.56	858.84	858.84	922.51
FES Other	50.18	40.15	40.15	51.76	41.40	41.40	51.76	41.40	41.40	51.76	41.40	41.40	44.51



AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Attached tables show Member Months according to both new and old risk pools.

Prior Quarter Coverage:

As part of an effort to standardize Medicaid enrollment procedures across the nation, CMS will require AHCCCS to reinstitute Prior Quarter Coverage for new enrollees in the program beginning January 1, 2014. AHCCCS has been exempt from this federal requirement due to the 1115 Waiver initially granted by CMS in 2001. CMS would not renew the waiver for periods after December 31, 2013. Prior Quarter Coverage will require AHCCCS to make eligibility for Medicaid effective no later than the third month before the month of application if the individual received medical services, at any time during that period, of a type covered by the health plan; and would have been eligible for Medicaid at the time he/she received services if he/she had applied. AHCCCS must specify the effective eligibility date and may make eligibility for Medicaid effective on the first day of the month if the applicant was eligible at any time during that month.



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Example: An applicant applies April 15 and is determined to be eligible back to April 1. Under prior quarter coverage, AHCCCS would evaluate the member's eligibility for Medicaid during any one of the three months (January, February, March) preceding April 1, if the applicant notifies AHCCCS that they had received services.

If the AHCCCS waiver is approved, prior quarter for all adult populations will end October 2018. This budget assumes that a waiver ending prior quarter for adults will be approved and take affect October 1, 2018.

FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$11,284,700 Total Fund, consisting of \$9,619,400 Federal Fund and \$1,665,300 General Fund for FY 2019 and \$11,284,700, consisting of \$9,381,700 Federal Fund and \$1,903,000 General Fund for FY 2020.

Statutory Reference

- A.R.S. §36-2901.01 (Laws 2001, Chapter 344)
- Section 1905(b) of the Social Security Act, 42 U.S.C.1396d
- Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j] (a)
- Title I and III of the Indian Self-determination and Education Assistance Act (Law 93-638, as amended), hereafter "638." SEC. 1911. [42 U.S.C. 1396j] (c)
- Vol. II, P.L. 94-437, §402(c)(d)
- Sec 321(a) and 322(b) of the Public Health Service Act (42U.S.C. 248(a) and 249(b))
- Sec 601 of the Indian Health Care Improvement Act (25 U.S.C. 1601)
- Arizona Revised Statute (A.R.S.) § 36-2903.01 (J)(2)



PROPOSITION 204 SERVICES FISCAL YEAR 2020
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM BUDGET JUSTIFICATION

§1902(a)(10)(B) of the Social Security Act (the Act) and 42 CFR 440.240
1905(a)(2)(c) of the Social Security Act Secs.329, 330 or 340 of the Public Health Services (PHS) Act
Section 6404 of the Omnibus Budget Reconciliation Act of 1989 (P.L. 101-239) amended
Secs. 1905 (a) and (1) of the Social Security Act
HCFA State Medicaid Manual, SMM4-4231 section C. Provisions of payment for services provided under the
Balanced Budget Act of 1997 (BBA 97) Section 4712(b), Social Security Act 1902(a)(13)(C)(I),
Arizona State Plan, Section 4.19 (b)(1) and (2)
Section 1902(a)(13)(C)(I) of the Social Security Act.
Section 702 of the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act (BIPA)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
PROPOSITION 204 MEDICAID SERVICES
PROPOSITION 204 FEE FOR SERVICE**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	1,771,210	2,256,200	1,573,000	1,755,300	(500,900)
Hospital Assessment	37,836,098	42,856,100	34,264,700	36,515,600	(6,340,500)
Subtotal State Match	39,607,307	45,112,300	35,837,700	38,270,900	(6,841,400)
Federal Title XIX	497,033,892	540,980,200	519,064,900	544,623,600	3,643,400
Subtotal Federal Funding	497,033,892	540,980,200	519,064,900	544,623,600	3,643,400
Grand Total	536,641,199	586,092,500	554,902,600	582,894,500	(3,198,000)

Fiscal Year 2020

	<u>Total Fund</u>	<u>Federal Fund</u>	<u>State Match</u>
IHS Facilities	69,822,900	69,822,900	0
IHS Non-Facility	30,193,600	21,002,800	9,190,800
Non IHS	462,800	342,500	120,300
FES Births	5,288,100	3,678,800	1,609,300
FES Other	36,546,600	25,421,900	11,124,700
FQHC Reconciliations	3,774,700	1,152,000	2,622,700
Uncomp. Care	0	0	0
Prior Quarter	0	0	0
Expansion State Adults	436,805,800	421,732,000	15,073,800
Total SFY 2020 FFS Exp.	<u>582,894,500</u>	<u>543,152,900</u>	<u>39,741,600</u>
Total FY 2019 Allocation	586,092,500	540,980,200	45,112,300
Increase (Decrease)	(3,198,000)	2,172,700	(5,370,700)

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
Proposition 204 Medicaid Fee-For-Service Summary

	FY 2018 Actual	FY 2019		FY 2020 Request	FY 2020 Increase
		Allocation	Rebase		
IHS Facilities	(SM)	-	-	-	-
	(TF)	59,669,982	65,168,600	69,822,900	4,654,300
IHS Non-Facility	(SM)	8,771,406	9,990,500	9,190,800	(799,700)
	(TF)	28,970,748	31,640,400	30,193,600	(1,446,800)
Non IHS	(SM)	75,118	85,600	120,300	34,700
	(TF)	309,634	338,200	462,800	124,600
FES Births	(SM)	1,609,743	1,833,500	1,609,300	(224,200)
	(TF)	5,313,550	5,803,200	5,288,100	(515,100)
FES Other	(SM)	11,297,796	12,868,100	11,124,700	(1,743,400)
	(TF)	37,283,382	40,719,000	36,546,600	(4,172,400)
FQHC Reconciliations	(SM)	910,722	1,037,300	1,152,000	114,700
	(TF)	3,023,473	3,302,100	3,774,700	472,600
Uncompensated Care	(SM)	-	-	-	-
	(TF)	-	-	-	-
Prior Quarter	(SM)	615,923	701,500	146,900	(701,500)
	(TF)	2,033,252	2,220,600	487,500	(2,220,600)
ESA	(SM)	16,326,600	18,595,800	15,073,800	(3,522,000)
	(TF)	400,037,179	436,900,500	436,805,800	(94,700)
Total Fee-For-Service	(SM)	39,607,307	45,112,300	38,270,900	(6,841,400)
	(TF)	536,641,199	586,092,500	582,894,500	(3,198,100)

Notes:

- (1) The JLBC provides the Prop. 204 Medicaid Services Appropriation figure and the Fee-for-Service allocation is included in this appropriation. The FY 2019 allocation and line detail was derived by using a percentage of each individual line to the total line of the state fiscal year 2018 actuals.
- (2) FY 2018 Actuals are from PMMIS and will not tie to AFIS due to timing and manual adjustments.
- (3) FES Births/Other expenditures were categorized more accurately in the second half of FY2017, and are assumed to remain accurate in future years.

TOTAL FUND

FY 18 ACTUAL

Table with 13 columns: Jul-17, Aug-17, Sep-17, Oct-17, Nov-17, Dec-17, Jan-18, Feb-18, Mar-18, Apr-18, May-18, Jun-18, TOTAL. Rows include AHP Facility, AHP Non-Facility, Non-AHP, Prior Quarter, FES Births, FES Other, Uncomp. Care, FQHC RECON, P204 TOTAL, and ESA TOTAL.

FY 19 REBASE

Table with 13 columns: Jul-18, Aug-18, Sep-18, Oct-18, Nov-18, Dec-18, Jan-19, Feb-19, Mar-19, Apr-19, May-19, Jun-19, TOTAL. Rows include AHP Facility, AHP Non-Facility, Non-AHP, Prior Quarter, FES Births, FES Other, Uncomp. Care, FQHC RECON, P204 TOTAL, and ESA TOTAL.

FY 20 REQUEST

Table with 13 columns: Jul-19, Aug-19, Sep-19, Oct-19, Nov-19, Dec-19, Jan-20, Feb-20, Mar-20, Apr-20, May-20, Jun-20, TOTAL. Rows include AHP Facility, AHP Non-Facility, Non-AHP, Prior Quarter, FES Births, FES Other, Uncomp. Care, FQHC RECON, P204 TOTAL, and ESA TOTAL.

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AHHP Facility	4,188,181	6,785,658	4,870,259	4,227,695	4,635,481	4,330,652	4,953,209	5,623,960	4,797,206	4,670,671	6,281,059	4,305,952	59,669,982
AHHP Non-Facility	1,564,174	2,114,362	1,467,964	1,483,665	1,924,839	1,666,148	1,845,577	1,402,500	1,671,889	1,659,694	1,890,070	1,508,459	20,199,342
Non-AHP	12,671	12,912	21,678	10,446	16,340	13,501	19,038	19,629	16,643	18,808	59,292	13,557	234,515
Prior Quarter	103,798	187,422	104,065	114,867	106,814	117,691	102,171	117,081	103,945	95,569	144,618	119,289	1,417,329
FES Births	377,171	479,428	190,848	309,761	393,949	347,231	335,125	242,309	235,118	284,685	302,627	205,556	3,703,807
FES Other	2,447,448	3,676,000	1,521,653	1,572,387	2,563,047	2,122,429	1,881,126	2,065,168	2,225,628	1,796,785	2,171,697	1,942,218	25,985,586
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	417	-	37,280	-	-	86,018	1,152,681	824,774	20,939	(2,044)	(7,314)	-	2,112,751
P204 TOTAL	8,693,859	13,255,782	8,213,747	7,718,820	9,640,471	8,683,669	10,288,927	10,295,420	9,071,367	8,524,169	10,842,050	8,095,031	113,323,313
AHHP Facility	15,799,438	23,265,461	16,843,454	14,172,667	15,655,545	15,915,798	18,706,103	17,837,796	17,433,047	17,503,766	22,275,140	16,366,181	211,774,396
AHHP Non-Facility	10,434,951	13,444,482	10,369,841	9,292,173	13,583,450	10,277,420	13,243,210	10,337,868	11,598,196	11,741,401	14,278,756	11,438,241	140,039,983
Non-AHP	1,400,521	1,193,263	673,385	916,849	1,289,472	1,076,832	1,374,550	1,079,262	1,406,808	1,194,630	1,785,082	1,543,288	14,933,940
Prior Quarter	844,455	1,260,757	826,330	897,456	1,159,329	726,463	956,287	668,676	936,983	985,673	1,110,909	1,084,917	11,458,235
FQHC RECON	757	-	90,523	-	203,584	203,584	2,979,395	2,182,083	70,319	(3,804)	(18,832)	-	5,504,025
ESA TOTAL	28,480,105	39,163,963	28,803,533	25,279,144	31,687,796	28,200,097	37,259,553	32,105,685	31,445,353	31,421,667	39,431,055	30,432,627	383,710,579
TOTAL	37,173,965	52,419,745	37,017,280	32,997,965	41,328,267	36,883,766	47,548,480	42,401,105	40,516,720	39,945,836	50,273,105	38,527,657	497,033,892

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AHHP Facility	4,740,000	5,943,700	4,764,400	5,963,800	4,775,800	4,779,000	6,427,400	5,144,100	5,145,900	5,147,600	6,437,800	5,153,200	64,422,700
AHHP Non-Facility	1,528,100	1,916,200	1,536,000	1,970,700	1,578,100	1,579,200	1,974,900	1,580,600	1,581,100	1,581,600	1,978,100	1,583,400	20,388,000
Non-AHP	25,300	31,600	25,300	32,400	25,900	25,900	32,400	25,900	25,900	25,900	32,400	25,900	334,800
Prior Quarter	104,800	131,000	104,800	104,800	104,800	104,800	104,800	104,800	104,800	104,800	104,800	104,800	340,600
FES Births	294,300	417,000	323,600	431,000	297,000	325,000	379,100	268,000	283,700	232,400	320,400	268,500	3,840,000
FES Other	1,833,300	2,298,900	1,842,800	2,376,200	1,902,800	1,904,100	2,381,300	1,905,800	1,906,500	1,907,100	2,385,100	1,909,200	24,553,100
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	2,635,100	-	-	-	-	-	2,635,100
P204 TOTAL	8,525,800	10,738,400	8,596,900	10,774,100	8,579,600	8,613,200	13,830,200	8,924,400	8,943,100	8,894,600	11,153,800	8,940,200	116,514,300
AHHP Facility	17,073,600	21,350,900	17,087,800	21,368,600	17,102,000	17,109,100	23,009,300	18,415,100	18,422,700	18,430,400	23,047,600	18,445,700	230,862,800
AHHP Non-Facility	10,900,300	13,631,000	10,909,400	13,997,300	11,202,500	11,207,100	14,232,000	11,399,400	11,399,500	11,399,400	14,235,700	11,409,300	145,929,900
Non-AHP	1,198,000	1,497,500	1,198,000	1,536,500	1,229,300	1,229,300	1,543,500	1,234,800	1,234,800	1,234,800	1,543,500	1,234,800	15,914,800
Prior Quarter	879,600	1,099,600	879,600	879,600	879,600	879,600	879,600	879,600	879,600	879,600	879,600	879,600	2,858,800
FQHC RECON	-	-	-	-	-	-	6,984,300	-	-	-	-	-	6,984,300
ESA TOTAL	30,051,500	37,579,000	30,074,800	36,902,400	29,533,800	29,545,500	45,769,100	31,040,300	31,052,600	31,065,000	38,846,800	31,089,800	402,550,600
TOTAL	38,577,300	48,317,400	38,671,700	47,676,500	38,113,400	38,158,700	59,599,300	39,964,700	39,995,700	39,959,600	50,000,600	40,030,000	519,064,900

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AHHP Facility	6,445,700	5,160,400	5,164,500	6,461,000	5,172,700	5,176,500	6,963,600	5,573,000	5,574,300	6,968,600	5,578,700	5,583,900	69,822,900
AHHP Non-Facility	1,980,500	1,585,600	1,586,800	2,027,400	1,623,200	1,624,400	2,031,900	1,626,100	1,626,500	2,033,300	1,627,800	1,629,300	21,002,800
Non-AHP	32,400	25,900	25,900	33,100	26,500	26,500	33,100	26,500	26,500	33,100	26,500	26,500	342,500
Prior Quarter	354,800	321,700	312,100	414,200	285,500	312,400	364,300	257,600	272,600	279,200	246,400	258,000	3,678,800
FES Births	2,388,100	1,911,900	1,913,400	2,457,100	1,967,100	1,968,600	2,462,400	1,970,700	1,971,200	2,464,200	1,972,700	1,974,500	25,421,900
FES Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Uncomp. Care	-	-	-	-	-	-	2,622,700	-	-	-	-	-	2,622,700
FQHC RECON	-	-	-	-	-	-	14,478,000	-	-	-	-	-	14,478,000
P204 TOTAL	11,201,500	9,005,500	9,002,700	11,392,800	9,075,000	9,108,400	14,478,000	9,453,900	9,471,100	11,778,400	9,452,100	9,472,200	122,891,600
AHHP Facility	23,066,700	18,461,100	18,468,700	23,095,500	18,484,100	18,491,800	24,868,800	19,903,300	19,911,500	24,899,800	19,928,100	19,936,400	249,515,800
AHHP Non-Facility	14,267,600	11,418,800	11,423,500	14,658,600	11,731,700	11,736,600	14,203,400	11,376,500	11,377,200	14,221,100	11,381,600	11,386,400	149,169,000
Non-AHP	1,543,500	1,234,800	1,234,800	1,583,900	1,267,100	1,267,100	1,568,700	1,254,900	1,254,900	1,568,700	1,254,900	1,254,900	16,288,200
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	6,759,000
FQHC RECON	38,877,800	31,114,700	31,127,000	39,338,000	31,482,900	31,495,500	47,399,900	32,525,700	32,538,600	40,689,600	32,564,600	32,577,700	421,732,000
ESA TOTAL	50,079,300	40,120,200	40,129,700	50,730,800	40,557,900	40,603,900	61,877,900	41,979,600	42,009,700	52,468,000	42,016,700	42,049,900	544,623,600
TOTAL	50,079,300	40,120,200	40,129,700	50,730,800	40,557,900	40,603,900	61,877,900	41,979,600	42,009,700	52,468,000	42,016,700	42,049,900	544,623,600

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AHP Facility	694,887	939,309	652,146	639,192	829,259	717,810	795,111	604,225	720,283	715,029	814,280	649,874	8,771,406
AHP Non-Facility	3,654	5,354	5,578	3,849	7,040	2,051	3,785	8,046	6,996	7,570	16,287	4,910	75,118
Non-AHP	46,113	83,262	46,231	49,487	46,018	50,703	44,017	50,441	44,782	41,173	62,304	51,392	615,923
Prior Quarter	1,673,559	2,123,987	84,785	133,451	169,721	149,594	144,378	104,391	101,293	122,648	130,378	88,558	1,609,743
FES Births	1,087,284	1,633,070	675,997	677,415	1,104,212	914,384	810,427	889,715	958,845	774,091	935,610	836,746	11,297,796
FES Other	185	16,562	-	-	-	37,058	496,598	355,329	9,021	(881)	(3,151)	-	910,722
Uncomp. Care	1,999,681	2,873,983	1,481,298	1,503,395	2,156,249	1,871,600	2,294,317	2,012,147	1,841,220	1,659,630	1,955,708	1,631,480	23,280,707
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 TOTAL	1,178,793	1,518,770	1,171,440	1,034,758	1,512,627	1,144,474	1,216,022	949,246	1,064,972	1,078,122	1,311,108	1,050,285	14,230,618
AHP Facility	26,719	39,472	21,710	16,261	30,178	37,295	19,568	32,813	26,691	31,768	65,843	67,885	416,205
AHP Non-Facility	95,395	142,423	93,347	99,939	129,101	80,898	87,808	61,399	86,036	90,507	102,006	99,619	1,168,478
Non-AHP	85	-	10,226	-	-	22,671	273,575	200,364	6,457	(349)	(1,729)	-	511,299
Prior Quarter	1,300,993	1,700,665	1,296,723	1,150,959	1,671,906	1,283,337	1,596,973	1,243,823	1,184,157	1,200,047	1,477,228	1,217,790	16,326,600
FES Births	3,300,674	4,574,647	2,778,021	2,654,354	3,828,155	3,156,937	3,891,290	3,255,970	3,025,377	2,859,678	3,432,936	2,849,269	39,607,307
FES Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	1,629,000	2,063,200	1,649,100	2,077,400	1,643,100	1,656,100	3,198,500	1,632,700	1,640,100	1,618,400	2,036,700	1,633,500	22,479,800
P204 TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	1,000,900	1,251,700	1,001,700	1,286,900	1,029,900	1,030,400	1,071,300	857,700	857,700	858,100	1,073,000	858,800	12,177,700
AHP Non-Facility	32,300	40,300	32,300	41,500	33,100	33,100	34,500	27,600	27,600	27,600	34,500	27,600	392,000
Non-AHP	80,800	100,900	80,800	-	-	-	-	-	-	-	-	-	146,900
Prior Quarter	1,114,000	1,392,900	1,114,800	1,328,400	1,063,000	1,063,500	1,631,500	884,900	883,300	885,700	1,107,500	886,400	10,608,700
FES Births	2,743,000	3,456,100	2,763,900	3,405,800	2,706,100	2,719,600	4,830,000	2,517,600	2,525,400	2,504,100	3,144,200	2,521,900	35,837,700
FES Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	856,500	685,700	686,300	890,600	713,000	713,500	892,500	714,300	714,500	893,200	715,000	715,700	9,190,800
AHP Non-Facility	11,200	9,100	9,100	11,700	9,300	9,300	11,700	9,300	9,300	11,700	9,300	9,300	120,300
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	1,535,500	139,200	135,000	182,000	125,400	137,200	160,000	113,100	119,800	122,600	108,200	113,300	1,609,300
FES Births	1,032,700	826,800	827,500	1,079,300	864,100	864,700	1,081,700	865,700	865,800	1,082,400	866,600	867,400	11,124,700
FES Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	2,053,900	1,660,800	1,657,900	2,163,600	1,711,800	1,724,700	3,297,900	1,702,400	1,709,400	2,109,900	1,699,100	1,708,700	1,152,000
P204 TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	23,197,100
AHP Facility	1,073,900	859,500	859,900	1,103,300	883,100	883,400	1,578,200	1,263,000	1,263,600	1,580,200	1,264,700	1,265,100	13,877,900
AHP Non-Facility	34,500	27,600	27,600	35,400	28,300	28,300	50,600	40,500	40,500	50,600	40,500	40,500	444,900
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	1,108,400	887,100	887,500	1,138,700	911,400	911,700	2,379,800	1,303,500	1,304,100	1,630,800	1,305,200	1,305,600	751,000
FES Births	3,162,300	2,547,900	2,545,400	3,302,300	2,623,200	2,636,400	5,677,700	3,005,900	3,013,500	3,740,700	3,004,300	3,011,300	38,270,900
FES Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	15,073,800
AHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Non-Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AHP Facility	658,400	825,600	661,800	852,200	682,500	682,900	854,000	683,500	683,800	684,000	855,400	684,700	8,808,800
AHP Non-Facility	8,800	11,100	8,800	11,200	9,100	9,100	11,200	9,100	9,100	9,100	11,200	9,100	116,900
Non-AHP	45,200	56,500	45,200	-	-	-	-	-	-	-	-	-	146,900
Prior Quarter	1,268,000	1,799,600	1,399,400	1,864,400	1,288,500	1,406,600	1,639,900	1,159,900	1,227,700	1,005,500	1,386,600	1,166,000	16,658,900
FES Births	789,800	990,400	793,900	1,027,600	823,000	823,500	1,029,800	824,200	824,500	824,800	1,031,500	825,700	10,608,700
FES Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	1,629,000	2,063,200	1,649,100	2,077,400	1,643,100	1,656,100	3,198,500	1,632,700	1,640,100	1,618,400	2,036,700	1,633,500	22,479,800
P204 TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	1,000,900	1,251,700	1,001,700	1,286,900	1,029,900	1,030,400	1,071,300	857,700	857,700	858,100	1,073,000	858,800	12,177,700
AHP Non-Facility	32,300	40,300	32,300	41,500	33,100	33,100	34,500	27,600	27,600	27,600	34,500	27,600	392,000
Non-AHP	80,800	100,900	80,800	-	-	-	-	-	-	-	-	-	146,900
Prior Quarter	1,114,000	1,392,900	1,114,800	1,328,400	1,063,000	1,063,500	1,631,500	884,900	883,300	885,700	1,107,500	886,400	10,608,700
FES Births	2,743,000	3,456,100	2,763,900	3,405,800	2,706,100	2,719,600	4,830,000	2,517,600	2,525,400	2,504,100	3,144,200	2,521,900	35,837,700
FES Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Facility	856,500	685,700	686,300	890,600	713,000	713,500	892,500	714,300	714,500	893,200	715,000	715,700	9,190,800
AHP Non-Facility	11,200	9,100	9,100	11,700	9,300	9,300	11,700	9,300	9,300	11,700	9,300	9,300	120,300
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	1,535,500	139,200	135,000	182,000	125,400	137,200	160,000	113,100	119,800	122,600	108,200	113,300	1,609,300
FES Births	1,032,700	826,800	827,500	1,079,300	864,100	864,700	1,081,700	865,700	865,800	1,082,400	866,600	867,400	11,124,700
FES Other	-	-	-	-	-	-	-	-	-	-	-	-	-
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	2,053,900	1,660,800	1,657,900	2,163,600	1,711,800	1,724,700	3,297,900	1,702,400	1,709,400	2,109,900	1,699,100	1,708,700	1,152,000
P204 TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	23,197,100
AHP Facility	1,073,900	859,500	859,900	1,103,300	883,100	883,400	1,578,200	1,263,000	1,263,600	1,580,200	1,264,700	1,265,100	13,877,900
AHP Non-Facility	34,500	27,600	27,600	35,400	28,300	28,300							

ENROLLMENT

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AHHP Facility	11,093	11,090	11,031	10,981	10,910	10,674	10,581	10,351	10,284	10,271	10,284	10,347	127,897
AHHP Non-Facility	11,093	11,090	11,031	10,981	10,910	10,674	10,581	10,351	10,284	10,271	10,284	10,347	127,897
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	561	623	584	583	515	534	484	438	506	393	471	421	6,113
FES Other	71,662	71,581	71,534	71,475	71,300	71,018	70,479	68,985	67,843	67,457	67,125	66,592	837,051
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 TOTAL	94,409	94,384	94,180	94,020	93,635	92,900	92,125	90,125	88,917	88,392	88,164	87,707	1,098,958
AHHP Facility	28,580	28,754	28,725	28,792	28,827	28,672	28,560	28,122	27,992	27,865	27,846	27,767	340,502
AHHP Non-Facility	28,580	28,754	28,725	28,792	28,827	28,672	28,560	28,122	27,992	27,865	27,846	27,767	340,502
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA TOTAL	57,160	57,508	57,450	57,584	57,654	57,344	57,120	56,244	55,984	55,730	55,692	55,534	681,004
TOTAL	151,569	151,892	151,630	151,604	151,289	150,244	149,245	146,369	144,901	144,122	143,856	143,241	1,779,962

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AHHP Facility	10,413	10,446	10,467	10,481	10,492	10,499	10,504	10,508	10,512	10,515	10,521	10,527	125,884
AHHP Non-Facility	10,413	10,446	10,467	10,481	10,492	10,499	10,504	10,508	10,512	10,515	10,521	10,527	125,884
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	522	591	573	593	511	559	522	461	488	400	441	462	6,123
FES Other	67,386	67,599	67,734	67,828	67,895	67,941	67,973	68,001	68,025	68,047	68,082	68,122	814,634
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 TOTAL	88,733	89,082	89,241	89,384	89,389	89,498	89,502	89,479	89,537	89,477	89,565	89,637	1,072,525
AHHP Facility	28,243	28,255	28,267	28,278	28,290	28,302	28,314	28,326	28,337	28,349	28,361	28,373	339,695
AHHP Non-Facility	28,243	28,255	28,267	28,278	28,290	28,302	28,314	28,326	28,337	28,349	28,361	28,373	339,695
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA TOTAL	56,487	56,510	56,533	56,557	56,581	56,604	56,628	56,651	56,675	56,698	56,722	56,745	679,390
TOTAL	145,220	145,592	145,774	145,941	145,970	146,102	146,130	146,130	146,212	146,176	146,286	146,383	1,751,915

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AHHP Facility	10,534	10,541	10,550	10,559	10,567	10,574	10,582	10,586	10,588	10,589	10,597	10,606	126,873
AHHP Non-Facility	10,534	10,541	10,550	10,559	10,567	10,574	10,582	10,586	10,588	10,589	10,597	10,606	126,873
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	488	553	537	555	478	523	488	432	457	374	413	432	5,732
FES Other	68,166	68,217	68,271	68,328	68,379	68,429	68,478	68,504	68,520	68,527	68,574	68,637	821,030
Uncomp. Care	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
P204 TOTAL	89,722	89,853	89,908	90,001	89,991	90,101	90,129	90,107	90,154	90,080	90,180	90,282	1,080,508
AHHP Facility	28,384	28,396	28,408	28,420	28,432	28,444	28,455	28,467	28,479	28,491	28,503	28,515	341,394
AHHP Non-Facility	28,384	28,396	28,408	28,420	28,432	28,444	28,455	28,467	28,479	28,491	28,503	28,515	341,394
Non-AHHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA TOTAL	56,769	56,793	56,816	56,840	56,863	56,887	56,911	56,934	56,958	56,982	57,005	57,029	682,787
TOTAL	146,491	146,646	146,724	146,840	146,854	146,988	147,040	147,042	147,112	147,062	147,185	147,311	1,763,295

PMPM

FY 18 ACTUAL

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>SFY Average</u>
AHHP Facility	377.55	611.87	441.51	385.00	424.88	405.72	468.12	543.33	466.47	454.74	610.76	416.15	466.55
AHHP Non-Facility	203.65	275.35	192.20	193.32	252.44	223.34	249.57	193.87	232.61	231.21	262.97	208.60	226.52
Non-AHHP													
Prior Quarter	971.00	1,111.42	471.97	760.23	1,094.51	930.38	990.71	791.55	664.84	1,036.47	919.33	698.61	869.22
FES Births	49.33	74.17	30.72	31.48	51.43	42.76	38.19	42.83	46.94	38.11	46.29	41.73	44.54
FES Other													
Uncomp. Care													
FOHC RECON													

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>SFY Average</u>
AHHP Facility	552.81	809.12	586.37	492.24	543.09	555.10	654.98	634.30	622.79	628.16	799.94	589.41	621.95
AHHP Non-Facility	406.36	520.39	401.79	358.67	523.68	398.36	506.28	401.36	452.39	460.06	559.86	449.76	453.07
Non-AHHP													
Prior Quarter													
FOHC RECON													

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>SFY Average</u>
AHHP Facility	455.19	568.99	455.19	568.99	455.19	455.19	611.92	489.53	489.53	489.53	611.92	489.53	511.76
AHHP Non-Facility	209.98	262.47	209.98	269.33	215.46	215.46	269.33	215.46	215.46	215.46	269.33	215.46	231.93
Non-AHHP													
Prior Quarter	807.46	1,009.32	807.46	1,040.94	832.76	832.76	1,040.94	832.76	832.76	832.76	1,040.94	832.76	898.18
FES Births	38.93	48.66	38.93	50.18	40.15	40.15	50.18	40.15	40.15	40.15	50.18	40.15	43.16
FES Other													
Uncomp. Care													
FOHC RECON													

FY 20 REBASE

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>SFY Average</u>
AHHP Facility	604.52	755.65	604.52	755.65	604.52	604.52	812.65	650.12	650.12	650.12	812.65	650.12	679.62
AHHP Non-Facility	421.38	526.73	421.38	540.49	432.39	432.39	540.49	432.39	432.39	432.39	540.49	432.39	465.44
Non-AHHP													
Prior Quarter													
FOHC RECON													

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>SFY Average</u>
AHHP Facility	611.92	489.53	489.53	611.92	489.53	489.53	658.08	526.46	526.46	658.08	526.46	526.46	550.34
AHHP Non-Facility	269.33	215.46	215.46	276.36	221.09	221.09	276.36	221.09	221.09	276.36	221.09	221.09	237.98
Non-AHHP													
Prior Quarter	1,040.94	832.76	832.76	1,073.56	858.84	858.84	1,073.56	858.84	858.84	1,073.56	858.84	858.84	922.51
FES Births	50.18	40.15	40.15	51.76	41.40	41.40	51.76	41.40	41.40	51.76	41.40	41.40	44.51
FES Other													
Uncomp. Care													
FOHC RECON													

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>SFY Average</u>
AHHP Facility	812.65	650.12	650.12	812.65	650.12	650.12	873.96	699.17	699.17	873.96	699.17	699.17	730.87
AHHP Non-Facility	540.49	432.39	432.39	554.61	443.69	443.69	554.61	443.69	443.69	554.61	443.69	443.69	477.59
Non-AHHP													
Prior Quarter													
FOHC RECON													

AIHP Facility

Historical AIHP Payment Rates		2013		2014		2015		2016		2017		2018	
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate
Outpatient/Inpatient		\$ 330.00	\$ 342.00	\$ 2,272.00	3.64%	\$ 342.00	\$ 350.00	\$ 2,443.00	2.34%	\$ 350.00	\$ 368.00	\$ 2,933.00	5.14%
Outpatient Rate		\$ 2,272.00	\$ 2,413.00		6.21%	\$ 2,413.00	\$ 2,443.00		1.24%	\$ 2,443.00	\$ 2,655.00		8.68%
Inpatient Rate													
Outpatient Rate													
Inpatient Rate													
Outpatient Rate		\$ 368.00	\$ 391.00	\$ 2,655.00	6.25%	\$ 391.00	\$ 2,933.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	\$ 3,229.00	10.09%
Inpatient Rate		\$ 2,655.00	\$ 2,933.00			\$ 2,933.00	\$ 2,933.00			\$ 2,933.00	\$ 3,229.00		
Outpatient Rate		\$ 391.00	\$ 427.00	\$ 2,933.00	9.21%	\$ 427.00	\$ 427.00	\$ 3,229.00	10.09%	\$ 427.00	\$ 427.00	\$ 3,229.00	10.09%
Inpatient Rate		\$ 2,933.00	\$ 3,229.00			\$ 3,229.00	\$ 3,229.00			\$ 3,229.00	\$ 3,229.00		

Average Inflation		% + / -	
2-Year Average		Outpatient	7.73%
		Inpatient	10.28%
3-Year Average		Outpatient	6.87%
		Inpatient	9.75%
4-Year Average		Outpatient	5.73%
		Inpatient	7.62%
5-Year Average		Outpatient	5.32%
		Inpatient	7.34%

Programmatic Weights for AIHP Inflation			
OP/IP	Program	Weights	Weighted Inflation Factor
OP	Traditional	74.25%	5.10%
IP	Traditional	25.75%	2.51%
Total	Traditional	100.00%	7.61%
OP	Proposition 204	76.49%	5.25%
IP	Proposition 204	23.51%	2.29%
Total	Proposition 204	100.00%	7.54%
OP	Newly Eligible Children	89.12%	6.12%
IP	Newly Eligible Children	10.88%	1.06%
Total	Newly Eligible Children	100.00%	7.18%
OP	Newly Eligible Adults	81.43%	5.59%
IP	Newly Eligible Adults	18.57%	1.81%
Total	Newly Eligible Adults	100.00%	7.40%
OP	AL/TCS-EPD	78.81%	5.41%
IP	AL/TCS-EPD	21.19%	2.06%
Total	AL/TCS-EPD	100.00%	7.48%

AIHP Non-Facility

AIHP Non-Facility Inflation Factors					
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	LTC ⁶
SFY 2020	3.26%	2.90%	2.95%	2.44%	3.38%
Long Term	3.79%	2.63%	1.67%	2.49%	3.34%

AIHP Non-Facility Programmatic Weights						
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%
AL/TCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%

AIHP Non-Facility Weighted Inflation Rates			
Program	SFY 2020	Long Term	Weighted Inflation Factor
Traditional	SFY 2020	Long Term	2.97%
	Long Term	SFY 2020	2.66%
Proposition 204	SFY 2020	Long Term	2.96%
	Long Term	SFY 2020	2.61%
Newly Eligible Children	SFY 2020	Long Term	2.91%
	Long Term	SFY 2020	2.63%
Newly Eligible Adults	SFY 2020	Long Term	2.93%
	Long Term	SFY 2020	2.68%
AL/TCS-EPD	SFY 2020	Long Term	3.08%
	Long Term	SFY 2020	2.39%

Notes:

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

FES Inflation Forecast

Calendar Quarter	Physicians Services Index Increase		Physicians Services SFY Average Increase		Inpatient Services Index Increase		AHCCCS Inpatient Index SFY Average Increase		Weighted Index SFY Average Increase	
	Index Increase	Physicians Services Index Increase	SFY Average Increase	Physicians Services Index Increase	Inpatient Services Index Increase	AHCCCS Inpatient Index SFY Average Increase	AHCCCS Inpatient Index SFY Average Increase	Weighted Index SFY Average Increase		
2011.3		2.4%				2.9%				
2011.4		2.6%				2.6%				
2012.1		1.7%				2.3%				
2012.2		1.7%	2.10%			2.0%	2.42%	SFY 12		2.36%
2012.3		2.6%				1.9%				
2012.4		2.2%				2.0%				
2013.1		2.4%				2.0%				
2013.2		2.4%	2.42%			2.1%	2.02%	SFY 13		2.10%
2013.3		1.4%				2.0%				
2013.4		1.6%				1.7%				
2014.1		1.4%				1.7%				
2014.2		1.4%	1.47%			1.9%	1.82%	SFY 14		1.75%
2014.3		1.3%				2.0%				
2014.4		1.4%				2.1%				
2015.1		1.5%				1.8%				
2015.2		1.8%	1.52%			1.7%	1.86%	SFY 15		1.79%
2015.3		2.1%				1.6%				
2015.4		2.3%				1.6%				
2016.1		2.6%				1.7%				
2016.2		2.7%	2.44%			1.8%	1.66%	SFY 16		1.81%
2016.3		4.0%				1.9%				
2016.4		3.8%				2.3%				
2017.1		3.4%				2.6%				
2017.2		0.9%	3.02%			2.5%	2.33%	SFY 17		2.47%
2017.3		-0.7%				2.5%				
2017.4		-1.4%				2.5%				
2018.1		-1.0%				2.6%				
2018.2		1.0%	-0.56%			2.6%	2.55%	SFY 18		1.93%
2018.3		1.5%				2.9%				
2018.4		2.2%				2.8%				
2019.1		2.7%				2.9%				
2019.2		2.9%	2.35%			2.9%	2.88%	SFY 19		2.78%
2019.3		3.1%				3.0%				
2019.4		3.1%				3.2%				
2020.1		2.9%				3.2%				
2020.2		2.9%	3.00%			3.2%	3.17%	SFY 20		3.13%

Notes:

Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018). The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

Births - Federal Emergency Services

	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2012.3	2,433		23.25%					
2012.4	2,302		-5.38%					
2013.1	1,922		-16.51%			8,551	-5.79%	-9.71%
2013.2	1,894		-1.46%					SFY 12-13
2013.3	2,204		16.37%					
2013.4	2,113		-4.13%					
2014.1	1,885		-10.79%					
2014.2	1,815		-3.71%			8,017	-6.24%	3.32%
2014.3	2,131		17.41%					SFY 13-14
2014.4	2,081		-2.35%					
2015.1	1,883		-9.51%					
2015.2	1,587		-15.72%			7,682	-4.18%	-17.00%
2015.3	1,842		16.07%					SFY 14-15
2015.4	2,005		8.85%					
2016.1	1,755		-12.47%			7,092	-7.68%	-4.06%
2016.2	1,490		-15.10%					SFY 15-16
2016.3	1,885		26.51%					
2016.4	1,802		-4.40%					
2017.1	1,628		-9.66%					
2017.2	1,454		-10.69%			6,769	-4.55%	4.81%
2017.3	1,768		21.60%					SFY 16-17
2017.4	1,632		-7.69%					
2018.1	1,428		-12.50%					
2018.2	1,285		-10.01%			6,113	-9.69%	-22.75%
2018.3			31.21%	1,686				SFY 17-18
2018.4			-1.36%	1,663				
2019.1			-11.57%	1,471				
2019.2			-11.44%	1,303		6,123	0.16%	9.69%
2019.3			21.19%	1,579				SFY 18-19
2019.4			-1.36%	1,557				
2020.1			-11.57%	1,377				
2020.2			-11.44%	1,219		5,732	-6.38%	-6.38%
								SFY 19-20

Notes:

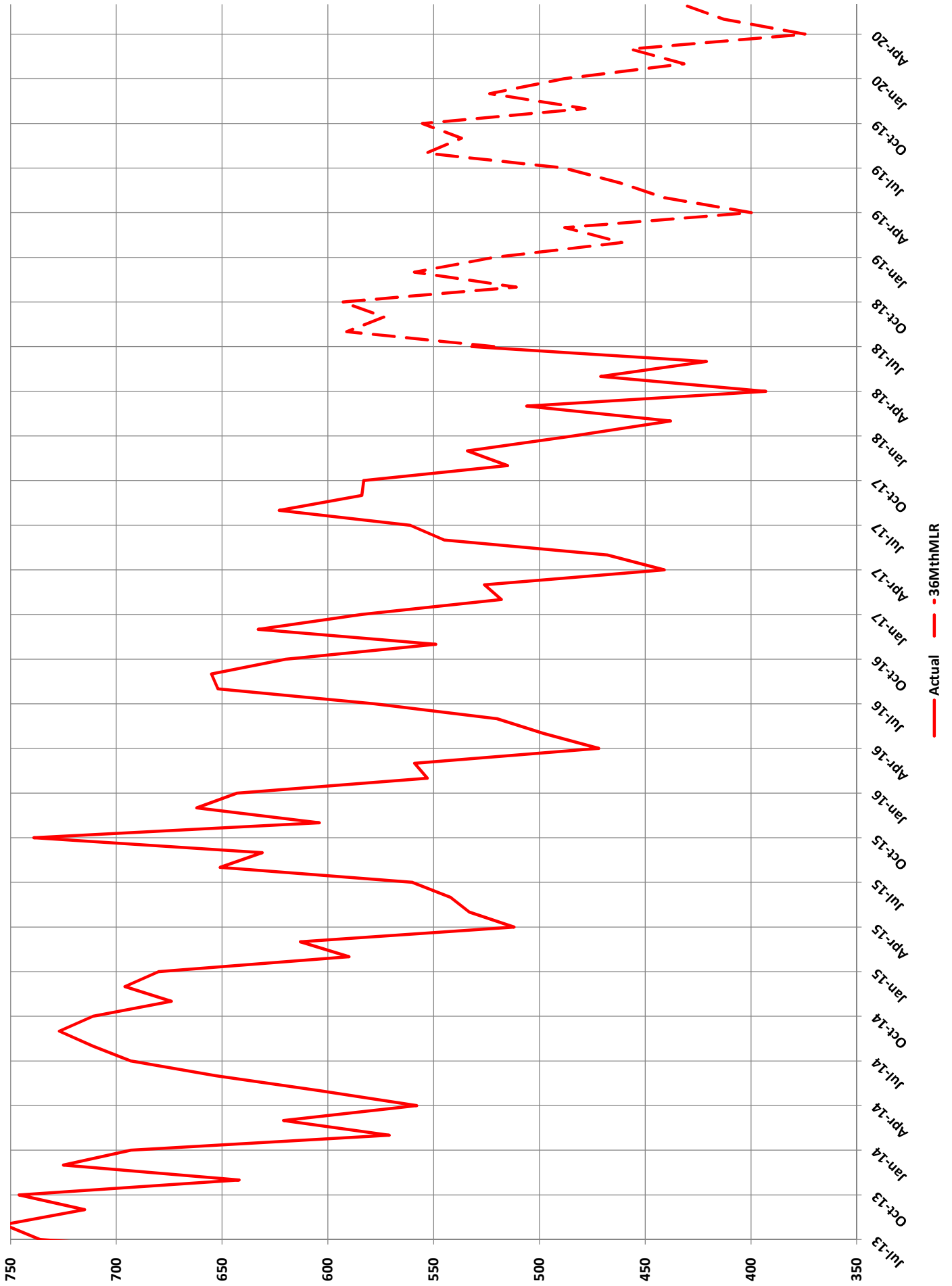
(1) Data are obtained from the monthly Newborn Report

(2) Forecast uses 36-Month Regression against trend and seasonal components

Adj. R Squared: 0.7728

Standard Error: 15.22

Births - Federal Emergency Services



AIHP - Proposition 204

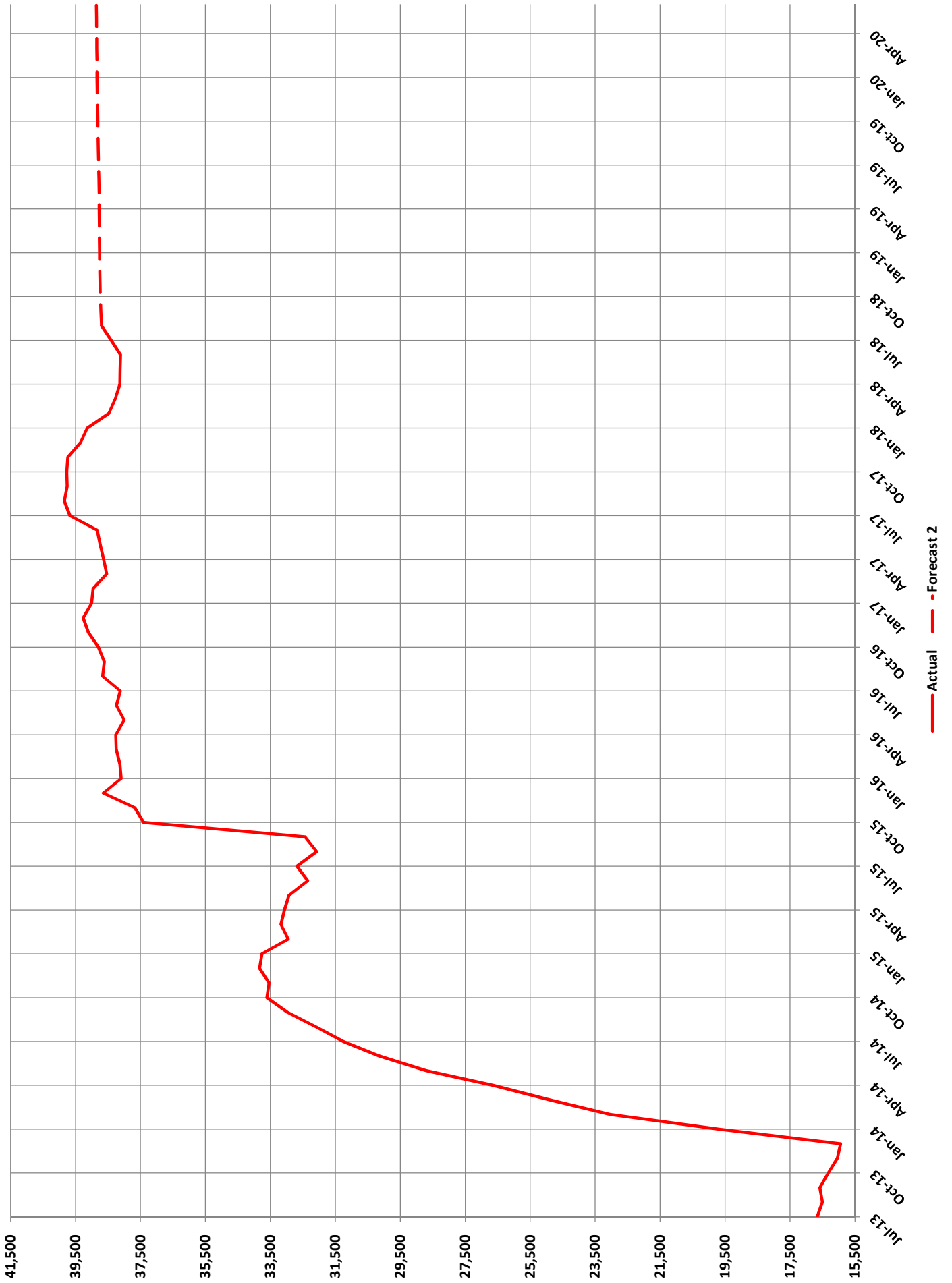
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL	FORECAST		FORECAST				
2012.3	60,676		-8.82%					
2012.4	56,085		-7.57%					
2013.1	53,157		-5.22%			220,705	-29.05%	SFY 12-13
2013.2	50,787		-4.46%					
2013.3	49,742		-2.06%					
2013.4	48,310		-2.88%					
2014.1	67,618		39.97%					
2014.2	85,496		26.44%			251,166	13.80%	SFY 13-14
2014.3	96,329		12.67%					
2014.4	100,983		4.83%					
2015.1	99,891		-1.08%					
2015.2	98,351		-1.54%			395,554	57.49%	SFY 14-15
2015.3	97,186		-1.18%					
2015.4	113,730		17.02%					
2016.1	114,472		0.65%					
2016.2	114,505		0.03%			439,893	11.21%	SFY 15-16
2016.3	115,398		0.78%					
2016.4	117,167		1.53%					
2017.1	116,506		-0.56%					
2017.2	116,202		-0.26%			465,273	5.77%	SFY 16-17
2017.3	119,273		2.64%					
2017.4	118,856		-0.35%					
2018.1	115,890		-2.50%					
2018.2	114,380		-1.30%			468,399	0.67%	SFY 17-18
2018.3		115,826	1.26%					
2018.4		116,237	0.35%					
2019.1		116,289	0.04%					
2019.2		116,328	0.03%			464,679	-0.79%	SFY 18-19
2019.3		116,390	0.05%					
2019.4		116,465	0.06%					
2020.1		116,521	0.05%			465,933	0.27%	SFY 19-20
2020.2		116,557	0.03%					

Notes:

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is based on the combined recommended forecasts for all P204 populations

Adj. R Squared: 0.2993
 Standard Error: 126.85

AIHP - Proposition 204



Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Proposition 204 - Fee-for-Service				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	(724.2)	2,256.2	(500.9)	1,755.3
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	(724.2)	2,256.2	(500.9)	1,755.3
Fund Total:	(724.2)	2,256.2	(500.9)	1,755.3
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	459,488.6	540,980.2	3,643.4	544,623.6
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Proposition 204 - Fee-for-Service					
Fund:	2120-N AHCCCS Fund				
Non-Appropriated					
	8600 Debt Service	0.0	0.0	0.0	0.0
	9000 Cost Allocation	0.0	0.0	0.0	0.0
	9100 Transfers	0.0	0.0	0.0	0.0
	Non-Appropriated Total:	459,488.6	540,980.2	3,643.4	544,623.6
Fund Total:		459,488.6	540,980.2	3,643.4	544,623.6
Fund:	2576-N Hospital Assessment				
Non-Appropriated					
	0000 FTE	0.0	0.0	0.0	0.0
	6000 Personal Services	0.0	0.0	0.0	0.0
	6100 Employee Related Expenses	0.0	0.0	0.0	0.0
	6200 Professional and Outside Services	0.0	0.0	0.0	0.0
	6500 Travel In-State	0.0	0.0	0.0	0.0
	6600 Travel Out of State	0.0	0.0	0.0	0.0
	6700 Food	0.0	0.0	0.0	0.0
	6800 Aid to Organizations and Individuals	35,245.9	42,856.1	(6,340.5)	36,515.6
	7000 Other Operating Expenses	0.0	0.0	0.0	0.0
	8000 Equipment	0.0	0.0	0.0	0.0
	8100 Capital Outlay	0.0	0.0	0.0	0.0
	8600 Debt Service	0.0	0.0	0.0	0.0
	9000 Cost Allocation	0.0	0.0	0.0	0.0
	9100 Transfers	0.0	0.0	0.0	0.0
	Non-Appropriated Total:	35,245.9	42,856.1	(6,340.5)	36,515.6
Fund Total:		35,245.9	42,856.1	(6,340.5)	36,515.6
Program Total For Selected Funds:		494,010.3	586,092.5	(3,198.0)	582,894.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Fee-for-Service

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	494,010.3	586,092.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Fee-for-Service

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	494,010.3	586,092.5
Appropriated		
1000-A General Fund (Appropriated)	(724.2)	2,256.2
	<u>(724.2)</u>	<u>2,256.2</u>
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	459,488.6	540,980.2
2576-N Hospital Assessment (Non-Appropriated)	35,245.9	42,856.1
	<u>494,734.5</u>	<u>583,836.3</u>
Fund Source Total	494,010.3	586,092.5
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Fee-for-Service

	FY 2018 Actual	FY 2019 Expd. Plan
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Fee-for-Service

	FY 2018 Actual	FY 2019 Expd. Plan
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
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Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Fee-for-Service

	FY 2018 Actual	FY 2019 Expd. Plan
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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PROPOSITION 204 REINSURANCE

PROGRAM DESCRIPTION/BACKGROUND: Reinsurance is a stop-loss program provided by AHCCCS to its contractors for the partial reimbursement of covered inpatient facility medical services incurred for a member with an acute medical condition beyond an annual deductible. AHCCCS provides both regular and catastrophic reinsurance coverage to health plan contractors. The purpose of reinsurance is to reduce the health plans' financial risk for major medical costs incurred by members.

The reinsurance program provides critical safeguards to AHCCCS health plans. These safeguards promote competition and flexibility during the procurement process ensuring competent contractors are chosen to provide quality services to AHCCCS recipients, while minimizing the cost to Arizona taxpayers. This proactive approach limits the costly procedure of transitioning members or liabilities when a contractor's financial solvency declines and services can no longer be provided.

Regular reinsurance is only available for inpatient facilities. Before regular reinsurance is paid to a health plan, the plan must meet an annual deductible for each eligible member. Once the deductible is met, the health plan is reimbursed by AHCCCS at 75% of the cost of services that exceed the deductible. The health plan will continue to pay 25% of the cost of services until the case total value reaches \$650,000, after which point AHCCCS will reimburse at 100% of the health plans cost of services. This coinsurance percent is the rate at which AHCCCS will reimburse the Contractor for inpatient covered services incurred above the deductible.

Catastrophic reinsurance is available to health plans for services provided to members who need certain organ transplants, are taking certain drugs (collectively referred to as biotech drugs), or who have hemophilia, von Willebrand's Disease or Gaucher's Disease. AHCCCS reimburses the health plans at 85% of the cost of service. The health plan will pay 15% of the cost of service until the case total value reaches \$650,000, after which point AHCCCS will reimburse the excess at 100% of the contracted amount for the transplant or the amount which the health plan paid, whichever is less. There are no deductibles for catastrophic reinsurance cases.

Health Plan deductible options impact AHCCCS' reinsurance and capitation costs. This is because capitation rates are adjusted by a reinsurance offset based on the deductible level chosen. The higher the deductible, the lower the offset. AHCCCS provides the added compensation because the increased share of risk the Health Plan is taking has reduced the Agency's (the State of Arizona's) risk. As part of the 2013 Acute Care Contract RFP process, all participating health plans are in the \$25,000 deductible level category beginning October 1, 2013.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 SERVICES
PROPOSITION 204 REINSURANCE

METHODOLOGY:

(Budget Driver/Source of Info.)

Over the past several years, AHCCCS has utilized a methodology based on overlapping contract years in order to calculate PMPMs for one complete state fiscal year of reinsurance. That fiscal year was then trended forward to create future state fiscal year PMPMs. While this methodology was sound during stable periods, there have been a significant number of policy changes implemented over the last few contract years such that, when combined with varying Health Plan encounter efficiencies, it renders that methodology ineffective for the current timeframe. In the absence of data related to each individual policy change, combined with the 28-month long payment cycle associated with each contract year, the completion percentages of the policy changes cannot be determined, although these policy changes will still be impacting reinsurance payments through SFY2020.

Although the contract year payment and reporting cycles have not changed, the policy changes and the inability to segregate the impact of the changes from the regular reinsurance expenditures, have made it necessary to update the model to include only the most recent fiscal years' experience in the program in order to estimate the costs. All reinsurance claims must reach a clean claim status within fifteen months from the end date of service, or date of eligibility posting, whichever is later. Encounters for reinsurance claims that have passed the fifteen-month deadline and are being adjusted due to a claim dispute or hearing decision must be submitted within 90 calendar days of the date of the claim dispute or hearing decision. A complete contract year cycle needs at least 28 months in order to complete the payments that are associated with it. For example, a claim with a date of service in the final month of CY2014 (September 2014) would have 15 months to reach a clean claim status (December 2015). If any September 2014 claims were disputed, they would have to be submitted within 90 calendar days of the claim dispute or hearing decision (March 2016). Submitted claim disputes and their subsequent hearings will vary in the amount of time necessary to come to a resolution.

As a consequence of the conditions mentioned above, the most recent fiscal year's expenditures were determined to be the most reliable data to use as the basis for the FY2019 – FY2020 reinsurance forecast. The SFY 2018 actual weighted PMPM was inflated in October 2018 and 2019 by 3.79%. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2019 and 2020. The inflation factors mentioned above were taken from Global Insight's Health-Care Cost Review - Hospital Market Basket, First Quarter 2018.



Member Month Forecast

Proposition 204 Regular Capitation Member Month Forecast						
		TAN	SS	ESA	TOTA	% Change
Actua	SFY	1,688,854	299,478	3,335,128	5,323,460	4.13
Actua	SFY	1,608,145	447,155	3,281,959	5,337,259	0.26
Estimat	SFY	1,557,304	455,894	3,242,902	5,256,100	(1.52%)
Estimat	SFY	1,562,571	456,691	3,259,194	5,278,456	0.42

FMAP

The final State Fiscal Year projections were separated into a Federal Fund amount and a General Fund amount. With the implementation of the ACA on January 1, 2014, the ESA population is eligible for the Expansion State Medical Assistance Percentage (FMAP) rate. Apart from the ESA population, all other Proposition 204 Reinsurance risk populations use the state's regular FMAP. The fund sourcing was calculated by applying the program-specific FMAPs to the SFY2020 total dollars. FFY2020 FMAPs are based on the FFIS estimates for that period. For specific rates, refer to the FMAP Table below. The SFY2019 forecast was \$63,862,500 Total Fund (\$7,272,500 State Match). The SFY2020 forecast was \$65,836,500 Total Fund (\$7,968,000 State Match).

It is assumed that the Regular FMAP will increase from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on the Federal Funds Information for States (FFIS) Issue Brief 18-11 (March 23, 2018). The Expansion State FMAP is a function of the regular FMAP and the ACA Medicaid Expansion FMAP, and will decrease from 93.00% in FFY 2019 to 90.00% in FFY 2020. The updated FMAP percentages and member months that were used in the reinsurance forecast are shown in the tables below.

PROPOSITION 204 SERVICES
PROPOSITION 204 REINSURANCE

FISCAL YEAR 2020
BUDGET JUSTIFICATION



Proposition 204 FMAP												
SFY 2019	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19
Regular	69.89%	69.89%	69.89%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%
ESA	91.59%	91.59%	91.59%	91.58%	91.58%	91.58%	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%
SFY 2020	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20
Regular	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%
ESA	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%

STATUTORY AUTHORITY:
A.R.S. §36-2901.01
AHCCCS Rule R9-22-503 (G.3)
AHCCCS Rule R9-22-202
AHCCCS Rule R9-22-203

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
PROPOSITION 204 MEDICAID SERVICES
PROPOSITION 204 REINSURANCE**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
Hospital Assessment	7,785,874	9,555,300	7,272,500	7,968,000	(1,587,300)
Subtotal State Match	7,785,874	9,555,300	7,272,500	7,968,000	(1,587,300)
Federal Title XIX	54,693,429	59,759,600	56,590,000	57,868,500	(1,891,100)
Subtotal Federal Funding	54,693,429	59,759,600	56,590,000	57,868,500	(1,891,100)
Grand Total	62,479,303	69,314,900	63,862,500	65,836,500	(3,478,400)

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	-	13,362	-	-	3,082	-	-	-	519	16,964
AGE 21+	448,249	438,994	571,644	654,116	720,375	595,395	359,058	688,302	717,079	1,079,283	929,341	729,395	7,931,231
DUAL	3,976	(2,070)	2,401	776	14,384	16,382	(8,067)	16,089	4,200	3,031	3,557	41,442	96,101
SSIWO	99,989	(94,493)	68,296	389,351	58,339	139,260	25,627	136,134	45,871	149,409	133,308	49,310	1,200,402
ESA	5,666,860	3,056,459	4,834,645	5,507,769	4,583,478	4,826,403	2,823,185	2,942,262	4,503,221	5,040,477	4,987,070	4,282,171	53,054,001
TRANSPLANTS	-	-	68	33	1,504	301	1,241	3,772	55,014	7,638	111,035	-	180,605
TOTAL	6,219,075	3,398,890	5,477,054	6,552,045	5,391,442	5,571,742	3,201,044	3,789,641	5,325,386	6,279,837	6,164,311	5,102,836	62,479,303

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,600	2,000	1,600	2,100	1,600	1,600	2,100	1,600	1,600	1,600	2,100	1,600	21,100
AGE 21+	647,900	812,700	651,500	836,700	669,800	670,100	837,600	670,100	670,100	670,000	837,600	670,200	8,644,300
DUAL	9,500	11,900	9,500	12,200	9,800	9,800	12,200	9,800	9,800	9,800	12,200	9,800	126,300
SSIWO	108,700	135,900	108,500	139,200	111,400	111,400	139,200	111,400	111,400	111,400	139,200	111,400	1,439,100
ESA	4,018,500	5,025,200	4,021,800	5,160,800	4,130,400	4,132,100	5,167,300	4,135,500	4,137,300	4,139,000	5,175,900	4,142,400	53,386,200
TRANSPLANTS	18,500	23,100	18,500	23,800	19,000	19,000	23,800	19,000	19,000	19,000	23,800	19,000	245,500
TOTAL	4,804,700	6,010,800	4,811,400	6,174,800	4,942,000	4,944,000	6,182,200	4,947,400	4,949,200	4,950,800	6,190,800	4,954,400	63,862,500

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	2,100	1,600	1,600	2,100	1,700	1,700	2,100	1,700	1,700	2,100	1,700	1,700	21,800
AGE 21+	838,000	670,700	671,000	861,000	689,100	689,400	862,100	689,600	689,500	861,500	689,400	689,800	8,901,100
DUAL	12,300	9,800	9,800	12,600	10,100	10,100	12,600	10,100	10,100	12,600	10,100	10,100	130,300
SSIWO	139,200	111,400	111,400	142,900	114,300	114,300	142,900	114,300	114,300	142,900	114,300	114,300	1,476,500
ESA	5,180,200	4,145,900	4,147,600	5,322,200	4,259,500	4,261,300	5,328,900	4,264,900	4,266,600	5,335,500	4,270,200	4,272,000	55,054,800
TRANSPLANTS	23,800	19,000	19,000	24,400	19,500	19,500	24,400	19,500	19,500	24,400	19,500	19,500	252,500
TOTAL	6,195,600	4,958,400	4,960,400	6,365,200	5,094,200	5,096,300	6,373,000	5,100,100	5,101,700	6,379,000	5,105,200	5,107,400	65,836,500

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	-	9,339	-	-	2,154	-	-	-	363	11,856
AGE 21+	310,368	303,959	395,806	457,162	503,470	416,121	250,946	481,054	501,167	754,311	649,517	509,774	5,533,655
DUAL	2,753	(1,434)	1,662	542	10,053	11,450	(5,638)	11,245	2,935	2,118	2,486	28,964	67,137
SSIWO	69,233	(65,427)	47,288	272,117	40,773	97,329	17,911	95,144	32,060	104,422	93,169	34,463	838,481
ESA	5,091,674	2,746,228	4,343,929	4,955,890	4,124,213	4,342,798	2,585,755	2,694,818	4,124,501	4,616,573	4,567,657	3,922,040	48,116,076
TRANSPLANTS	-	-	47	23	1,051	210	867	2,636	38,449	5,338	77,603	-	126,224
TOTAL	5,474,027	2,983,327	4,788,733	5,685,735	4,688,900	4,867,908	2,849,841	3,287,051	4,699,111	5,482,762	5,390,431	4,495,603	54,693,429

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,100	1,400	1,100	1,400	1,100	1,100	1,400	1,100	1,100	1,100	1,400	1,100	14,400
AGE 21+	452,800	568,000	455,300	584,100	467,600	467,800	584,800	467,800	467,800	467,700	584,700	467,900	6,036,300
DUAL	6,700	8,300	6,700	8,500	6,800	6,800	8,500	6,800	6,800	6,800	8,500	6,800	88,000
SSIWO	76,000	95,000	75,900	97,200	77,800	77,800	97,200	77,800	77,800	77,800	97,200	77,800	1,005,300
ESA	3,680,500	4,602,600	3,683,600	4,726,300	3,782,600	3,784,200	4,805,600	3,846,000	3,847,600	3,849,300	4,813,600	3,852,500	49,274,400
TRANSPLANTS	12,900	16,200	12,900	16,600	13,300	13,300	16,600	13,300	13,300	13,300	16,600	13,300	171,600
TOTAL	4,230,000	5,291,500	4,235,500	5,434,100	4,349,200	4,351,000	5,514,100	4,412,800	4,414,400	4,416,000	5,522,000	4,419,400	56,590,000

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,400	1,200	1,200	1,500	1,200	1,200	1,500	1,200	1,200	1,500	1,200	1,200	15,500
AGE 21+	585,000	468,200	468,400	598,200	478,800	479,000	599,000	479,200	479,000	598,600	479,000	479,300	6,191,700
DUAL	8,600	6,800	6,800	8,700	7,000	7,000	8,700	7,000	7,000	8,700	7,000	7,000	90,300
SSIWO	97,200	77,800	77,800	99,300	79,400	79,400	99,300	79,400	79,400	99,300	79,400	79,400	1,027,100
ESA	4,817,600	3,855,700	3,857,300	4,949,600	3,961,400	3,963,000	4,796,000	3,838,400	3,840,000	4,802,000	3,843,200	3,844,800	50,369,000
TRANSPLANTS	16,600	13,300	13,300	16,900	13,500	13,500	16,900	13,500	13,500	16,900	13,500	13,500	174,900
TOTAL	5,526,400	4,423,000	4,424,800	5,674,200	4,541,300	4,543,100	5,521,400	4,418,700	4,420,100	5,527,000	4,423,300	4,425,200	57,868,500

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	-	4,023	-	-	928	-	-	-	156	5,108
AGE 21+	137,881	135,035	175,838	196,954	216,905	179,273	108,112	207,248	215,913	324,972	279,825	219,621	2,397,576
DUAL	1,223	(637)	739	234	4,331	4,933	(2,429)	4,844	1,265	913	1,071	12,478	28,964
SSIWO	30,757	(29,066)	21,008	117,234	17,566	41,931	7,716	40,990	13,812	44,987	40,139	14,847	361,921
ESA	575,186	310,231	490,716	551,878	459,264	483,606	237,430	247,444	378,721	423,904	419,413	360,131	4,937,924
TRANSPLANTS	-	-	21	10	453	91	374	1,136	16,565	2,300	33,433	-	54,381
TOTAL	745,048	415,562	688,322	866,310	702,543	709,834	351,203	502,590	626,275	797,075	773,880	607,233	7,785,874

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	500	600	500	700	500	500	700	500	500	500	700	500	6,700
AGE 21+	195,100	244,700	196,200	252,600	202,200	202,300	252,800	202,300	202,300	202,300	252,900	202,300	2,608,000
DUAL	2,800	3,600	2,800	3,700	3,000	3,000	3,700	3,000	3,000	3,000	3,700	3,000	38,300
SSIWO	32,700	40,900	32,600	42,000	33,600	33,600	42,000	33,600	33,600	33,600	42,000	33,600	433,800
ESA	338,000	422,600	338,200	434,500	347,800	347,900	361,700	289,500	289,700	289,700	362,300	289,900	4,111,800
TRANSPLANTS	5,600	6,900	5,600	7,200	5,700	5,700	7,200	5,700	5,700	5,700	7,200	5,700	73,900
TOTAL	574,700	719,300	575,900	740,700	592,800	593,000	668,100	534,600	534,800	534,800	668,800	535,000	7,272,500

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	700	400	400	600	500	500	600	500	500	600	500	500	6,300
AGE 21+	253,000	202,500	202,600	262,800	210,300	210,400	263,100	210,400	210,500	262,900	210,400	210,500	2,709,400
DUAL	3,700	3,000	3,000	3,900	3,100	3,100	3,900	3,100	3,100	3,900	3,100	3,100	40,000
SSIWO	42,000	33,600	33,600	43,600	34,900	34,900	43,600	34,900	34,900	43,600	34,900	34,900	449,400
ESA	362,600	290,200	290,300	372,600	298,100	298,300	532,900	426,500	426,600	533,500	427,000	427,200	4,685,800
TRANSPLANTS	7,200	5,700	5,700	7,500	6,000	6,000	7,500	6,000	6,000	7,500	6,000	6,000	77,100
TOTAL	669,200	535,400	535,600	691,000	552,900	553,200	851,600	681,400	681,600	852,000	681,900	682,200	7,968,000

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	2,287	2,265	2,234	2,197	2,152	2,088	2,039	1,824	1,900	1,859	1,867	1,889	24,602
AGE 21+	130,114	129,414	128,698	128,238	127,323	125,803	123,195	119,875	118,476	117,903	117,994	118,208	1,485,240
DUAL	42,926	43,221	43,460	43,833	44,016	44,397	44,330	44,125	44,463	44,308	44,393	44,558	528,030
SSIWO	1,575	1,574	1,554	1,520	1,502	1,470	1,457	1,440	1,471	1,466	1,451	1,451	17,931
ESA	278,812	279,578	278,890	279,309	278,269	276,418	274,144	270,392	269,465	268,251	268,678	268,632	3,290,838
TRANSPLANTS	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	455,714	456,052	454,836	455,096	453,263	450,176	445,165	437,656	435,776	433,786	434,383	434,738	5,346,641

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,811	1,817	1,821	1,823	1,825	1,825	1,825	1,825	1,825	1,825	1,825	1,826	21,874
AGE 21+	118,961	119,378	119,623	119,771	119,860	119,902	119,910	119,913	119,906	119,892	119,905	119,928	1,436,949
DUAL	44,777	44,815	44,838	44,852	44,860	44,864	44,841	44,850	44,858	44,872	44,880	44,889	538,196
SSIWO	1,383	1,383	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	16,572
ESA	270,438	270,551	270,664	270,777	270,890	271,003	271,116	271,229	271,342	271,455	271,568	271,681	3,252,711
TRANSPLANTS	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	437,369	437,944	438,327	438,603	438,814	438,975	439,072	439,197	439,311	439,425	439,559	439,705	5,266,302

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,826	1,827	1,828	1,829	1,829	1,830	1,831	1,831	1,830	1,830	1,830	1,831	21,953
AGE 21+	119,961	120,008	120,062	120,122	120,174	120,222	120,267	120,262	120,234	120,184	120,222	120,296	1,442,014
DUAL	44,915	44,921	44,928	44,935	44,941	44,947	44,927	44,936	44,944	44,958	44,968	44,981	539,303
SSIWO	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	1,381	16,567
ESA	271,794	271,908	272,021	272,135	272,248	272,362	272,475	272,589	272,702	272,816	272,930	273,044	3,269,024
TRANSPLANTS	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	439,878	440,044	440,219	440,401	440,573	440,742	440,880	440,999	441,091	441,169	441,331	441,533	5,288,861

PMPM

FY 18 ACTUAL

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>SFY Average</u>
AGE <1	-	-	-	-	6.21	-	-	1.69	-	-	-	0.27	0.69
AGE 1-20	3.45	3.39	4.44	5.10	5.66	4.73	2.91	5.74	6.05	9.15	7.88	6.17	5.34
AGE 21+	0.09	(0.05)	0.06	0.02	0.33	0.37	(0.18)	0.36	0.09	0.07	0.08	0.93	0.18
DUAL	63.48	(60.02)	43.95	256.23	38.84	94.71	17.59	94.54	31.19	101.93	91.88	33.99	66.95
SSIWO	20.32	10.93	17.34	19.72	16.47	17.46	10.30	10.88	16.71	18.79	18.56	15.94	16.12
ESA													
TRANSPLANTS													

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>SFY Average</u>
AGE <1	0.88	1.10	0.88	1.13	0.90	0.90	1.13	0.90	0.90	0.90	1.13	0.90	0.97
AGE 1-20	5.45	6.81	5.45	6.99	5.59	5.59	6.99	5.59	5.59	5.59	6.99	5.59	6.02
AGE 21+	0.21	0.27	0.21	0.27	0.22	0.22	0.27	0.22	0.22	0.22	0.27	0.22	0.23
DUAL	78.62	98.27	78.62	100.84	80.67	80.67	100.84	80.67	80.67	80.67	100.84	80.67	86.84
SSIWO	14.86	18.57	14.86	19.06	15.25	15.25	19.06	15.25	15.25	15.25	19.06	15.25	16.41
ESA													
TRANSPLANTS													

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>SFY Average</u>
AGE <1	1.13	0.90	0.90	1.16	0.93	0.93	1.16	0.93	0.93	1.16	0.93	0.93	1.00
AGE 1-20	6.99	5.59	5.59	7.17	5.73	5.73	7.17	5.73	5.73	7.17	5.73	5.73	6.17
AGE 21+	0.27	0.22	0.22	0.28	0.22	0.22	0.28	0.22	0.22	0.28	0.22	0.22	0.24
DUAL	100.84	80.67	80.67	103.48	82.78	82.78	103.48	82.78	82.78	103.48	82.78	82.78	89.11
SSIWO	19.06	15.25	15.25	19.56	15.65	15.65	19.56	15.65	15.65	19.56	15.65	15.65	16.84
ESA													
TRANSPLANTS													

AIHP Facility

Historical AIHP Payment Rates		2013		2014		2015		2016		2017		2018	
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate
Outpatient/Inpatient		\$ 330.00	\$ 342.00	\$ 2,272.00	3.64%	\$ 342.00	\$ 350.00	\$ 2,443.00	2.34%	\$ 350.00	\$ 368.00	\$ 2,933.00	5.14%
Outpatient Rate		\$ 2,272.00	\$ 2,413.00		6.21%	\$ 2,413.00	\$ 2,443.00		1.24%	\$ 2,443.00	\$ 2,655.00		8.68%
Inpatient Rate													
Outpatient Rate													
Inpatient Rate													
Outpatient Rate		\$ 368.00	\$ 391.00	\$ 2,655.00	6.25%	\$ 391.00	\$ 2,933.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	\$ 3,229.00	10.09%
Inpatient Rate													
Outpatient Rate		\$ 391.00	\$ 427.00	\$ 2,933.00	9.21%	\$ 427.00	\$ 3,229.00	\$ 3,229.00	10.09%	\$ 3,229.00	\$ 3,229.00	\$ 3,229.00	10.09%
Inpatient Rate													

Average Inflation		% + / -	
2-Year Average		Outpatient	7.73%
		Inpatient	10.28%
3-Year Average		Outpatient	6.87%
		Inpatient	9.75%
4-Year Average		Outpatient	5.73%
		Inpatient	7.62%
5-Year Average		Outpatient	5.32%
		Inpatient	7.34%

Programmatic Weights for AIHP Inflation			
OP/IP	Program	Weights	Weighted Inflation Factor
OP	Traditional	74.25%	5.10%
IP	Traditional	25.75%	2.51%
Total	Traditional	100.00%	7.61%
OP	Proposition 204	76.49%	5.25%
IP	Proposition 204	23.51%	2.29%
Total	Proposition 204	100.00%	7.54%
OP	Newly Eligible Children	89.12%	6.12%
IP	Newly Eligible Children	10.88%	1.06%
Total	Newly Eligible Children	100.00%	7.18%
OP	Newly Eligible Adults	81.43%	5.59%
IP	Newly Eligible Adults	18.57%	1.81%
Total	Newly Eligible Adults	100.00%	7.40%
OP	AL/TCS-EPD	78.81%	5.41%
IP	AL/TCS-EPD	21.19%	2.06%
Total	AL/TCS-EPD	100.00%	7.48%

AIHP Non-Facility

AIHP Non-Facility Inflation Factors					
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	LTC ⁶
SFY 2020	3.26%	2.90%	2.95%	2.44%	3.38%
Long Term	3.79%	2.63%	1.67%	2.49%	3.34%

AIHP Non-Facility Programmatic Weights						
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%
AL/TCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%

AIHP Non-Facility Weighted Inflation Rates			
Program	SFY 2020	Long Term	Weighted Inflation Factor
Traditional	SFY 2020	Long Term	2.97%
	Long Term	SFY 2020	2.66%
Proposition 204	SFY 2020	Long Term	2.96%
	Long Term	SFY 2020	2.61%
Newly Eligible Children	SFY 2020	Long Term	2.91%
	Long Term	SFY 2020	2.63%
Newly Eligible Adults	SFY 2020	Long Term	2.93%
	Long Term	SFY 2020	2.68%
AL/TCS-EPD	SFY 2020	Long Term	3.08%
	Long Term	SFY 2020	2.39%

Notes:

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

FES Inflation Forecast

Calendar Quarter	Physicians Services Index Increase		Physicians Services SFY Average Increase		Inpatient Services Index Increase		AHCCCS Inpatient Index SFY Average Increase		Weighted Index SFY Average Increase	
2011.3		2.4%								
2011.4		2.6%								
2012.1		1.7%								
2012.2		1.7%	2.10%					2.42%	SFY 12	2.36%
2012.3		2.6%								
2012.4		2.2%								
2013.1		2.4%								
2013.2		2.4%	2.42%					2.02%	SFY 13	2.10%
2013.3		1.4%								
2013.4		1.6%								
2014.1		1.4%								
2014.2		1.4%	1.47%					1.82%	SFY 14	1.75%
2014.3		1.3%								
2014.4		1.4%								
2015.1		1.5%								
2015.2		1.8%	1.52%					1.86%	SFY 15	1.79%
2015.3		2.1%								
2015.4		2.3%								
2016.1		2.6%								
2016.2		2.7%	2.44%					1.66%	SFY 16	1.81%
2016.3		4.0%								
2016.4		3.8%								
2017.1		3.4%								
2017.2		0.9%	3.02%					2.33%	SFY 17	2.47%
2017.3		-0.7%								
2017.4		-1.4%								
2018.1		-1.0%								
2018.2		1.0%	-0.56%					2.55%	SFY 18	1.93%
2018.3		1.5%								
2018.4		2.2%								
2019.1		2.7%								
2019.2		2.9%	2.35%					2.88%	SFY 19	2.78%
2019.3		3.1%								
2019.4		3.1%								
2020.1		2.9%								
2020.2		2.9%	3.00%					3.17%	SFY 20	3.13%

Notes:

Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018). The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Proposition 204 - Reinsurance				
Fund: 2120-N	AHCCCS Fund			
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	53,753.3	59,759.6	(1,891.1)	57,868.5
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	53,753.3	59,759.6	(1,891.1)	57,868.5
Fund Total:	53,753.3	59,759.6	(1,891.1)	57,868.5
Fund: 2576-N Hospital Assessment				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	7,858.5	9,555.3	(1,587.3)	7,968.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Proposition 204 - Reinsurance

Fund: 2576-N	Hospital Assessment				
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		7,858.5	9,555.3	(1,587.3)	7,968.0
Fund Total:		7,858.5	9,555.3	(1,587.3)	7,968.0
Program Total For Selected Funds:		61,611.8	69,314.9	(3,478.4)	65,836.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	61,611.8	69,314.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	61,611.8	69,314.9
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	53,753.3	59,759.6
2576-N Hospital Assessment (Non-Appropriated)	7,858.5	9,555.3
	61,611.8	69,314.9
Fund Source Total	61,611.8	69,314.9

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Reinsurance

	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROP 204 SERVICES
PROP 204 MEDICARE PREMIUMS

PROPOSITION 204 MEDICARE PREMIUMS
PROGRAM DESCRIPTION/BACKGROUND

AHCCCS pays Medicare Part A premiums, Hospital Insurance Benefit (HIB), and Medicare Part B premiums, Supplemental Medical Insurance Benefit (SMIB), for Title XIX members who are eligible for both Medicare and Medicaid. AHCCCS acts as a payer of last resort for medical benefits and cost avoids against Medicare for dual eligible members. This means that for these members AHCCCS only has liability for payment of Medicare coinsurance, deductibles, and the remaining medical benefits that are not covered by Medicare and all other third party payers. Health care providers must determine the extent of third party coverage and bill all private insurance carriers including HMOs and Medicare prior to billing AHCCCS. This Medicare "buy-in" program reduces the State's Medicaid costs because the Federal government, through Medicare, absorbs many of the major medical costs provided to these members, which otherwise would have been paid by AHCCCS.

METHODOLOGY:

- Medicare Part A and Part B monthly premium rates are established by the U.S. Department of Health and Human Services, Centers for Medicare and Medicaid Services (CMS) for each calendar year.
- A per member per month (PMPM) cost for Medicare Part A premiums is calculated by dividing actual Medicare Part A premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 1.59%. The 1.59% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part A rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part A premium expenditures for future years. The projected SSI with Medicare member months used for Medicare Part A and Part B premiums calculation includes members enrolled in the behavioral health integrated plans; as a result they do not tie to the SSI with Medicare member months used in the Traditional capitation forecast.
- A per member per month (PMPM) cost for Medicare Part B premiums is calculated by dividing actual Medicare Part B premium expenditures for January through June 2018 by the SSI with Medicare member months for that same period. For Calendar Year 2018 and Calendar Year 2019, this PMPM cost is inflated by 5.23%. The 5.23% represents a five-year average of the percent increases (not including years in which the PMPM decreased) in the published Medicare Part B rate. The PMPM amounts are then multiplied by projected SSI with Medicare member months to estimate Medicare Part B premium expenditures for future years.

ASSUMPTIONS:



Medicare Premium Rates

The current calendar year 2018 Medicare Part A premium is \$422.00 per month. The current calendar year 2018 Medicare Part B premium is \$134.00. The effective Medicare premium rates paid by AHCCCS are calculated using the PMPM costs which include a 10% surcharge for late enrollment for some members over and above the published premium rates. The following table provides a historical perspective on the Medicare Part A and B premiums and annual increases.

History of Medicare Premium Rates

Calendar Year	Medicare Part A Premium	% Change	Medicare Part B Premium	% Change
2002	\$319.00	6.33%	\$54.00	8.00%
2003	\$316.00	-0.94%	\$58.70	8.70%
2004	\$343.00	8.54%	\$66.60	13.46%
2005	\$375.00	9.33%	\$78.20	17.42%
2006	\$393.00	4.80%	\$88.50	13.17%
2007	\$410.00	4.33%	\$93.50	5.65%
2008	\$423.00	3.17%	\$96.40	3.10%
2009	\$443.00	4.73%	\$96.40	0.00%
2010	\$461.00	4.06%	\$110.50	14.63%
2011	\$450.00	-2.39%	\$115.40	4.43%
2012	\$451.00	0.22%	\$99.90	-13.43%
2013	\$441.00	-2.22%	\$104.90	5.01%
2014	\$426.00	-3.40%	\$104.90	0.00%
2015	\$407.00	-4.46%	\$104.90	0.00%
2016	\$411.00	0.98%	\$121.80	16.11%
2017	\$413.00	0.49%	\$134.00	10.02%
2018	\$422.00	2.18%	\$134.00	0.00%
2019 (est.)	\$428.70	1.59%	\$141.00	5.23%
2020 (est.)	\$435.50	1.59%	148.37	5.23%

PROP 204 SERVICES

FISCAL YEAR 2020

PROP 204 MEDICARE PREMIUMS

BUDGET JUSTIFICATION



Medicare Part A and Part B premiums projected for Calendar Years 2019 and 2020 are based on an average of the most recent five years percentage increase, excluding years for which the rate decreased.

Member Growth

A 36-month combined regression model was used to forecast growth for the Proposition 204 SSI with Medicare population. Members who were shifted into the MMIC and Greater Arizona RBHA plans were added back for the Medicare premium calculation. The increase in FY2017 for the SSI population is related to a shift in members from Proposition 204 to Traditional which occurred in the spring of 2017. Member months for SSI Traditional and Prop. 204 SSI (including both SSI with Medicare and SSI without Medicare) were combined and forecast in aggregate using a 36 month regression and then split according to the percentage that each currently represents of the total. Because of the sizeable shift from Prop. 204 to Traditional that occurred in Spring 2017, this methodology results in a year-over-year increase of 50.7% from FY2017 to FY2018, while June-over-June shows an increase of 76.7%.

Year-over-year growth rates for the Prop 204 SSI with Medicare population for Medicare premiums are shown in the table below:

SFY	MM	%Chg
2012	331,880	11.4%
2013	345,267	4.0%
2014	363,976	5.4%
2015	393,689	8.2%
2016	418,288	6.2%
2017	284,938	-31.9%
2018	429,355	50.7%
2019	438,432	2.1%
2020	439,189	0.2%

PROP 204 SERVICES

FISCAL YEAR 2020

PROP 204 MEDICARE PREMIUMS

BUDGET JUSTIFICATION



FMAP:

AHCCCS is assuming that the FMAP rate of 69.81% will decrease in FFY 2020 to 69.48% based on FFIS estimates (Issue Brief 18-11, March 23, 2018).

Proposition 204 FMAP

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19
SFY 2019												
Regular	69.89%	69.89%	69.89%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%	69.81%
ESA	91.59%	91.59%	91.59%	91.58%	91.58%	91.58%	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%
SFY 2020												
Regular	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%	69.48%
ESA	93.00%	93.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%

STATUTORY AUTHORITY

ARS §36-2901.01 (Laws 2001, Chapter 344)
ARS § 36-2901, paragraph 6, subdivision (a)
ARS § 36-2911
Arizona Section 1115 Waiver for FFY 2017 through FFY 2021, CNOM #11 (January 18, 2017 version)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
PROPOSITION 204 MEDICAID SERVICES
PROPOSITION 204 MEDICARE PREMIUMS**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
Hospital Assessment	24,474,378	29,754,000	25,410,100	27,083,300	(2,670,700)
Subtotal State Match	24,474,378	29,754,000	25,410,100	27,083,300	(2,670,700)
Federal Title XIX	56,382,295	62,681,900	58,810,500	61,889,000	(792,900)
Subtotal Federal Funding	56,382,295	62,681,900	58,810,500	61,889,000	(792,900)
Grand Total	80,856,674	92,435,900	84,220,600	88,972,300	(3,463,600)

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
Part A	4,563	4,976	4,150	6,215	4,976	4,976	4,853	5,544	5,042	4,578	5,042	4,578	59,493
Part B	6,496,199	6,623,490	6,625,713	6,938,638	6,727,109	6,721,390	6,812,312	6,784,640	6,747,111	6,784,563	6,746,547	6,789,470	80,797,180
Medicare TOTAL	6,500,762	6,628,465	6,629,863	6,944,853	6,732,085	6,726,366	6,817,165	6,790,183	6,752,153	6,789,142	6,751,589	6,794,048	80,856,674
TOTAL	6,500,762	6,628,465	6,629,863	6,944,853	6,732,085	6,726,366	6,817,165	6,790,183	6,752,153	6,789,142	6,751,589	6,794,048	80,856,674

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
Part A	5,000	5,000	5,000	5,000	5,000	5,000	5,100	5,100	5,100	5,100	5,100	5,100	60,600
Part B	6,818,000	6,824,400	6,828,700	6,831,800	6,834,100	6,836,000	7,191,100	7,193,700	7,196,200	7,199,500	7,202,000	7,204,500	84,160,000
Medicare TOTAL	6,823,000	6,829,400	6,833,700	6,836,800	6,839,100	6,841,000	7,196,200	7,198,800	7,201,300	7,204,600	7,207,100	7,209,600	84,220,600
TOTAL	6,823,000	6,829,400	6,833,700	6,836,800	6,839,100	6,841,000	7,196,200	7,198,800	7,201,300	7,204,600	7,207,100	7,209,600	84,220,600

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
Part A	5,100	5,100	5,100	5,100	5,100	5,100	5,200	5,200	5,200	5,200	5,200	5,200	61,800
Part B	7,209,500	7,211,600	7,213,800	7,216,200	7,218,400	7,220,500	7,596,200	7,599,000	7,601,500	7,605,000	7,607,800	7,611,000	88,910,500
Medicare TOTAL	7,214,600	7,216,700	7,218,900	7,221,300	7,223,500	7,225,600	7,601,400	7,604,200	7,606,700	7,610,200	7,613,000	7,616,200	88,972,300
TOTAL	7,214,600	7,216,700	7,218,900	7,221,300	7,223,500	7,225,600	7,601,400	7,604,200	7,606,700	7,610,200	7,613,000	7,616,200	88,972,300

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
Part A	3,159	3,445	2,873	4,344	3,478	3,478	3,391	3,874	3,524	3,200	3,524	3,200	41,491
Part B	4,497,968	4,586,104	4,587,643	4,849,414	4,701,576	4,697,579	4,761,125	4,741,785	4,715,556	4,741,731	4,715,162	4,745,160	56,340,804
Medicare TOTAL	4,501,127	4,589,549	4,590,517	4,853,758	4,705,054	4,701,057	4,764,517	4,745,659	4,719,080	4,744,931	4,718,686	4,748,360	56,382,295
TOTAL	4,501,127	4,589,549	4,590,517	4,853,758	4,705,054	4,701,057	4,764,517	4,745,659	4,719,080	4,744,931	4,718,686	4,748,360	56,382,295

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
Part A	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	3,500	42,000
Part B	4,765,100	4,769,600	4,772,600	4,769,200	4,770,900	4,772,200	5,020,100	5,021,900	5,023,700	5,026,000	5,027,700	5,029,500	58,768,500
Medicare TOTAL	4,768,600	4,773,100	4,776,100	4,772,700	4,774,400	4,775,700	5,023,600	5,025,400	5,027,200	5,029,500	5,031,200	5,033,000	58,810,500
TOTAL	4,768,600	4,773,100	4,776,100	4,772,700	4,774,400	4,775,700	5,023,600	5,025,400	5,027,200	5,029,500	5,031,200	5,033,000	58,810,500

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
Part A	3,500	3,500	3,500	3,500	3,500	3,500	3,600	3,600	3,600	3,600	3,600	3,600	42,600
Part B	5,032,900	5,034,400	5,036,000	5,013,800	5,015,300	5,016,800	5,277,900	5,279,800	5,281,500	5,283,900	5,285,900	5,288,200	61,846,400
Medicare TOTAL	5,036,400	5,037,900	5,039,500	5,017,300	5,018,800	5,020,300	5,281,500	5,283,400	5,285,100	5,287,500	5,289,500	5,291,800	61,889,000
TOTAL	5,036,400	5,037,900	5,039,500	5,017,300	5,018,800	5,020,300	5,281,500	5,283,400	5,285,100	5,287,500	5,289,500	5,291,800	61,889,000

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
Part A	1,404	1,531	1,277	1,871	1,498	1,498	1,461	1,669	1,518	1,379	1,518	1,379	18,002
Part B	1,998,231	2,037,385	2,038,069	2,089,224	2,025,532	2,023,811	2,051,187	2,042,855	2,031,555	2,042,832	2,031,385	2,044,309	24,456,376
Medicare TOTAL	1,999,634	2,038,916	2,039,346	2,091,095	2,027,031	2,025,309	2,052,648	2,044,524	2,033,073	2,044,211	2,032,904	2,045,688	24,474,378
TOTAL	1,999,634	2,038,916	2,039,346	2,091,095	2,027,031	2,025,309	2,052,648	2,044,524	2,033,073	2,044,211	2,032,904	2,045,688	24,474,378

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
Part A	1,500	1,500	1,500	1,500	1,500	1,500	1,600	1,600	1,600	1,600	1,600	1,600	18,600
Part B	2,052,900	2,054,800	2,056,100	2,062,600	2,063,200	2,063,800	2,171,000	2,171,800	2,172,500	2,173,500	2,174,300	2,175,000	25,391,500
Medicare TOTAL	2,054,400	2,056,300	2,057,600	2,064,100	2,064,700	2,065,300	2,172,600	2,173,400	2,174,100	2,175,100	2,175,900	2,176,600	25,410,100
TOTAL	2,054,400	2,056,300	2,057,600	2,064,100	2,064,700	2,065,300	2,172,600	2,173,400	2,174,100	2,175,100	2,175,900	2,176,600	25,410,100

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
Part A	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	1,600	19,200
Part B	2,176,600	2,177,200	2,177,800	2,202,400	2,203,100	2,203,700	2,318,300	2,319,200	2,320,000	2,321,100	2,321,900	2,322,800	27,064,100
Medicare TOTAL	2,178,200	2,178,800	2,179,400	2,204,000	2,204,700	2,205,300	2,319,900	2,320,800	2,321,600	2,322,700	2,323,500	2,324,400	27,083,300
TOTAL	2,178,200	2,178,800	2,179,400	2,204,000	2,204,700	2,205,300	2,319,900	2,320,800	2,321,600	2,322,700	2,323,500	2,324,400	27,083,300

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
Part A	49,120	49,443	49,693	50,124	50,347	50,745	50,664	50,425	50,847	50,644	50,668	50,826	603,545
Part B	49,120	49,443	49,693	50,124	50,347	50,745	50,664	50,425	50,847	50,644	50,668	50,826	603,545
Medicare TOTAL	98,240	98,886	99,386	100,249	100,694	101,490	101,327	100,849	101,693	101,287	101,337	101,652	1,207,091
TOTAL	98,240	98,886	99,386	100,249	100,694	101,490	101,327	100,849	101,693	101,287	101,337	101,652	1,207,091

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
Part A	50,982	51,030	51,062	51,085	51,102	51,116	51,102	51,120	51,138	51,162	51,179	51,197	613,275
Part B	50,982	51,030	51,062	51,085	51,102	51,116	51,102	51,120	51,138	51,162	51,179	51,197	613,275
Medicare TOTAL	101,964	102,060	102,125	102,170	102,205	102,233	102,204	102,240	102,276	102,323	102,358	102,394	1,226,551
TOTAL	101,964	102,060	102,125	102,170	102,205	102,233	102,204	102,240	102,276	102,323	102,358	102,394	1,226,551

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
Part A	51,232	51,247	51,263	51,280	51,295	51,311	51,300	51,319	51,335	51,359	51,378	51,400	615,720
Part B	51,232	51,247	51,263	51,280	51,295	51,311	51,300	51,319	51,335	51,359	51,378	51,400	615,720
Medicare TOTAL	102,464	102,495	102,527	102,560	102,591	102,622	102,600	102,637	102,671	102,718	102,757	102,800	1,231,441
TOTAL	102,464	102,495	102,527	102,560	102,591	102,622	102,600	102,637	102,671	102,718	102,757	102,800	1,231,441

PMPM

FY 18 ACTUAL

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>SFY Average</u>
Part A	0.09	0.10	0.08	0.12	0.10	0.10	0.10	0.11	0.10	0.09	0.10	0.09	0.10
Part B	132.25	133.96	133.33	138.43	133.61	132.45	134.46	134.55	132.70	133.97	133.15	133.58	133.87

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>SFY Average</u>
Part A	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Part B	133.73	133.73	133.73	133.73	133.73	133.73	140.72	140.72	140.72	140.72	140.72	140.72	137.23

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>SFY Average</u>
Part A	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10	0.10
Part B	140.72	140.72	140.72	140.72	140.72	140.72	148.07	148.07	148.07	148.07	148.07	148.07	144.40

Medicare Premium Inflation Factors

		Medicare Premium History:		PMPM		% Change	
		Part A	Part B	Part A	Part B	Part A	Part B
1996.01 to 1996.12	Actual	\$ 289.00	\$ 42.50	6.53%	6.53%		
1997.01 to 1997.12	Actual	\$ 311.00	\$ 43.80	7.61%	3.06%		
1998.01 to 1998.12	Actual	\$ 309.00	\$ 43.80	-0.64%	0.00%		
1999.01 to 1999.12	Actual	\$ 309.00	\$ 45.50	0.00%	3.88%		
2000.01 to 2000.12	Actual	\$ 301.00	\$ 45.50	-2.59%	0.00%		
2001.01 to 2001.12	Actual	\$ 300.00	\$ 50.00	-0.33%	9.89%		
2002.01 to 2002.12	Actual	\$ 319.00	\$ 54.00	6.33%	8.00%		
2003.01 to 2003.12	Actual	\$ 316.00	\$ 58.70	-0.94%	8.70%		
2004.01 to 2004.12	Actual	\$ 343.00	\$ 66.60	8.54%	13.46%		
2005.01 to 2005.12	Actual	\$ 375.00	\$ 78.20	9.33%	17.42%		
2006.01 to 2006.12	Actual	\$ 393.00	\$ 88.50	4.80%	13.17%		
2007.01 to 2007.12	Actual	\$ 410.00	\$ 93.50	4.33%	5.65%		
2008.01 to 2008.12	Actual	\$ 423.00	\$ 96.40	3.17%	3.10%		
2009.01 to 2009.12	Actual	\$ 443.00	\$ 96.40	4.73%	0.00%		
2010.01 to 2010.12	Actual	\$ 461.00	\$ 110.50	4.06%	14.63%		
2011.01 to 2011.12	Actual	\$ 450.00	\$ 115.40	-2.39%	4.43%		
2012.01 to 2012.12	Actual	\$ 451.00	\$ 99.90	0.22%	-13.43%		
2013.01 to 2013.12	Actual	\$ 441.00	\$ 104.90	-2.22%	5.01%		
2014.01 to 2014.12	Actual	\$ 426.00	\$ 104.90	-3.40%	0.00%		
2015.01 to 2015.12	Actual	\$ 407.00	\$ 104.90	-4.46%	0.00%		
2016.01 to 2016.12	Actual	\$ 411.00	\$ 121.80	0.98%	16.11%		
2017.01 to 2017.12	Actual	\$ 413.00	\$ 134.00	0.49%	10.02%		
2018.01 to 2018.12	Actual	\$ 422.00	\$ 134.00	2.18%	0.00%		
2019.01 to 2019.12	Projected	\$ 428.70	\$ 141.00	1.59%	5.23%		
2020.01 to 2020.12	Projected	\$ 435.50	\$ 148.37	1.59%	5.23%		
				Projected Medicare % Change			
				Part A	Part B	A & B Average	
				1.33%	5.01%	3.17%	
				1.22%	8.71%	4.96%	
				0.97%	6.53%	3.75%	
				1.59%	5.23%	3.41%	

Note: Averages in the projected change table above do not include years in which there was a decrease.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Proposition 204 - Medicare					
Fund:	2120-N	AHCCCS Fund			
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	56,381.9	62,681.9	(792.9)	61,889.0
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		56,381.9	62,681.9	(792.9)	61,889.0
Fund Total:		56,381.9	62,681.9	(792.9)	61,889.0
Fund:	2576-N	Hospital Assessment			
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	24,470.4	29,754.0	(2,670.7)	27,083.3
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Proposition 204 - Medicare

Fund: 2576-N	Hospital Assessment				
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		24,470.4	29,754.0	(2,670.7)	27,083.3
Fund Total:		24,470.4	29,754.0	(2,670.7)	27,083.3
Program Total For Selected Funds:		80,852.3	92,435.9	(3,463.6)	88,972.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Medicare

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	80,852.3	92,435.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Proposition 204 - Medicare	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	80,852.3	92,435.9
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	56,381.9	62,681.9
2576-N Hospital Assessment (Non-Appropriated)	24,470.4	29,754.0
	80,852.3	92,435.9
Fund Source Total	80,852.3	92,435.9
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Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Medicare

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Medicare

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
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Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Medicare

	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 PASS-THROUGH

PROPOSITION 204 PASS-THROUGHS

PROPOSITION 204

The Proposition 204 pass-through cost center includes a variety of programs that flow through the AHCCCS financial system, but are not part of the AHCCCS appropriated budget.

DEPARTMENT OF CORRECTIONS/COUNTIES – PASS-THROUGH

Through intergovernmental agreements, AHCCCS processes claims for Title XIX and non-Title XIX Arizona Department of Corrections Inmates, and Arizona County Inmates. The state dollars are received by AHCCCS through the IGA/ISA fund (2500) and are paid directly to providers. This arrangement is in support of the Governor's Efficiency Review initiative. AHCCCS estimates expenditures for these programs based on past trend and input from Department of Corrections.

OTHER PROPOSITION 204 PASS-THROUGH

Funding for the state's Tobacco Cessation program is provided to the Arizona Department of Health. No change is anticipated.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Programmatic Pass-Through Funding

Fund: 2500-N IGA and ISA Fund

Non-Appropriated					
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	1,246.7	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0	0.0
Non-Appropriated Total:	1,246.7	0.0	0.0	0.0	0.0
Fund Total:	1,246.7	0.0	0.0	0.0	0.0
Program Total For Selected Funds:	1,246.7	0.0	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass-Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	1,246.7	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass-Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	1,246.7	0.0
Non-Appropriated		
2500-N IGA and ISA Fund (Non-Appropriated)	1,246.7	0.0
Fund Source Total	1,246.7	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass-Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass-Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass-Through Funding

	FY 2018 Actual	FY 2019 Expd. Plan
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
Program: Non-Title XIX Behavioral Health

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Program Summary				
5-1 Seriously Mentally Ill (Non-Title XIX)	199,040.5	223,853.2	0.0	223,853.2
5-2 Crisis Services	16,407.2	16,391.3	0.0	16,391.3
5-3 Supported Housing	6,179.9	9,424.8	0.0	9,424.8
5-4 SLI Substance Use Disorder Services	248.0	4,906.0	0.0	4,906.0
Program Summary Total:	221,875.6	254,575.3	0.0	254,575.3
Expenditure Categories				
6000 Personal Services	1,500.0	0.0	0.0	0.0
6100 Employee Related Expenses	529.5	0.0	0.0	0.0
6200 Professional and Outside Services	1,844.4	1,645.3	0.0	1,645.3
6500 Travel In-State	1.3	0.0	0.0	0.0
6600 Travel Out of State	5.5	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	207,271.9	249,497.6	0.0	249,497.6
7000 Other Operating Expenses	1.5	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	10,721.5	3,432.4	0.0	3,432.4
Expenditure Categories Total:	221,875.6	254,575.3	0.0	254,575.3
Fund Source				
Appropriated Funds				
1000-A General Fund (Appropriated)	97,667.2	97,112.8	0.0	97,112.8
2227-A Substance Abuse Services Fund (Appropriated)	2,250.2	2,250.2	0.0	2,250.2
Non-Appropriated Funds	99,917.4	99,363.0	0.0	99,363.0
2000-N Federal Grant (Non-Appropriated)	55,979.6	78,677.1	0.0	78,677.1
2325-A Substance Use Disorder Services Fund (Appropriated)	248.0	4,906.0	0.0	4,906.0
2500-N IGA and ISA Fund (Non-Appropriated)	208.2	0.0	0.0	0.0
2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appropriated)	849.7	4,100.0	0.0	4,100.0
4503-N IGAs for County BHS Fund (Non-Appropriated)	64,672.7	67,529.2	0.0	67,529.2
Fund Source Total:	121,958.2	155,212.3	0.0	155,212.3
Fund Source Total:	221,875.6	254,575.3	0.0	254,575.3

All dollars are presented in thousands (not FTE).

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Non-Title XIX Behavioral Health			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Fund:	1000-A General Fund (Appropriated)			
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
5-1	78,180.0	77,646.9	0.0	77,646.9
5-2	14,157.0	14,141.1	0.0	14,141.1
5-3	5,330.2	5,324.8	0.0	5,324.8
Total	97,667.2	97,112.8	0.0	97,112.8

Appropriated Funding				
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	1,656.6	1,645.3	0.0	1,645.3
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	92,554.6	92,035.1	0.0	92,035.1
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	3,456.0	3,432.4	0.0	3,432.4
Expenditure Categories Total:	97,667.2	97,112.8	0.0	97,112.8
Fund 1000-A Total:	97,667.2	97,112.8	0.0	97,112.8

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Non-Title XIX Behavioral Health		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2000-N Federal Grant (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
5-1	Seriously Mentally Ill (Non-Title XIX)	55,979.6	78,677.1	0.0	78,677.1
5-4	SLI Substance Use Disorder Services	0.0	0.0	0.0	0.0
	Total	55,979.6	78,677.1	0.0	78,677.1
Non-Appropriated Funding					
Expenditure Categories					
	Personal Services	180.0	0.0	0.0	0.0
	Employee Related Expenses	65.6	0.0	0.0	0.0
	Professional and Outside Services	187.8	0.0	0.0	0.0
	Travel In-State	1.3	0.0	0.0	0.0
	Travel Out of State	5.5	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	48,272.4	78,677.1	0.0	78,677.1
	Other Operating Expenses	1.5	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	7,265.5	0.0	0.0	0.0
	Expenditure Categories Total:	55,979.6	78,677.1	0.0	78,677.1
	Fund 2000-N Total:	55,979.6	78,677.1	0.0	78,677.1

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Non-Title XIX Behavioral Health			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2227-A Substance Abuse Services Fund (Appropriated)			
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
5-2	2,250.2	2,250.2	0.0	2,250.2
	2,250.2	2,250.2	0.0	2,250.2
Total				
Appropriated Funding				
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	2,250.2	2,250.2	0.0	2,250.2
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:				
	2,250.2	2,250.2	0.0	2,250.2
Fund 2227-A Total:				
	2,250.2	2,250.2	0.0	2,250.2

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Non-Title XIX Behavioral Health		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2325-A Substance Use Disorder Services Fund (Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
5-4	SLI Substance Use Disorder Services	248.0	4,906.0	0.0	4,906.0
	Total	248.0	4,906.0	0.0	4,906.0
Non-Appropriated Funding					
Expenditure Categories					
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	248.0	4,906.0	0.0	4,906.0
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		248.0	4,906.0	0.0	4,906.0
Fund 2325-A Total:		248.0	4,906.0	0.0	4,906.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Non-Title XIX Behavioral Health		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2500-N IGA and ISA Fund (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
5-1	Seriously Mentally Ill (Non-Title XIX)	208.2	0.0	0.0	0.0
	Total	208.2	0.0	0.0	0.0
Non-Appropriated Funding					
Expenditure Categories					
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	208.2	0.0	0.0	0.0
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		208.2	0.0	0.0	0.0
Fund 2500-N Total:		208.2	0.0	0.0	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Non-Title XIX Behavioral Health		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
5-3	Supported Housing	849.7	4,100.0	0.0	4,100.0
Total		849.7	4,100.0	0.0	4,100.0
Non-Appropriated Funding					
Expenditure Categories					
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	849.7	4,100.0	0.0	4,100.0
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		849.7	4,100.0	0.0	4,100.0
Fund 2555-N Total:		849.7	4,100.0	0.0	4,100.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Non-Title XIX Behavioral Health			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Fund:	4503-N IGAs for County BHS Fund (Non-Appropriated)			
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
5-1	64,672.7	67,529.2	0.0	67,529.2
	64,672.7	67,529.2	0.0	67,529.2

Non-Appropriated Funding				
Expenditure Categories				
Personal Services	1,320.0	0.0	0.0	0.0
Employee Related Expenses	463.9	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	62,888.8	67,529.2	0.0	67,529.2
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	64,672.7	67,529.2	0.0	67,529.2

Fund 4503-N Total:	64,672.7	67,529.2	0.0	67,529.2
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Program 5 Total:	221,875.6	254,575.3	0.0	254,575.3
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

NON-MEDICAID BEHAVIORAL HEALTH
SERIOUSLY MENTALLY ILL (NON-TITLE XIX)

SERIOUSLY MENTALLY ILL (NON-TITLE XIX)

PROGRAM DESCRIPTION:

The Seriously Mentally Ill (Non-Title XIX) program provides behavioral health services to adults with Serious Mental Illness (SMI) who are not eligible to receive Medicaid Title XIX services.

Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services. Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS).

STATUTORY AUTHORITY:

- Laws 2015, Chapter 19.
- Laws 2015, Chapter 195.
- A.R.S Title 36, Chapter 34, Article 1.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System				
		FY 2018	FY 2019	FY 2020	FY 2020	Total Request
		Actual	Expd. Plan	Fund. Issue		
Program:		Seriously Mentally Ill (Non-Title XIX)				
Fund:		1000-A General Fund				
Appropriated						
6000	Personal Services	0.0	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	1,656.6	1,645.3	0.0	0.0	1,645.3
6500	Travel In-State	0.0	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	73,067.4	72,569.2	0.0	0.0	72,569.2
7000	Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100	Transfers	3,456.0	3,432.4	0.0	0.0	3,432.4
Appropriated Total:		78,180.0	77,646.9	0.0	0.0	77,646.9
Fund Total:		78,180.0	77,646.9	0.0	0.0	77,646.9
Fund:		2000-N Federal Grant Fund				
Non-Appropriated						
6000	Personal Services	180.0	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	65.6	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	187.8	0.0	0.0	0.0	0.0
6500	Travel In-State	1.3	0.0	0.0	0.0	0.0
6600	Travel Out of State	5.5	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	48,272.4	78,677.1	0.0	0.0	78,677.1
7000	Other Operating Expenses	1.5	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Seriously Mentally Ill (Non-Title XIX)				
Fund: 2000-N Federal Grant Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	7,265.5	0.0	0.0	0.0
Non-Appropriated Total:	55,979.6	78,677.1	0.0	78,677.1
Fund Total:	55,979.6	78,677.1	0.0	78,677.1
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	208.2	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	208.2	0.0	0.0	0.0
Fund Total:	208.2	0.0	0.0	0.0
Fund: 4503-N IGAs for County BHS Fund				
Non-Appropriated				
6000 Personal Services	1,320.0	0.0	0.0	0.0
6100 Employee Related Expenses	463.9	0.0	0.0	0.0

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Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Seriously Mentally Ill (Non-Title XIX)

Fund:	4503-N	IGAs for County BHS Fund			
	Non-Appropriated				
	6200	Professional and Outside Services	0.0	0.0	0.0
	6500	Travel In-State	0.0	0.0	0.0
	6600	Travel Out of State	0.0	0.0	0.0
	6700	Food	0.0	0.0	0.0
	6800	Aid to Organizations and Individuals	62,888.8	67,529.2	67,529.2
	7000	Other Operating Expenses	0.0	0.0	0.0
	8000	Equipment	0.0	0.0	0.0
	8100	Capital Outlay	0.0	0.0	0.0
	8600	Debt Service	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0
	9100	Transfers	0.0	0.0	0.0

Non-Appropriated Total:			64,672.7	67,529.2	0.0	67,529.2
Fund Total:			64,672.7	67,529.2	0.0	67,529.2
Program Total For Selected Funds:			199,040.5	223,853.2	0.0	223,853.2

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Seriously Mentally III (Non-Title XIX)

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	1,500.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	1,500.0	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	180.0	0.0
4503-N IGAs for County BHS Fund (Non-Appropriated)	1,320.0	0.0
Fund Source Total	1,500.0	0.0
<hr/>		
Employee Related Expenses	529.5	0.0
Expenditure Category Total	529.5	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	65.6	0.0
4503-N IGAs for County BHS Fund (Non-Appropriated)	463.9	0.0
Fund Source Total	529.5	0.0
<hr/>		
Professional and Outside Services		1,645.3
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	7.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	1,837.4	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Seriously Mentally III (Non-Title XIX)	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	1,844.4	1,645.3
Appropriated		
1000-A General Fund (Appropriated)	1,656.6	1,645.3
	1,656.6	1,645.3
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	187.8	0.0
	187.8	0.0
Fund Source Total	1,844.4	1,645.3
<hr/>		
Travel In-State	1.3	0.0
Expenditure Category Total	1.3	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	1.3	0.0
	1.3	0.0
Fund Source Total	1.3	0.0
<hr/>		
Travel Out of State	5.5	0.0
Expenditure Category Total	5.5	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	5.5	0.0
	5.5	0.0
Fund Source Total	5.5	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	184,436.8	218,775.5
Expenditure Category Total	184,436.8	218,775.5
Appropriated		
1000-A General Fund (Appropriated)	73,067.4	72,569.2
	73,067.4	72,569.2
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	48,272.4	78,677.1
2500-N IGA and ISA Fund (Non-Appropriated)	208.2	0.0
4503-N IGAs for County BHS Fund (Non-Appropriated)	62,888.8	67,529.2
	111,369.4	146,206.3
Fund Source Total	184,436.8	218,775.5
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Seriously Mentally III (Non-Title XIX)

	FY 2018 Actual	FY 2019 Expd. Plan
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Seriously Mentally III (Non-Title XIX)

	<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	2.4	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Seriously Mentally III (Non-Title XIX)

	FY 2018 Actual	FY 2019 Expd. Plan
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	(0.9)	
Expenditure Category Total	1.5	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	1.5	0.0
	1.5	0.0
Fund Source Total	1.5	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Seriously Mentally III (Non-Title XIX)

	FY 2018 Actual	FY 2019 Expd. Plan
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
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Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	10,721.5	3,432.4
Expenditure Category Total	10,721.5	3,432.4
Appropriated		
1000-A General Fund (Appropriated)	3,456.0	3,432.4
	3,456.0	3,432.4
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	7,265.5	0.0
	7,265.5	0.0
Fund Source Total	10,721.5	3,432.4

**NON-MEDICAID BEHAVIORAL HEALTH
CRISIS SERVICES**

FISCAL YEAR 2020
BUDGET JUSTIFICATION



CRISIS SERVICES

PROGRAM DESCRIPTION:

The Crisis Services program provides emergency behavioral health assistance to persons in need, who are not eligible for the Medicaid Title XIX program. Services may include 24-hour crisis telephone lines, mobile crisis response teams, and facility-based crisis services.

Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS).

STATUTORY AUTHORITY:

Laws 2015, Chapter 19.
Laws 2015, Chapter 195.
A.R.S Title 36, Chapter 34, Article 1.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Crisis Services

Fund: 1000-A	General Fund				
Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	14,157.0	14,141.1	0.0	14,141.1
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Appropriated Total:		14,157.0	14,141.1	0.0	14,141.1
Fund Total:		14,157.0	14,141.1	0.0	14,141.1

Fund: 2227-A	Substance Abuse Services Fund				
Appropriated					
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	2,250.2	2,250.2	0.0	2,250.2
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: Crisis Services

Fund:	2227-A Substance Abuse Services Fund				
	Appropriated				
	8600 Debt Service	0.0	0.0	0.0	0.0
	9000 Cost Allocation	0.0	0.0	0.0	0.0
	9100 Transfers	0.0	0.0	0.0	0.0
	Appropriated Total:	2,250.2	2,250.2	0.0	2,250.2
	Fund Total:	2,250.2	2,250.2	0.0	2,250.2
	Program Total For Selected Funds:	16,407.2	16,391.3	0.0	16,391.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Crisis Services

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	16,407.2	16,391.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Crisis Services

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	16,407.2	16,391.3
Appropriated		
1000-A General Fund (Appropriated)	14,157.0	14,141.1
2227-A Substance Abuse Services Fund (Appropriated)	2,250.2	2,250.2
	16,407.2	16,391.3
Fund Source Total	16,407.2	16,391.3

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Crisis Services

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Crisis Services

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Crisis Services

	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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**NON-MEDICAID BEHAVIORAL HEALTH
SUPPORTED HOUSING**

FISCAL YEAR 2020
BUDGET JUSTIFICATION



SUPPORTED HOUSING

PROGRAM DESCRIPTION:

The Supported Housing program provides housing services that will enable individuals to live in the community. These funds may serve to Medicaid and 100% state funded recipients. Medicaid does not, however, provide federal matching funds for housing assistance.

Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS).

STATUTORY AUTHORITY:

Laws 2015, Chapter 19.
Laws 2015, Chapter 195.
A.R.S Title 36, Chapter 34, Article 1.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
Program: Supported Housing					
Fund: 1000-A General Fund					
Appropriated					
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	5,330.2	5,324.8	0.0	5,324.8	5,324.8
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0	0.0
Appropriated Total:	5,330.2	5,324.8	0.0	5,324.8	5,324.8
Fund Total:	5,330.2	5,324.8	0.0	5,324.8	5,324.8
Fund: 2555-N Seriously Mentally Ill Housing Trust Fund					
Non-Appropriated					
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	849.7	4,100.0	0.0	4,100.0	4,100.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Supported Housing				
Fund: 2555-N	Seriously Mentally Ill Housing Trust Fund			
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	849.7	4,100.0	0.0	4,100.0
Fund Total:	849.7	4,100.0	0.0	4,100.0
Program Total For Selected Funds:	6,179.9	9,424.8	0.0	9,424.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Supported Housing

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
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Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	6,179.9	9,424.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Supported Housing

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	6,179.9	9,424.8
Appropriated		
1000-A General Fund (Appropriated)	5,330.2	5,324.8
	5,330.2	5,324.8
Non-Appropriated		
2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appropriated)	849.7	4,100.0
	849.7	4,100.0
Fund Source Total	6,179.9	9,424.8

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Supported Housing

	FY 2018 Actual	FY 2019 Expd. Plan
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Supported Housing

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Supported Housing

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Substance Use Disorder Services

	2000-N	Federal Grant Fund			
Non-Appropriated					
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	0.0	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0	0.0	0.0

	2325-A	Substance Use Disorder Services Fund			
Non-Appropriated					
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	248.0	4,906.0	0.0	0.0	4,906.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Substance Use Disorder Services				
Fund: 2325-A Substance Use Disorder Services Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	248.0	4,906.0	0.0	4,906.0
Fund Total:	248.0	4,906.0	0.0	4,906.0
Program Total For Selected Funds:	248.0	4,906.0	0.0	4,906.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Substance Use Disorder Services

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	0.0	0.0
Fund Source Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Substance Use Disorder Services

	FY 2018 Actual	FY 2019 Expd. Plan
Aid to Organizations and Individuals	248.0	4,906.0
Expenditure Category Total	248.0	4,906.0
Non-Appropriated		
2325-A Substance Use Disorder Services Fund (Appropriated)	248.0	4,906.0
Fund Source Total	248.0	4,906.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Substance Use Disorder Services

	FY 2018 Actual	FY 2019 Expd. Plan
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Substance Use Disorder Services

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Substance Use Disorder Services

	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
Program: Children's Health Insurance Program

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
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Program Summary				
6-2 Children's Health Insurance Program Services	57,555.4	81,846.9	23,695.0	105,541.9
Program Summary Total:	57,555.4	81,846.9	23,695.0	105,541.9

Expenditure Categories				
0000 FTE Positions	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	57,144.9	81,263.5	23,695.0	104,958.5
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	410.5	583.4	0.0	583.4
Expenditure Categories Total:	57,555.4	81,846.9	23,695.0	105,541.9

Fund Source				
Appropriated Funds				
1000-A General Fund (Appropriated)	(33.9)	0.0	7,791.7	7,791.7
2409-A Children's Health Insurance Program (Appropriated)	57,589.3	81,846.9	15,827.0	97,673.9
	57,555.4	81,846.9	23,618.7	105,465.6

Non-Appropriated Funds				
2500-N IGA and ISA Fund (Non-Appropriated)	0.0	0.0	76.3	76.3
	0.0	0.0	76.3	76.3
Fund Source Total:	57,555.4	81,846.9	23,695.0	105,541.9

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Children's Health Insurance Program		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	1000-A General Fund (Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
6-2	Children's Health Insurance Program Services	(33.9)	0.0	7,791.7	7,791.7
	Total	(33.9)	0.0	7,791.7	7,791.7
Appropriated Funding					
Expenditure Categories					
	FTE Positions	0.0	0.0	0.0	0.0
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	(33.9)	0.0	7,791.7	7,791.7
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
	Expenditure Categories Total:	(33.9)	0.0	7,791.7	7,791.7
	Fund 1000-A Total:	(33.9)	0.0	7,791.7	7,791.7

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018		FY 2019		FY 2020		
Program: Children's Health Insurance Program		Actual	Expd. Plan	Fund. Issue	Total Request			
Fund:	2409-A Children's Health Insurance Program (Appropriated)							
Program Expenditures								
COST CENTER/PROGRAM BUDGET UNIT								
6-2	Children's Health Insurance Program Services	57,589.3	81,846.9	15,827.0	97,673.9			
Total		57,589.3	81,846.9	15,827.0	97,673.9			
Appropriated Funding								
Expenditure Categories								
	FTE Positions	0.0	0.0	0.0	0.0			
	Personal Services	0.0	0.0	0.0	0.0			
	Employee Related Expenses	0.0	0.0	0.0	0.0			
	Professional and Outside Services	0.0	0.0	0.0	0.0			
	Travel In-State	0.0	0.0	0.0	0.0			
	Travel Out of State	0.0	0.0	0.0	0.0			
	Food	0.0	0.0	0.0	0.0			
	Aid to Organizations and Individuals	57,178.8	81,263.5	15,827.0	97,090.5			
	Other Operating Expenses	0.0	0.0	0.0	0.0			
	Equipment	0.0	0.0	0.0	0.0			
	Capital Outlay	0.0	0.0	0.0	0.0			
	Debt Service	0.0	0.0	0.0	0.0			
	Cost Allocation	0.0	0.0	0.0	0.0			
	Transfers	410.5	583.4	0.0	583.4			
Expenditure Categories Total:		57,589.3	81,846.9	15,827.0	97,673.9			
Fund 2409-A Total:		57,589.3	81,846.9	15,827.0	97,673.9			

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Children's Health Insurance Program		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2500-N IGA and ISA Fund (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
6-2	Children's Health Insurance Program Services	0.0	0.0	76.3	76.3
	Total	0.0	0.0	76.3	76.3
Non-Appropriated Funding					
Expenditure Categories					
	FTE Positions	0.0	0.0	0.0	0.0
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	0.0	0.0	76.3	76.3
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		0.0	0.0	76.3	76.3
Fund 2500-N Total:		0.0	0.0	76.3	76.3
Program 6 Total:		57,555.4	81,846.9	23,695.0	105,541.9



FISCAL YEAR 2020

CHILDREN'S HEALTH INSURANCE PROGRAM

BUDGET JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM SERVICES

PROGRAM DESCRIPTION/BACKGROUND:

A.R.S. Title 36, Chapter 29, Article 4 (Laws 1998, Chapter 11) authorized the implementation of a Title XXI Children's Health Insurance Program referred to as KidsCare. The intent of this program was to provide health care services to children under the age of 19 living in families with a gross income at or below 200% of the Federal Poverty Level (FPL) guidelines, who are not eligible for Medicaid.

Arizona provides KidsCare services through established AHCCCS health plans. All children have a choice of available contractors and primary care providers in a Geographic Service Area. Additionally, Native Americans can elect to enroll with a health plan or the American Indian Health Plan (AIHP), an AHCCCS administered fee-for-service program. As established, the KidsCare benefit package offered by the contractors is the same service package offered to state employees by the least expensive commercial HMO. However, Laws 2001, Chapter 360 expanded the benefits package to include non-emergency transportation and expanded behavioral health services.

Behavioral Health Services and Children's Rehabilitative Services are available for children enrolled with health plans, as well as those children covered by the AIHP.

Based on Title XXI of the Social Security Act, a child who is Medicaid eligible cannot be approved for KidsCare.

On March 15, 2010, the Centers for Medicare and Medicaid Services (CMS) approved an enrollment freeze and cap for KidsCare with the effective date of January 1, 2010. Since the enrollment freeze State Plan Amendment (SPA) was approved prior to the President signing the Patient Protection and Affordable Care Act of 2010 (ACA), the freeze was not considered a violation of the maintenance of effort (MOE) provisions of the ACA.

On July 22, 2016, CMS approved a SPA to remove the enrollment cap on the programs, per Laws 2016, Chapter 112. Coverage for new applicants will begin effective September 1, 2016.

KidsCare expenditures are funded by Arizona's Title XXI CHIP allotment at an enhanced 100% FMAP due to a 23 percentage point increase under the ACA, which expires September 30, 2019. On January 22, 2018, Congress passed a six-year extension of CHIP funding as part of a broader continuing resolution to fund the federal government. Federal funding for CHIP expired on September 30, 2017 and without additional funding available, states used remaining funds from previous years. On February 9, 2018, Congress passed the Bipartisan Budget Act of 2018, which reauthorized CHIP for an additional four years. President Trump signed the bill into law that same day, allowing for CHIP's extension through 2027.



FISCAL YEAR 2020

CHILDREN'S HEALTH INSURANCE PROGRAM

BUDGET JUSTIFICATION

This budget assumes sufficient CHIP allotment for FFY 2019 and FFY 2020. Please see the budget submittal letter for a discussion of potential scenarios and funding impacts that may occur as the result of federal and state policy decisions. On October 1, 2019 when FMAP decreases to 90.14% this will trigger a freeze in the program per Arizona Laws 2017, Ch. 309, Sec. 7 amended ARS 36-2985 unless a change in this law is enacted. It is assumed for purposes of this budget that necessary changes to this law will be made and that KidCare enrollment will not be frozen.

KidsCare members are charged monthly premiums based on family income and the number of children covered. At no time will a Native American or an Alaska Native be charged a co-payment or a premium. A.R.S. §36-2982 requires AHCCCS to adopt rules to establish circumstances under which AHCCCS will grant a hardship to a member who cannot pay the monthly premium.

METHODOLOGY:

MEMBER GROWTH

AHCCCS projected member growth in KidsCare by estimating the number of children in Arizona who are without health insurance coverage, do not qualify for other Medicaid programs, and would likely be eligible for KidsCare. Census and health insurance data was reviewed and analyzed from the U.S. Census Bureau's 2014 Annual Social and Economic Supplement (ASEC) of the Current Population Survey (CPS) to estimate the number of children, by household income level, that were uninsured in 2014. AHCCCS then assumed that a portion of those individuals became insured via the Federally Facilitated Marketplace (FFM) and Arizona's overall population experienced underlying annual average growth of 1.5%.

As of June 2018, 29,767 children were enrolled in KidsCare. By June 2019, AHCCCS anticipates 43,105 members and 45,282 by June 2020 based on the saturation model described below.

AHCCCS estimates that 44,668 children could be eligible for KidsCare. Assuming a presentation rate of 100% and an eleven month phase-in for enrollment beginning August 2018, it is estimated that 44,668 members will be enrolled by July 2019. The KidsCare population is assumed to increase at an annual average rate of 1.5% thereafter, reflecting underlying population growth.



FISCAL YEAR 2020

BUDGET JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM

SFY 2019		
	Phase-In	Members
Jul-18	66.58%	29,740.00
Aug-18	67.59%	30,192.00
Sep-18	70.04%	31,286.00
Oct-18	72.58%	32,421.00
Nov-18	75.21%	33,596.00
Dec-18	77.94%	34,814.00
Jan-19	80.76%	36,075.00
Feb-19	83.69%	37,383.00
Mar-19	86.72%	38,738.00
Apr-19	89.87%	40,142.00
May-19	93.13%	41,598.00
Jun-19	96.50%	43,105.00
Jul-19	100.00%	44,668.00



FISCAL YEAR 2020

CHILDREN'S HEALTH INSURANCE PROGRAM

BUDGET JUSTIFICATION

PREMIUMS

Premiums offset the cost of the KidsCare program, however, for appropriation purposes, premiums are loaded into the CHIP Fund.

The following schedule shows current KidsCare premiums by income level and number of children in family:

Household Income	One Child	Two or More Children
139-149% FPL	\$10 per month	\$15 per month
150-175% FPL	\$40 per month	\$60 per month
176-200% FPL	\$50 per month	\$70 per month

Actual premiums paid during SFY17 through SFY18 with estimated premiums for SFY19 and SFY20 are shown in the following table.

SFY	Premiums Paid
SFY17 Actual	\$4,549,700
SFY18 Actual	\$6,761,700
SFY19 Estimate	\$9,197,900
SFY20 Estimate	\$11,814,900



RATES

Average KidsCare PMPM rates were developed for capitation, behavioral health, FFS, and reinsurance based on historical experience. Rates were trended up by 2.5% from CYE 19 to CYE 20.

KidsCare Capitation Rates					
	7/1/2018	10/1/2018	10/1/2019	Jul.2018–Oct.2018 % Change	Oct. to Oct. % Change
Group					
Age <1	509.56	568.76	582.98	11.6%	2.5%
Age 1-20	174.85	178.66	183.13	2.2%	2.5%
Births	6,042.82	5,862.21	6,008.76	-3.0%	2.5%
Crisis RBHA	3.86	4.76	4.88	23.3%	2.5%



FISCAL YEAR 2020

CHILDREN'S HEALTH INSURANCE PROGRAM

BUDGET JUSTIFICATION

ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii)).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.



FISCAL YEAR 2020

CHILDREN'S HEALTH INSURANCE PROGRAM

BUDGET JUSTIFICATION

In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for KidsCare was \$55,200 Total Fund (100% Federally Funded).

ADHS/AIPO

The Arizona Immunization Program Office (AIPO) of ADHS has an interagency service agreement to provide immunizations to children enrolled in KidsCare under which AHCCCS is invoiced for immunizations performed.

In the past, payments for ADHS/AIPO have been approximately 3.0% of capitation payments excluding behavioral health and CRS. For FY 2019 and 2020, payments for ADHS/AIPO were set equal to the most recent actual amount available.

FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-service estimates for the FQHC Recon are \$31,100 Total Fund (100% Federally Funded) for FY 2019 and \$31,100, consisting of \$28,000 Federal Fund and \$3,100 General Fund for FY 2020.

FMAP

The KidsCare program is eligible for the enhanced Title XXI Federal Matching Assistance Percentage (FMAP). Effective October 1, 2015, KidsCare was 100% federally funded under the ACA due to an increase of 23 percentage points. On October 1, 2019 FMAP will decrease to 90.14%. As noted above, this drop in FMAP below 100% will trigger a freeze in the program per Arizona Laws 2017, Ch. 309, Sec. 7 amended ARS 36-2985 unless a change in this law is enacted. It is assumed for purposes of this budget that KidsCare will not be frozen and that changes to this law will be made.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

CHILDREN'S HEALTH INSURANCE PROGRAM

FFY	Period	Enhanced
2018	October 17 – September 18	100.00%
2019	October 18 – September 19	100.00%
2020	October 19 – September 20	90.14%

STATUTORY AUTHORITY:

Social Security Act, Title XXI.
A.R.S. Title 36, Chapter 29, Article 4.
A.R.S. 36-2985(A)
Laws 2016, Chapter 112

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
CHILDREN'S HEALTH INSURANCE PROGRAM
KIDSCARE**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	-	-	-	7,791,700	7,791,700
Local Match (APSI)	-	-	-	76,300	76,300
Subtotal State Match	-	-	-	7,868,000	7,868,000
CHIP	60,549,898	81,846,900	82,148,200	97,673,900	15,827,000
Subtotal Federal Funding	60,549,898	81,846,900	82,148,200	97,673,900	15,827,000
Grand Total	60,549,898	81,846,900	82,148,200	105,541,900	23,695,000

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE<1	138,855	130,514	135,864	126,631	121,165	127,449	128,947	110,133	117,706	126,651	139,116	132,533	1,535,563
AGE 1-20	3,937,811	4,025,114	4,132,455	4,310,357	4,368,783	4,515,622	4,678,366	4,730,087	4,877,755	5,183,068	5,377,072	5,563,206	55,699,695
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	12,541	-	12,777	6,279	6,284	6,279	6,316	5,536	25,263	12,105	5,531	12,559	111,470
Crisis	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	4,089,208	4,155,627	4,281,095	4,443,268	4,496,231	4,649,349	4,813,629	4,845,756	5,020,724	5,321,824	5,521,718	5,708,298	57,346,728
FES	58,089	89,411	98,812	65,355	113,931	137,815	126,458	179,432	159,705	107,831	164,156	100,158	1,401,153
REIN	90,334	651,642	14,877	123,660	12,323	41,624	94,270	108,454	140,138	189,161	166,905	143,735	1,777,122
FQHC RECON	26	-	4,617	-	-	8,470	6,728	(56,327)	61,394	0	(14)	-	24,895
TOTAL	4,237,656	4,896,681	4,399,400	4,632,282	4,622,485	4,837,258	5,041,085	5,077,315	5,381,962	5,618,816	5,852,765	5,952,192	60,549,898

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE<1	133,700	135,700	140,600	162,500	168,300	174,400	180,600	187,100	193,800	200,800	208,000	215,500	2,101,000
AGE 1-20	5,044,000	5,119,400	5,302,000	5,611,100	5,811,500	6,019,100	6,234,100	6,457,100	6,688,100	6,927,500	7,175,700	7,432,700	73,822,300
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	6,000	6,400	6,300	6,100	5,700	5,900	5,700	5,200	5,500	5,100	5,300	5,300	68,500
Crisis	114,900	116,600	120,900	154,400	160,000	165,800	171,800	178,100	184,500	191,200	198,100	205,300	1,961,600
HIF	-	-	-	-	-	55,200	-	-	-	-	-	-	55,200
CAP TOTAL	5,298,600	5,378,100	5,569,800	5,934,100	6,145,500	6,420,400	6,592,200	6,827,500	7,071,900	7,324,600	7,587,100	7,858,800	78,008,600
FES	136,900	173,700	144,000	191,500	158,800	164,500	213,100	176,600	183,100	189,700	245,700	203,700	2,181,300
REIN	120,900	153,500	127,200	169,200	140,300	145,300	188,300	156,100	161,700	167,600	217,100	180,000	1,927,200
FQHC RECON	-	-	-	-	-	-	31,100	-	-	-	-	-	31,100
TOTAL	5,556,400	5,705,300	5,841,000	6,294,800	6,444,600	6,730,200	7,024,700	7,160,200	7,416,700	7,681,900	8,049,900	8,242,500	82,148,200

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE<1	223,200	223,500	223,800	229,700	230,000	230,200	230,500	230,800	231,100	231,400	231,700	232,000	2,747,900
AGE 1-20	7,699,100	7,708,600	7,718,200	7,921,000	7,930,700	7,940,500	7,950,400	7,960,300	7,970,100	7,979,900	7,989,800	7,999,700	94,768,300
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	5,800	6,200	6,100	6,200	5,800	5,900	5,800	5,200	5,600	5,200	5,300	5,400	68,500
Crisis	212,800	213,000	213,300	218,900	219,200	219,500	219,700	220,000	220,300	220,500	220,800	221,100	2,619,100
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	8,140,900	8,151,300	8,161,400	8,375,800	8,385,700	8,396,100	8,406,400	8,416,300	8,427,100	8,437,000	8,447,600	8,458,200	100,203,800
FES	263,800	211,300	211,600	271,900	217,800	218,000	272,900	218,600	218,800	273,900	219,400	219,700	2,817,700
REIN	233,100	186,700	186,900	240,200	192,400	192,600	241,100	193,100	193,300	242,000	193,800	194,100	2,489,300
FQHC RECON	-	-	-	-	-	-	31,100	-	-	-	-	-	31,100
TOTAL	8,637,800	8,549,300	8,559,900	8,887,900	8,795,900	8,806,700	8,951,500	8,828,000	8,839,200	8,952,900	8,860,800	8,872,000	105,541,900

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE<1	138,855	130,514	135,864	126,631	121,165	127,449	128,947	110,133	117,706	126,651	139,116	132,533	1,535,563
AGE 1-20	3,937,811	4,025,114	4,132,455	4,310,357	4,368,783	4,515,622	4,678,366	4,730,087	4,877,755	5,183,068	5,377,072	5,563,206	55,699,695
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	12,541	-	12,777	6,279	6,284	6,279	6,316	5,536	25,263	12,105	5,531	12,559	111,470
Crisis	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	4,089,208	4,155,627	4,281,095	4,443,268	4,496,231	4,649,349	4,813,629	4,845,756	5,020,724	5,321,824	5,521,718	5,708,298	57,346,728
FFS	58,089	89,411	98,812	65,355	113,931	137,815	126,458	179,432	159,705	107,831	164,156	100,158	1,401,153
REIN	90,334	651,642	14,877	123,660	12,323	41,624	94,270	108,454	140,138	189,161	166,905	143,735	1,777,122
FQHC RECON	26	-	4,617	-	-	8,470	6,728	(56,327)	61,394	0	(14)	-	24,895
TOTAL	4,237,656	4,896,681	4,399,400	4,632,282	4,622,485	4,837,258	5,041,085	5,077,315	5,381,962	5,618,816	5,852,765	5,952,192	60,549,898

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE<1	133,700	135,700	140,600	162,500	168,300	174,400	180,600	187,100	193,800	200,800	208,000	215,500	2,101,000
AGE 1-20	5,044,000	5,119,400	5,302,000	5,611,100	5,811,500	6,019,100	6,234,100	6,457,100	6,688,100	6,927,500	7,175,700	7,432,700	73,822,300
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	6,000	6,400	6,300	6,100	5,700	5,900	5,700	5,200	5,500	5,100	5,300	5,300	68,500
Crisis	114,900	116,600	120,900	154,400	160,000	165,800	171,800	178,100	184,500	191,200	198,100	205,300	1,961,600
HIF	-	-	-	-	-	55,200	-	-	-	-	-	-	55,200
CAP TOTAL	5,298,600	5,378,100	5,569,800	5,934,100	6,145,500	6,420,400	6,592,200	6,827,500	7,071,900	7,324,600	7,587,100	7,858,800	78,008,600
FFS	136,900	173,700	144,000	191,500	158,800	164,500	213,100	176,600	183,100	189,700	245,700	203,700	2,181,300
REIN	120,900	153,500	127,200	169,200	140,300	145,300	188,300	156,100	161,700	167,600	217,100	180,000	1,927,200
FQHC RECON	-	-	-	-	-	-	31,100	-	-	-	-	-	31,100
TOTAL	5,556,400	5,705,300	5,841,000	6,294,800	6,444,600	6,730,200	7,024,700	7,160,200	7,416,700	7,681,900	8,049,900	8,242,500	82,148,200

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE<1	223,200	223,500	223,800	207,000	207,300	207,500	207,800	208,100	208,300	208,600	208,800	209,100	2,543,000
AGE 1-20	7,699,100	7,708,600	7,718,200	7,140,000	7,148,700	7,157,600	7,166,500	7,175,400	7,184,200	7,193,100	7,202,100	7,210,900	87,704,400
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	5,800	6,200	6,100	5,600	5,200	5,300	5,200	4,700	5,000	4,700	4,800	4,800	63,400
Crisis	212,800	213,000	213,300	197,300	197,600	197,800	198,100	198,300	198,600	198,800	199,000	199,300	2,423,900
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	8,140,900	8,151,300	8,161,400	7,549,900	7,558,800	7,568,200	7,577,600	7,586,500	7,596,100	7,605,200	7,614,700	7,624,100	92,734,700
FFS	263,800	211,300	211,600	245,100	196,300	196,500	246,000	197,000	197,300	246,900	197,800	198,000	2,607,600
REIN	233,100	186,700	186,900	216,500	173,400	173,600	217,300	174,100	174,300	218,100	174,700	174,900	2,303,600
FQHC RECON	-	-	-	-	-	-	28,000	-	-	-	-	-	28,000
TOTAL	8,637,800	8,549,300	8,559,900	8,011,500	7,928,500	7,938,300	8,068,900	7,957,600	7,967,700	8,070,200	7,987,200	7,997,000	97,673,900

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
Crisis	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
FES	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
Crisis	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
FES	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	-	-	-	22,700	22,700	22,700	22,700	22,700	22,800	22,800	22,900	22,900	204,900
AGE 1-20	-	-	-	781,000	782,000	782,900	783,900	784,900	785,900	786,800	787,700	788,800	7,063,900
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	600	600	600	600	500	600	500	500	600	5,100
Crisis	-	-	-	21,600	21,600	21,700	21,600	21,700	21,700	21,700	21,800	21,800	195,200
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	-	-	-	825,900	826,900	827,900	828,800	829,800	831,000	831,800	832,900	834,100	7,469,100
FES	-	-	-	26,800	21,500	21,500	26,900	21,600	21,500	27,000	21,600	21,700	210,100
REIN	-	-	-	23,700	19,000	19,000	23,800	19,000	19,000	23,900	19,100	19,200	185,700
FQHC RECON	-	-	-	-	-	-	3,100	-	-	-	-	-	3,100
TOTAL	-	-	-	876,400	867,400	868,400	882,600	870,400	871,500	882,700	873,600	875,000	7,868,000

MEMBER MONTHS AND ENROLLMENT

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
AGE <1	270	255	267	264	254	269	252	225	241	256	268	270	3,090
AGE 1-20	21,198	21,702	22,262	22,756	23,141	23,907	23,923	24,390	25,314	26,972	28,040	28,930	292,537
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	2	1	1	1	1	1	1	1	4	2	1	2	18
Crisis	21,623	22,160	22,405	23,197	23,863	24,527	24,767	23,674	25,153	27,883	28,762	29,767	297,781
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	43,093	44,118	44,935	46,218	47,260	48,704	48,943	48,290	50,712	55,113	57,072	58,968	593,426
FES	21,623	22,160	22,405	23,197	23,863	24,527	24,767	23,674	25,153	27,883	28,762	29,767	297,781
REIN	21,623	22,160	22,405	23,197	23,863	24,527	24,767	23,674	25,153	27,883	28,762	29,767	297,781
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	86,339	88,438	89,745	92,612	94,986	97,758	98,477	95,638	101,018	110,879	114,596	118,502	1,188,988

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
AGE <1	262	266	276	286	296	307	318	329	341	353	366	379	3,778
AGE 1-20	28,847	29,279	30,323	31,406	32,527	33,690	34,893	36,141	37,434	38,774	40,164	41,602	415,080
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	1	1	1	1	1	1	1	1	1	1	1	1	12
Crisis	29,740	30,192	31,286	32,421	33,596	34,814	36,075	37,383	38,738	40,142	41,598	43,105	429,090
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	58,851	59,738	61,886	64,114	66,420	68,811	71,287	73,854	76,514	79,270	82,128	85,086	847,959
FES	29,740	30,192	31,286	32,421	33,596	34,814	36,075	37,383	38,738	40,142	41,598	43,105	429,090
REIN	29,740	30,192	31,286	32,421	33,596	34,814	36,075	37,383	38,738	40,142	41,598	43,105	429,090
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	118,331	120,122	124,458	128,956	133,612	138,439	143,437	148,620	153,990	159,554	165,324	171,296	1,706,139

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
AGE <1	392	393	393	394	394	395	395	396	396	397	397	398	4,742
AGE 1-20	43,093	43,146	43,200	43,254	43,306	43,360	43,414	43,468	43,522	43,576	43,629	43,683	520,651
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	1	1	1	1	1	1	1	1	1	1	1	1	11
Crisis	44,668	44,723	44,779	44,835	44,890	44,946	45,002	45,058	45,114	45,170	45,226	45,282	539,693
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	88,155	88,263	88,373	88,484	88,592	88,702	88,812	88,923	89,033	89,143	89,254	89,364	1,065,097
FES	44,668	44,723	44,779	44,835	44,890	44,946	45,002	45,058	45,114	45,170	45,226	45,282	539,693
REIN	44,668	44,723	44,779	44,835	44,890	44,946	45,002	45,058	45,114	45,170	45,226	45,282	539,693
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	177,491	177,709	177,931	178,154	178,372	178,594	178,816	179,039	179,261	179,483	179,706	179,928	2,144,483

PMPM

FY 18 ACTUAL

	<u>Jul-17</u>	<u>Aug-17</u>	<u>Sep-17</u>	<u>Oct-17</u>	<u>Nov-17</u>	<u>Dec-17</u>	<u>Jan-18</u>	<u>Feb-18</u>	<u>Mar-18</u>	<u>Apr-18</u>	<u>May-18</u>	<u>Jun-18</u>	<u>SFY Average</u>
AGE <1	514.89	511.75	509.68	479.02	476.59	474.64	512.61	490.10	487.43	494.15	518.28	491.71	496.88
AGE 1-20													
DUAL													
BIRTHS	6,270.52	-	12,776.56	6,279.40	6,283.92	6,279.40	6,316.03	5,536.46	6,315.68	6,052.60	5,530.67	6,279.40	6,192.79
Crisis													
HIF													

FES	2.69	4.03	4.41	2.82	4.77	5.62	5.11	7.58	6.35	3.87	5.71	3.36	4.71
REIN	4.18	29.41	0.66	5.33	0.52	1.70	3.81	4.58	5.57	6.78	5.80	4.83	5.97
FQHC RECON													

FY 19 REBASE

	<u>Jul-18</u>	<u>Aug-18</u>	<u>Sep-18</u>	<u>Oct-18</u>	<u>Nov-18</u>	<u>Dec-18</u>	<u>Jan-19</u>	<u>Feb-19</u>	<u>Mar-19</u>	<u>Apr-19</u>	<u>May-19</u>	<u>Jun-19</u>	<u>SFY Average</u>
AGE <1	509.56	509.56	509.56	568.76	568.76	568.76	568.76	568.76	568.76	568.76	568.76	568.76	556.15
AGE 1-20													
DUAL													
BIRTHS	6,042.82	6,042.82	6,042.82	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,910.67
Crisis	3.86	3.86	3.86	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.57
HIF													

FES	4.60	5.75	4.60	5.91	4.73	4.73	5.91	4.73	4.73	4.73	5.91	4.73	5.08
REIN	4.07	5.08	4.07	5.22	4.17	4.17	5.22	4.17	4.17	4.17	5.22	4.17	4.49
FQHC RECON													

FY 20 REQUEST

	<u>Jul-19</u>	<u>Aug-19</u>	<u>Sep-19</u>	<u>Oct-19</u>	<u>Nov-19</u>	<u>Dec-19</u>	<u>Jan-20</u>	<u>Feb-20</u>	<u>Mar-20</u>	<u>Apr-20</u>	<u>May-20</u>	<u>Jun-20</u>	<u>SFY Average</u>
AGE <1	568.76	568.76	568.76	582.98	582.98	582.98	582.98	582.98	582.98	582.98	582.98	582.98	579.44
AGE 1-20													
DUAL													
BIRTHS	5,862.21	5,862.21	5,862.21	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	5,969.45
Crisis	4.76	4.76	4.76	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.85
HIF													

FES	5.91	4.73	4.73	6.06	4.85	4.85	6.06	4.85	4.85	6.06	4.85	4.85	5.22
REIN	5.22	4.17	4.17	5.36	4.29	4.29	5.36	4.29	4.29	5.36	4.29	4.29	4.61
FQHC RECON													

Rate Cells	Capitation Rates									
	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2		
Age <1	\$ 509.56	\$ 568.76	\$ 568.76	\$ 568.76	\$ 568.76	\$ 568.76	\$ 582.98	\$ 582.98	\$ 582.98	\$ 582.98
Age 1-20	\$ 174.85	\$ 178.66	\$ 178.66	\$ 178.66	\$ 178.66	\$ 178.66	\$ 183.13	\$ 183.13	\$ 183.13	\$ 183.13
Age 21+	\$ 341.27	\$ 362.65	\$ 362.65	\$ 362.65	\$ 362.65	\$ 362.65	\$ 371.71	\$ 371.71	\$ 371.71	\$ 371.71
Duals	\$ 145.66	\$ 143.36	\$ 143.36	\$ 143.36	\$ 143.36	\$ 143.36	\$ 146.94	\$ 146.94	\$ 146.94	\$ 146.94
SSI w/o	\$ 1,271.12	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,261.36	\$ 1,261.36	\$ 1,261.36	\$ 1,261.36
ESA	\$ 606.13	\$ 621.92	\$ 621.92	\$ 621.92	\$ 621.92	\$ 621.92	\$ 637.47	\$ 637.47	\$ 637.47	\$ 637.47
NEA	\$ 377.80	\$ 405.45	\$ 405.45	\$ 405.45	\$ 405.45	\$ 405.45	\$ 415.58	\$ 415.58	\$ 415.58	\$ 415.58
Delivery	\$ 6,042.82	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 6,008.76	\$ 6,008.76	\$ 6,008.76	\$ 6,008.76
SMI RBHA	\$ 1,987.84	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,070.63	\$ 2,070.63	\$ 2,070.63	\$ 2,070.63
Crisis RBHA	\$ 3.86	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.88	\$ 4.88	\$ 4.88	\$ 4.88
CMDP	\$ 279.18	\$ 298.38	\$ 298.38	\$ 298.38	\$ 302.09	\$ 305.84	\$ 305.84	\$ 305.84	\$ 305.84	\$ 305.84
CMDP RBHA	\$ 757.55	\$ 864.88	\$ 864.88	\$ 864.88	\$ 864.88	\$ 864.88	\$ 886.51	\$ 886.51	\$ 886.51	\$ 886.51
ALTCS EPD	\$ 3,455.59	\$ 3,607.36	\$ 3,635.79	\$ 3,635.79	\$ 3,635.79	\$ 3,726.68	\$ 3,756.05	\$ 3,756.05	\$ 3,756.05	\$ 3,756.05
ALTCS DDD	\$ 3,892.14	\$ 4,098.51	\$ 4,137.17	\$ 4,137.17	\$ 4,188.57	\$ 4,240.60	\$ 4,280.60	\$ 4,280.60	\$ 4,280.60	\$ 4,280.60
ALTCS TCM	\$ 164.41	\$ 154.28	\$ 154.28	\$ 154.28	\$ 158.14	\$ 158.14	\$ 158.14	\$ 158.14	\$ 158.14	\$ 158.14
ALTCS DDD RBHA	\$ 236.60	\$ 273.16	\$ 273.16	\$ 273.16	\$ 273.16	\$ 279.99	\$ 279.99	\$ 279.99	\$ 279.99	\$ 279.99

Federal Matching Rates								
FMAP Type	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2
Regular FMAP	69.89%	69.81%	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%
ACA FMAP	94.00%	94.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%
CHIP FMAP	78.92%	78.87%	78.87%	78.87%	78.87%	78.64%	78.64%	78.64%
CHIP Enhanced	100.00%	100.00%	100.00%	100.00%	100.00%	90.14%	90.14%	90.14%
ESA FMAP	91.59%	91.58%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%
AIHP Facilities	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

KidsCare

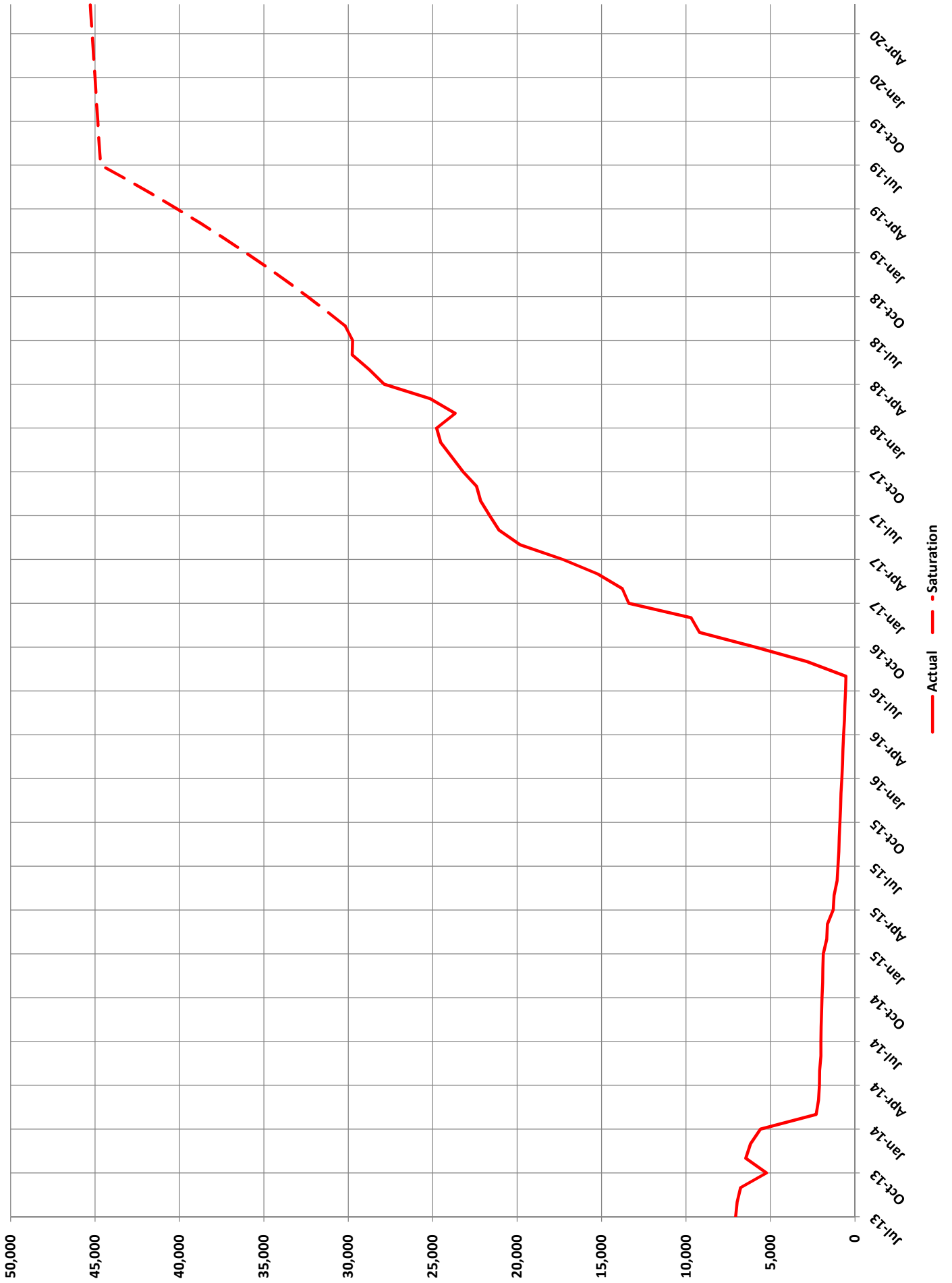
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2012.3	28,463		-11.29%							
2012.4	25,883		-9.06%							
2013.1	23,871		-7.77%							
2013.2	22,071		-7.54%			100,288	-37.89%		-30.40%	SFY 12-13
2013.3	20,823		-5.65%							
2013.4	17,888		-14.09%							
2014.1	10,037		-43.89%							
2014.2	6,210		-38.13%			54,958	-45.20%		-71.97%	SFY 13-14
2014.3	5,982		-3.67%							
2014.4	5,767		-3.59%							
2015.1	5,179		-10.20%							
2015.2	3,581		-30.86%			20,509	-62.68%		-47.74%	SFY 14-15
2015.3	2,888		-19.35%							
2015.4	2,561		-11.32%							
2016.1	2,221		-13.28%							
2016.2	1,884		-15.17%			9,554	-53.42%		-43.40%	SFY 15-16
2016.3	3,913		107.70%							
2016.4	24,809		534.01%							
2017.1	42,394		70.88%							
2017.2	58,186		37.25%			129,302	1253.38%		3436.07%	SFY 16-17
2017.3	66,188		13.75%							
2017.4	71,587		8.16%							
2018.1	73,594		2.80%							
2018.2	86,412		17.42%			297,781	130.30%		41.24%	SFY 17-18
2018.3		91,218	5.56%							
2018.4		100,831	10.54%							
2019.1		112,196	11.27%							
2019.2		124,845	11.27%			429,090	44.10%		44.81%	SFY 18-19
2019.3		134,170	7.47%							
2019.4		134,671	0.37%							
2020.1		135,174	0.37%			539,693	25.78%		5.05%	SFY 19-20
2020.2		135,678	0.37%							

Notes:

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast is a saturation model, assuming growth up to a fraction of total possible eligibles, followed by population growth

Adj. R Squared: 1.0000
 Standard Error: 0.00

KidsCare



Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Children's Health Insurance Program Services				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	(33.9)	0.0	7,791.7	7,791.7
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	(33.9)	0.0	7,791.7	7,791.7
Fund Total:	(33.9)	0.0	7,791.7	7,791.7
Fund: 2409-A Children's Health Insurance Program Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	57,178.8	81,263.5	15,827.0	97,090.5
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Children's Health Insurance Program Services				
Fund: 2409-A Children's Health Insurance Program Fund				
Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	410.5	583.4	0.0	583.4
Appropriated Total:	57,589.3	81,846.9	15,827.0	97,673.9
Fund Total:	57,589.3	81,846.9	15,827.0	97,673.9
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	76.3	76.3
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	0.0	76.3	76.3
Fund Total:	0.0	0.0	76.3	76.3
Program Total For Selected Funds:				
	57,555.4	81,846.9	23,695.0	105,541.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Services

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	57,144.9	81,263.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Services

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	57,144.9	81,263.5
Appropriated		
1000-A General Fund (Appropriated)	(33.9)	0.0
2409-A Children's Health Insurance Program (Appropriated)	57,178.8	81,263.5
	57,144.9	81,263.5
Fund Source Total	57,144.9	81,263.5

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Services

	<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Services

	FY 2018 Actual	FY 2019 Expd. Plan
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Children's Health Insurance Program Services

	FY 2018 Actual	FY 2019 Expd. Plan
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	410.5	583.4
Expenditure Category Total	410.5	583.4
<hr/>		
Appropriated		
2409-A Children's Health Insurance Program (Appropriated)	410.5	583.4
Fund Source Total	410.5	583.4
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FISCAL YEAR 2020

BUDGET JUSTIFICATION

CHILDREN'S REHABILITATIVE SERVICES

CHILDREN'S REHABILITATIVE SERVICES

PROGRAM DESCRIPTION:

The Children's Rehabilitative Services (CRS) program provides medical treatment, rehabilitation, and related support services to medically and financially qualified individuals who have certain medical, disabling or potentially disabling conditions that have the potential for functional improvement. CRS is primarily a children's program for Arizona residents under the age of 21 with chronic and disabling, or potentially disabling, conditions.

AHCCCS has implemented an integrated health model for children with rehabilitative service needs. The previous CRS program was "carved out" from the AHCCCS Acute managed care model. Previously, AHCCCS children receiving CRS services were enrolled in a minimum of three separate systems of care. Children with underlying conditions, including developmental disabilities or behavioral health needs, potentially required care delivered by four or five separate systems. Effective October 1, 2013, the old model was replaced by a payer integration model that requires one contractor/payer to assume responsibility for the delivery, care management, and payment of multiple services (i.e. services related specifically to CRS conditions as well as services related to primary care and, potentially, other needs like behavioral health). Ultimately, the purpose of such a model is to ensure optimal access to important specialty care as well as effective coordination of all service delivery.

Effective July 1, 2018, in preparation for the implementation of AHCCCS Complete Care on October 1, 2018, the CRS appropriation was integrated into the existing Acute Care Line Items: Traditional Medicaid Services, Proposition 204 Services, Newly Eligible Adult Services, and KidsCare. After October 1, 2018, all CRS services will be paid for by fully-integrated capitation rates from the line items mentioned previously.

AHCCCS Complete Care (ACC) Integration

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.



FISCAL YEAR 2020

BUDGET JUSTIFICATION

CHILDREN'S REHABILITATIVE SERVICES

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcccs.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>

Statutory Authority:

A.R.S Title 36, Chapter 2, Article 3.

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: SLI Children's Rehabilitative Services

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	299,473.4	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	299,473.4	0.0	0.0	0.0

Fund Source

Appropriated Funds	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1000-A General Fund (Appropriated)	85,549.0	0.0	0.0	0.0
Non-Appropriated Funds	85,549.0	0.0	0.0	0.0
2120-N AHCCCS Fund (Non-Appropriated)	211,537.7	0.0	0.0	0.0
2500-N IGA and ISA Fund (Non-Appropriated)	2,386.7	0.0	0.0	0.0
	213,924.4	0.0	0.0	0.0
Fund Source Total:	299,473.4	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Children's Rehabilitative Services

	1000-A	General Fund			
Appropriated					
6000 Personal Services			0.0	0.0	0.0
6100 Employee Related Expenses			0.0	0.0	0.0
6200 Professional and Outside Services			0.0	0.0	0.0
6500 Travel In-State			0.0	0.0	0.0
6600 Travel Out of State			0.0	0.0	0.0
6700 Food			0.0	0.0	0.0
6800 Aid to Organizations and Individuals		85,549.0	0.0	0.0	0.0
7000 Other Operating Expenses			0.0	0.0	0.0
8000 Equipment			0.0	0.0	0.0
8100 Capital Outlay			0.0	0.0	0.0
8600 Debt Service			0.0	0.0	0.0
9000 Cost Allocation			0.0	0.0	0.0
9100 Transfers			0.0	0.0	0.0
Appropriated Total:			85,549.0	0.0	0.0
Fund Total:			85,549.0	0.0	0.0

	2120-N	AHCCCS Fund			
Non-Appropriated					
6000 Personal Services			0.0	0.0	0.0
6100 Employee Related Expenses			0.0	0.0	0.0
6200 Professional and Outside Services			0.0	0.0	0.0
6500 Travel In-State			0.0	0.0	0.0
6600 Travel Out of State			0.0	0.0	0.0
6700 Food			0.0	0.0	0.0
6800 Aid to Organizations and Individuals		211,537.7	0.0	0.0	0.0
7000 Other Operating Expenses			0.0	0.0	0.0
8000 Equipment			0.0	0.0	0.0
8100 Capital Outlay			0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Children's Rehabilitative Services				
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	211,537.7	0.0	0.0	0.0
Fund Total:	211,537.7	0.0	0.0	0.0
Fund: 2500-N IGA and ISA Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	2,386.7	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	2,386.7	0.0	0.0	0.0
Fund Total:	2,386.7	0.0	0.0	0.0
Program Total For Selected Funds:	299,473.4	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Children's Rehabilitative Services

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	299,473.4	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Children's Rehabilitative Services

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	299,473.4	0.0
Appropriated		
1000-A General Fund (Appropriated)	85,549.0	0.0
	85,549.0	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	211,537.7	0.0
2500-N IGA and ISA Fund (Non-Appropriated)	2,386.7	0.0
	213,924.4	0.0
Fund Source Total	299,473.4	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Children's Rehabilitative Services

	FY 2018 Actual	FY 2019 Expd. Plan
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Children's Rehabilitative Services

	FY 2018 Actual	FY 2019 Expd. Plan
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Children's Rehabilitative Services

	FY 2018 Actual	FY 2019 Expd. Plan
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		



FISCAL YEAR 2020
BUDGET JUSTIFICATION

SCHOOL BASED SERVICES

SCHOOL BASED SERVICES – PROGRAMMATIC PASS-THROUGH

DIRECT SERVICE CLAIMS (DSC) PROGRAM DESCRIPTION/BACKGROUND

Under the Individuals with Disabilities Education Act (IDEA), Part B, states are required to make available special education and related services that are necessary for students with disabilities to obtain a free and appropriate public education. Some of these services provided to Title XIX eligible children by the school under IDEA are covered by Title XIX, which reimburses schools as qualified providers.

AHCCCS, in cooperation with the Arizona Department of Education (ADOE), launched the program in January 2001. Under the program, the local education agencies (LEAs) which include public school districts, certain charter schools and the Arizona School for the Deaf and Blind, are allowed to bill AHCCCS directly on a cost-based methodology for the provision of certain AHCCCS covered services. These services must be provided to Title XIX and IDEA eligible children.

As a result of the CMS approved Arizona State Plan Amendment (SPA) No. 11-007, the reimbursement methodology for school-based claiming was revised in order to enhance the identification of actual costs and improve the accuracy of claims reimbursement. Prior to July 1, 2011, LEAs billed AHCCCS using a fee-for-service fee schedule; it is now paid on a cost-based methodology. The cost-based methodology includes an interim fee-for-service payment and a reconciliation of final costs versus estimated costs within a two-year period after the end of a fiscal year. The SFY2018 reconciliation payment estimate of \$19,300,300 is for SFY2015. The SFY2019 reconciliation payment estimate of \$18,500,000 is for SFY2016.

Currently, there are 97 LEAs participating in the program. The LEAs submit their claims through a third party vendor. The Centers for Medicare and Medicaid Services (CMS) reimburses LEAs according to the applicable FMAP for the contract year the Medicaid services are provided and also 50% of the third party vendor’s administrative charges.

It is assumed that the FMAP will decrease from 69.81% in FFY 2019 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	68.81%
Oct. 2019 – Sept. 2020	69.48%

As the single state Medicaid Agency for Arizona, AHCCCS draws down the Title XIX Federal Match for this program and passes those dollars through to the LEAs. Although AHCCCS only passes-through the Federal portion of the claims to the LEAs, by contract, each LEA must certify that it has met the state match requirement.

DSC METHODOLOGY



FISCAL YEAR 2020
BUDGET JUSTIFICATION

SCHOOL BASED SERVICES

Expenditures are forecasted by inflating the average expenditures from October 2017 through June 2018 every October, by a factor of 2.7%. The inflation factor is based on a weighted average of the Global Insights Hospital Market Basket inflation forecasts.

FY 2020 DSC EXPENDITURES

The DSC program Federal share expenditures are expected to increase by \$401,400 compared to the FY 2019 estimate. The primary cause of the increase is that there is no change in the estimated reconciliation payment for SFY 2017 in FY 2020. See the table below for further explanation.

	FY 2018 <u>Actual</u>	FY 2019 <u>Rebase</u>	FY 2020 <u>Request</u>	FY 2020 <u>Change</u>
Direct Service	28,658,266	33,778,500	34,676,500	898,000
TPA Fee	129,645	132,100	135,500	3,400
Reconciliation Pymnts	19,300,338	18,500,000	18,000,000	(500,000)
DSC Total	48,088,249	52,410,600	52,812,000	401,400

MEDICAID ADMINISTRATIVE CLAIMING (MAC) PROGRAM DESCRIPTION/BACKGROUND

The Federal government permits state Medicaid agencies to claim reimbursement for activities that are necessary for the proper and efficient administration of the Medicaid state plan. Children receiving appropriate health services are better prepared to succeed in school, and in life, since poor health can interfere with the learning process.

The program, which was initiated in May 1997, reimburses LEAs for the cost of administrative activities, such as outreach, which support the Medicaid program. Schools are often involved in informing families of their potential eligibility for Medicaid or in helping them arrange medical appointments for the children. These activities are considered “administrative,” and schools are able to receive reimbursement through Medicaid.

In May 2003, CMS published a comprehensive guide, entitled: “Medicaid School-Based Administrative Claiming Guide.” The purpose of the guide was to inform schools, state Medicaid agencies, and other interested parties on the appropriate methods for claiming federal reimbursement for the costs of Medicaid administrative activities performed in the school setting.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

SCHOOL BASED SERVICES

The CMS guide, which was effective October 1, 2003, contains many significant changes related to the definition of claimable administrative costs and the time study procedure. AHCCCS experienced a significant decrease in claims following implementation of the guide.

MAC METHODOLOGY

MAC expenditures have been volatile since FY2005; therefore, AHCCCS assumed the MAC cost to be maintained at the FY 2018 amount for both FY 2019 and FY 2020.

FY 2020 MAC EXPENDITURES

The following table summarizes cost estimates (Federal share only):

	FY 2018 <u>Actual</u>	FY 2019 <u>Rebase</u>	FY 2020 <u>Request</u>	FY 2020 <u>Change</u>
MAC	5,066,066	5,066,000	5,066,000	-
Disallowance	-	-	-	-
MAC Total	5,066,066	5,066,000	5,066,000	-

STATUTORY AUTHORITY

Individuals with Disabilities Education Act (IDEA)
Section 504 of the Rehabilitation Act of 1973
EPSDT (42 CFR Part 441, subpart B)
Allowable administrative claiming procedures (45 CFR parts 74 and 75)
SPA Amendment No. 11-007

- Attachment 3.1-A Limitations, pages 3-5(b)
- Attachment 4.19-B, pages 10-16

**Arizona Health Care Cost Containment System
Fiscal Year 2020 Budget Submittal
School Based Services Program**

	<u>FY 2018 Actual</u>	<u>FY 2019 Rebase</u>	<u>FY 2020 Request</u>	<u>FY 2020 Change</u>
Direct Service	28,658,266	33,778,500	34,676,500	898,000
TPA Fee	129,645	132,100	135,500	3,400
Reconciliation Pymnts	19,300,338	18,500,000	18,000,000	(500,000)
DSC Total	<u>48,088,249</u>	<u>52,410,600</u>	<u>52,812,000</u>	<u>401,400</u>
MAC	5,066,066	5,066,000	5,066,000	-
Disallowance	-	-	-	-
MAC Total	<u>5,066,066</u>	<u>5,066,000</u>	<u>5,066,000</u>	<u>-</u>
Total	<u><u>53,154,314</u></u>	<u><u>57,476,600</u></u>	<u><u>57,878,000</u></u>	<u><u>401,400</u></u>

Notes:

1. Budget is federal funds only.

Arizona Health Care Cost Containment System
Fiscal Year 2020
School Based Services Program

	Direct Services	TPA Fee	Reconciliation	DSC Total	MAC	MAC Disallow.	Total
SFY 18							
	Q1	3,819,942	250,293	19,300,338	23,370,574	1,194,743	24,565,317
	Q2	6,582,719	(602,688)	-	5,980,031	1,384,334	7,364,365
	Q3	8,101,530	371,290	-	8,472,819	39,275	8,512,094
	Q4	10,154,075	110,750	-	10,264,825	2,447,713	12,712,538
	Total	28,658,266	129,645	19,300,338	48,088,249	5,066,066	53,154,314
SFY 19							
	Q1	8,279,400	32,500	18,500,000	26,811,900	1,266,500	28,078,400
	Q2	8,499,700	33,200	-	8,532,900	1,266,500	9,799,400
	Q3	8,499,700	33,200	-	8,532,900	1,266,500	9,799,400
	Q4	8,499,700	33,200	-	8,532,900	1,266,500	9,799,400
	Total	33,778,500	132,100	18,500,000	52,410,600	5,066,000	57,476,600
SFY 20							
	Q1	8,499,700	33,200	18,000,000	26,532,900	1,266,500	27,799,400
	Q2	8,725,600	34,100	-	8,759,700	1,266,500	10,026,200
	Q3	8,725,600	34,100	-	8,759,700	1,266,500	10,026,200
	Q4	8,725,600	34,100	-	8,759,700	1,266,500	10,026,200
	Total	34,676,500	135,500	18,000,000	52,812,000	5,066,000	57,878,000

Notes:

- (1) DSC (Direct Service Claims)
 Beginning SFY 16, Direct Services for Acute and LTC are both paid as AHCCCS Fund 2120. PMMIS actuals may not match AFIS. Expenditure forecasts assume an inflation factor applied every October based on the average expenditures from October 2017 through June 2018. The inflation factor of 2.7% is derived from the I.H.S. Global Insights Hospital Market Basket Inflation Forecast.
- (2) MAC (Medicaid Administrative Claiming)
 SFY19-20 estimates assume a 0.0% annual change due to continued volatility in the expenditure trend.
- (3) Reconciliation payments are related to the reimbursement methodology change on July 1, 2011 and are expected to occur annually.
- (4) Amounts are Federal Funds only.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: Medicaid in the Public Schools

Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	306.0	0.0	0.0	0.0
6100 Employee Related Expenses	144.0	0.0	0.0	0.0
6200 Professional and Outside Services	7,535.5	5,066.0	0.0	5,066.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	45,647.8	52,410.6	401.4	52,812.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	53,633.3	57,476.6	401.4	57,878.0
Fund Total:	53,633.3	57,476.6	401.4	57,878.0
Program Total For Selected Funds:	53,633.3	57,476.6	401.4	57,878.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid in the Public Schools

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	306.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	306.0	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	306.0	0.0
Fund Source Total	306.0	0.0
<hr/>		
Employee Related Expenses	144.0	0.0
Expenditure Category Total	144.0	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	144.0	0.0
Fund Source Total	144.0	0.0
<hr/>		
Professional and Outside Services		5,066.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	7,535.5	
Expenditure Category Total	7,535.5	5,066.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	7,535.5	5,066.0
Fund Source Total	7,535.5	5,066.0
<hr/>		
Travel In-State	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Medicaid in the Public Schools	
	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	45,647.8	52,410.6
Expenditure Category Total	45,647.8	52,410.6
<hr/>		
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	45,647.8	52,410.6
Fund Source Total	45,647.8	52,410.6
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid in the Public Schools

	FY 2018 Actual	FY 2019 Expd. Plan
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid in the Public Schools

	FY 2018 Actual	FY 2019 Expd. Plan
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
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Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid in the Public Schools

	FY 2018 Actual	FY 2019 Expd. Plan
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
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Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
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Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid in the Public Schools

<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
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FISCAL YEAR 2020
BUDGET JUSTIFICATION

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

AFFORDABLE CARE ACT

MEDICAID ELIGIBILITY EXPANSION – NEWLY ELIGIBLE ADULTS

On March 23, 2010, President Obama signed into law the Patient Protection and Affordable Care Act (ACA). The ACA includes the largest eligibility expansion in the history of the Medicaid program. Beginning in 2014, the ACA extends Medicaid coverage to all individuals between ages 19 and 64 with incomes up to 133% of FPL. Note that the ACA also includes an eligibility “simplification” by relying on a single “Modified Adjusted Gross Income” (MAGI) standard for determining eligibility which, in the case of Arizona, effectively makes the new standard 138% of FPL.

Laws 2013, First Special Session, Chapter 10 established a new a new category of eligibility for persons between 100%-133% FPL and established the Hospital Assessment Fund as the state match source for the Proposition 204 and Newly Eligible Adult populations, when necessary.

The estimated cost of adult expansion for SFY 2016 was \$405,687,600 Total Fund. This program was funded with 100% federal funds through December 31, 2016. Beginning January 1, 2017, the federal matching rate decreased to 95% and decreased again to 94% on January 1, 2018 and will decrease to 93% on January 1, 2019. For SFY 2019 costs are estimated at \$509,111,400 (\$27,414,800 SM from Hospital Assessment, \$136,200 from Political Subdivisions/APSI, and \$3,864,200 from General Fund). For SFY 2020, the cost of this program is estimated at \$519,907,300 Total Fund (\$36,608,600 SM from Hospital Assessment, \$179,900 from Political Subdivisions/APSI, and \$5,214,100 from General Fund).

STATUTORY AUTHORITY:

Patient Protection and Affordable Care Act (ACA)
Laws 2013, First Special Session, Chapter 10

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

FISCAL YEAR 2020
BUDGET JUSTIFICATION



Newly Eligible Adults - Methodology

After a lower than anticipated initial presentation rate, capitated members grew rapidly during SFY 2015 and SFY 2016. Growth leveled off in SFY 2017, however, and it is believed that enrollment in this program has reached saturation. For this reason, we are projecting growth in member months to experience no growth starting in September 2018.

The following assumptions were employed in the FY20 Budget Development:

- 1) AHCCCS has experienced some births within this population, even though, once reported, the individual will be shifted to the SOBRA Pregnant women category. Births were projected using a 72 month regression of combined births for Traditional, Prop. 204, Newly Eligible Adults, and Newly Eligible Children and then split percentage-wise based on the percentage that each program represented of total birth for SFY 2018.
- 2) The Fee-for-Service costs for newly eligible adults being served through the AIHP are based on the average PMPMs for both IHS Facilities and Non-Facilities, based on January 2018 through June 2018, and October 2017 through June 2018, respectively. The average IHS Facility rate of \$563.00 is increased by 7.40%, the weighted inpatient/outpatient IHS Facility inflation rate, in January of FY 2019 and FY 2020. The average Non-Facility rate of \$264.95 is increased by 2.7% in October FY 2018 and 2019; this is based on the weighted inpatient/outpatient Prop. 204 IHS Non-Facility inflation rates for Prop. 204. The total FFS estimate includes Prior Quarter.
- 3) Arizona Department of Corrections and County inmates are now included in Non-IHS FFS and the AHCCCS share is paid with 100% federal dollars. For this reason the overall FMAP for Non-IHS FFS is different from NEA FMAPs for other FFS categories.
- 4) Childless Adult FES is included in this eligibility category since this population was not previously eligible for services prior to the expansion. FES Other includes Expansion State Adults as well as Newly Eligible Adults. Total expenditures are based on the combined monthly forecast growth rates of NEA member months and medical cost inflation.
- 5) Reinsurance estimates for the NEA population are based on the average PMPM for this population for CY 2018 (YTD) of \$9.47 inflated by 2.7% (Annualized weighted market basket of Global Insight's hospital inflation factors from QE 6/30/16 to QE 6/30/20) in October 2018 to \$9.72 and then by an additional 2.7% to \$9.98 in October 2019.



CAPITATION RATES

CAPITATION RATES

Capitation Rates

Overall Acute Capitation rates for CYE 2019 are increasing by 1.9% over the blended rates for CYE 2018 that took effect January 1, 2018. CYE 2019 capitation rates were developed as a rate update from the previously submitted CYE 2018 capitation rates.

Primary drivers of the CYE 2019 rates include:

- The medical trend analysis used historical yearly encounter data for the time period October 1, 2014 through September 30, 2017 with adjustments for completion factors, historical programmatic changes, and historical provider fee-for-service rate schedule changes. Net of capitation rebasing and other miscellaneous adjustments, medical trend including both utilization and unit cost trends and accounted for 0.4% (40 basis points) of the total acute rate increase.
- Reinsurance rebasing and prescription drug adjustments resulted in an increase of 0.7% (70 basis points)
- Fee schedule changes (excluding Prop 206 Adjustment) resulted in an increase of 0.4% (40 basis points)
- Differential Adjusted Payments (above CYE 18; excluding 2.5% Hospital DAP) resulted in an increase of 0.2% (20 basis points)
- Hemophilia Factor Pricing Change resulted in an increase of 0.1% (10 basis points)
- Applied Behavior Analysis Utilization resulted in an increase of 0.1% (10 basis points)

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



Anticipating that the Newly Eligible Adults population would differ from the current risk groups, AHCCCS actuaries established a new risk group and capitation rate for this population. Beginning October 1, 2017, NEA capitation rates will include a component for the Access to Professional Services Initiative (APSI), which funds a 40% increase to select qualified physicians and non-physician professionals affiliated with designated teaching hospitals. The State Match for these payments is provided by Intergovernmental Transfers (IGTs) from Political Subdivisions.

Capitation rates for this program, including APSI, are shown in the table below:

Newly Eligible Adults Prospective Rates					
	7/1/2018	10/1/2018	10/1/2019	Jul.2018–Oct.2018 % Change	Oct. to Oct. % Change
Group					
Prospective	377.80	405.45	415.58	7.3%	2.5%
Births	6,042.82	5,862.21	6,008.76	-3.0%	2.5%
SMI Regular	1,987.84	2,020.12	2,070.63	1.6%	2.5%

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



ACA HEALTH INSURER FEE

The ACA includes an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increases to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below. The previous 2017 fee amount does not shift to 2018; the applicable amount for fee year 2018 remains at \$14.3 billion (see Treas. Reg. § 57.4(a)(3)).

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	HIF Moratorium
2018	\$14,300,000,000
2019	HIF Moratorium
2020 and thereafter	The applicable amount in the preceding fee year increased by the rate of premium growth (within the meaning of section 36B(b)(3)(A)(ii).

The fee is considered an excise tax and is nondeductible for income tax purposes. CMS mandates actuarially sound Medicaid managed care capitation rates that allow participating insurers to cover projected expenses. Therefore this fee impacts Medicaid managed care expenditures.

The CMS currently approved payment methodology for this fee is a mass adjustment to capitation payments. It is anticipated that, most if not all, health plans will get tax filing extensions. As a result, AHCCCS makes one payment in the fall that includes an estimate for the tax liability. If there is a material difference in the final tax filings an additional adjustment is made.

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2018 (for the Calendar Year 2017 fee) adjusted capitation for October 2016 and used the FMAP in effect on that date. There was no payment in FY 2018 because the Consolidated Appropriations Act of 2016, Title II, § 201, Moratorium on Annual Fee on Health Insurance Providers, suspended collection of the health insurance provider fee for the 2017 calendar year. Health insurers are not required to pay these fees for calendar year 2017, they are, however, required to pay these fees for calendar year 2018 which will impact the SFY 2019 budget.

Continuing resolution H.R. 195 §4001 amending Sec. 4191(c)), which was signed by Pres. Trump on January 23, 2018, suspended collection of the health insurance provider fee for the 2019 calendar year. This means that there will be no payment for SFY 2020.

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2020
BUDGET JUSTIFICATION**



In total funds, the Medicaid system paid \$123.7 million in FY 2018 for the 2017 Fee Year. As noted above, there will be no HIF payments in FY 2019 or for FY 2020.

The FY 2018 impact of this fee for Proposition 204 was \$7,464,200 Total Fund (\$373,200 State Match).

FQHC Recon:

MCOs are required to pay the Prospective Payment System (PPS) rate to FQHC/RHCs in most cases. For dual eligibles, however, MCOs pay the lesser of the Medicare and PPS rate. Since FQHC/RHCs are entitled to Medicaid reimbursement up to the PPS rate, AHCCCS completes a reconciliation process that results in payment of the additional incremental cost. There are also other instances in which the FQHC/RHC provides services for which they are entitled to Medicaid reimbursement, but the MCO's encounter was not approved for payment. Through the reconciliation process, FQHC/RHCs would also receive the PPS rate for any allowable visits not otherwise paid. The reconciliation amount for CYE 2016 paid in SFY 2018 was \$25M. The projected reconciliation amounts for CYE 2017 to be paid in SFY 2019 and CYE 2018 to be paid in SFY 2020 are \$35M in each year. The reconciliation amount is increasing from CYE 2016 to CYE 2017 because the PPS rates were rebased, resulting in increases, effective October 1, 2016. The resulting total fee-for-services estimates for the FQHC Recon are \$2,001,400 Total Fund, consisting of \$1,861,300 Federal Fund and \$140,100 General Fund for FY 2019 and \$2,001,400, consisting of \$1,801,200 Federal Fund and \$200,200 General Fund for FY 2020.

Newly Eligible FMAP

Beginning in January 2017 the Newly Eligible Adults FMAP will no longer be 100%. For each Calendar Year after 2007, the Newly Eligible FMAP is decremented by 1 percentage point, until 2020 when it has a final reduction of 3 percentage points to a floor of 90%.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in Newly Eligible Adults.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
NEWLY ELIGIBLE ADULTS MEDICAID SERVICES
NEWLY ELIGIBLE ADULTS ALL EXPENDITURES**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	3,408,676	6,461,300	3,864,200	5,214,100	(1,247,200)
Local Match (APSI)	86,098	123,800	136,200	179,900	56,100
Hospital Assessment	24,640,022	28,420,100	27,414,800	36,608,600	8,188,500
Subtotal State Match	28,134,797	35,005,200	31,415,200	42,002,600	6,997,400
Federal Title XIX	508,290,343	530,669,800	477,696,200	477,904,700	(52,765,100)
Subtotal Federal Funding	508,290,343	530,669,800	477,696,200	477,904,700	(52,765,100)
Grand Total	536,425,140	565,675,000	509,111,400	519,907,300	(45,767,700)

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG NEA	34,881,294	35,164,800	34,992,597	33,125,039	33,018,227	32,564,493	32,658,371	31,560,804	31,204,495	30,817,836	30,898,735	30,856,208	391,742,899
PPC NEA	783,040	(60,946)	947,506	1,206,018	980,939	838,690	1,234,088	1,125,451	1,442,515	1,171,676	1,237,218	1,531,351	12,437,545
NEA BIRTHS	423,614	322,315	464,037	447,799	421,326	442,562	384,060	420,095	381,442	341,973	387,047	322,230	4,758,501
SMI REG	2,263,662	2,316,779	2,339,157	2,284,076	2,268,088	2,203,620	2,211,539	2,171,144	2,104,459	2,109,168	2,179,524	2,172,051	26,623,266
SMI PPC	56,853	36,206	54,928	43,102	46,506	33,266	66,024	72,113	55,628	61,590	57,029	71,967	655,213
Crisis	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	38,408,463	37,779,154	38,798,225	37,106,034	36,735,086	36,082,631	36,554,082	35,349,608	35,188,538	34,502,242	34,759,552	34,953,808	436,217,424
AHP Facility	1,775,905	2,627,030	1,950,793	1,492,576	1,645,187	1,675,869	1,854,198	2,013,312	1,948,332	1,802,710	2,295,618	1,639,794	22,721,324
AHP Non-Facility	953,599	1,165,095	915,429	737,923	1,088,273	998,056	933,202	750,817	1,070,111	840,798	1,004,453	892,756	11,350,513
Non-AHP	131,621	64,067	165,385	38,388	383,127	58,548	93,488	45,788	77,579	65,588	105,342	219,653	1,448,574
Prior Quarter	350,598	546,221	401,753	202,324	237,125	262,112	362,635	262,514	279,542	336,761	314,974	266,365	3,822,924
FES Births	101,500	188,382	57,807	91,787	138,892	203,331	150,677	126,497	94,124	79,980	92,699	87,519	1,413,195
FES Other	4,454,237	7,137,489	2,868,074	2,943,999	4,929,815	4,442,536	4,624,124	3,365,513	3,712,980	4,059,750	4,089,787	3,379,391	50,007,695
FQHC RECON	238	-	27,047	-	-	62,796	892,923	619,008	9,466	(870)	(7,564)	-	1,603,044
FFS TOTAL	7,767,698	11,728,283	6,386,289	5,506,996	8,422,420	7,703,249	8,911,247	7,183,449	7,192,134	7,184,717	7,895,308	6,485,478	92,367,269
REIN NEA	529,482	119,226	735,846	953,083	595,148	1,437,171	290,859	749,039	875,342	603,390	553,953	397,908	7,840,447
TOTAL	46,705,643	49,626,664	45,920,359	43,566,113	45,752,654	45,223,052	45,756,188	43,282,096	43,256,014	42,290,349	43,208,812	41,837,194	536,425,140

TOTAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG NEA	27,907,600	27,907,700	27,907,700	29,950,100	29,950,200	29,950,200	29,950,300	29,950,300	29,950,400	29,950,500	29,950,500	29,950,600	353,276,100
PPC NEA	1,283,400	1,283,400	1,283,400	1,377,300	1,377,300	1,377,300	1,377,300	1,377,300	1,377,300	1,377,300	1,377,300	1,377,300	16,245,900
NEA BIRTHS	284,000	302,600	297,500	286,200	268,100	275,400	269,100	243,000	258,600	242,000	247,500	248,900	3,222,900
SMI REG	2,239,900	2,243,300	2,246,600	2,286,500	2,289,900	2,293,400	2,296,700	2,300,100	2,303,600	2,307,000	2,310,300	2,313,700	27,431,000
SMI PPC	54,900	55,000	55,100	56,000	56,100	56,200	56,300	56,400	56,400	56,600	56,600	56,700	672,300
Crisis	311,800	311,800	311,800	384,400	384,500	384,500	384,500	384,500	384,500	384,500	384,500	384,500	4,395,800
HIF	-	-	-	7,464,200	-	7,464,200	-	-	-	-	-	-	7,464,200
CAP TOTAL	32,081,600	32,103,800	32,102,100	34,340,500	34,326,100	41,801,200	34,334,200	34,311,600	34,330,800	34,317,900	34,326,700	34,331,700	412,708,200
AHP Facility	1,786,000	2,233,400	1,787,500	2,235,200	1,788,900	1,789,700	2,403,700	1,923,700	1,924,500	1,925,300	2,407,700	1,926,900	24,132,500
AHP Non-Facility	840,500	1,051,000	841,200	1,080,100	864,400	864,800	1,081,400	865,500	865,900	866,200	1,083,200	866,900	11,171,100
Non-AHP	111,600	139,400	111,600	143,300	114,500	114,500	143,300	114,500	114,500	114,500	143,300	114,500	1,479,500
Prior Quarter	258,900	323,600	258,900	-	-	-	-	-	-	-	-	-	841,400
FES Births	118,100	167,300	129,800	173,100	119,300	130,500	152,200	107,600	113,900	93,300	128,700	107,800	1,541,600
FES Other	3,499,700	4,376,500	3,502,600	4,517,300	3,615,400	3,616,900	4,523,000	3,619,900	3,621,400	3,622,900	4,530,500	3,625,900	46,672,000
FQHC RECON	-	-	-	-	-	-	2,001,400	-	-	-	-	-	2,001,400
FFS TOTAL	6,614,800	8,291,200	6,631,600	8,149,000	6,502,500	6,516,400	10,305,000	6,631,200	6,640,200	6,622,200	8,293,400	6,642,000	87,839,500
REIN NEA	645,700	807,200	645,800	828,800	663,100	663,100	828,800	663,100	663,100	663,100	828,800	663,100	8,563,700
TOTAL	39,342,100	41,202,200	39,379,500	43,318,300	41,491,700	48,980,700	45,468,000	41,605,900	41,634,100	41,603,200	43,448,900	41,636,800	509,111,400

TOTAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG NEA	29,950,600	29,950,700	29,950,700	30,699,600	30,699,700	30,699,700	30,699,800	30,699,800	30,699,900	30,700,000	30,700,000	30,700,100	366,150,600
PPC NEA	1,377,300	1,377,300	1,377,300	1,411,700	1,411,700	1,411,700	1,411,700	1,411,700	1,411,700	1,411,700	1,411,700	1,411,700	16,837,200
NEA BIRTHS	272,100	290,000	285,000	289,800	271,500	278,900	272,500	246,100	261,900	245,000	250,600	252,000	3,215,400
SMI REG	2,317,200	2,320,600	2,324,000	2,385,600	2,389,000	2,392,600	2,396,100	2,399,500	2,403,000	2,406,500	2,410,100	2,413,500	28,557,700
SMI PPC	56,800	56,900	57,000	58,400	58,600	58,600	58,700	58,800	58,900	59,000	59,000	59,200	699,900
Crisis	384,500	384,500	384,500	394,100	394,200	394,200	394,200	394,200	394,200	394,200	394,200	394,200	4,701,200
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	34,358,500	34,380,000	34,378,500	35,239,200	35,224,700	35,235,700	35,233,000	35,210,100	35,229,600	35,216,400	35,225,600	35,230,700	420,162,000
AHP Facility	2,409,700	1,928,600	1,929,400	2,412,700	1,931,000	1,931,800	2,594,500	2,076,500	2,077,300	2,597,700	2,079,100	2,079,900	26,048,200
AHP Non-Facility	1,084,100	867,700	868,000	1,114,600	892,000	892,400	1,116,000	893,100	893,500	1,117,300	894,200	894,600	11,527,500
Non-AHP	143,300	114,500	114,500	147,000	117,600	117,600	147,000	117,600	117,600	147,000	117,600	117,600	1,518,900
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	142,500	129,200	125,300	167,100	115,200	126,000	147,000	103,900	110,000	112,600	99,400	104,100	1,482,300
FES Other	4,534,300	3,628,900	3,630,400	4,682,200	3,747,300	3,748,800	4,688,000	3,752,000	3,753,500	4,693,800	3,756,600	3,758,200	48,374,000
FQHC RECON	-	-	-	-	-	-	2,001,400	-	-	-	-	-	2,001,400
FFS TOTAL	8,313,900	6,668,900	6,667,600	8,523,600	6,803,100	6,816,600	10,693,900	6,943,100	6,951,900	8,668,400	6,946,900	6,954,400	90,952,300
REIN NEA	828,800	663,100	663,100	851,000	680,800	680,800	851,100	680,800	680,800	851,100	680,800	680,800	8,793,000
TOTAL	43,501,200	41,712,000	41,709,200	44,613,800	42,708,600	42,733,100	46,778,000	42,834,000	42,862,300	44,735,900	42,853,300	42,865,900	519,907,300

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG NEA	33,137,229	33,406,560	33,242,967	31,468,787	31,367,315	30,936,269	30,698,869	29,667,156	29,332,225	28,968,766	29,044,811	29,004,835	370,275,789
PPC NEA	743,888	(57,898)	900,130	1,145,717	931,892	796,755	1,160,042	1,057,924	1,355,964	1,101,375	1,162,984	1,439,470	11,738,245
NEA BIRTHS	402,434	306,199	440,835	425,409	400,260	420,434	361,016	394,889	358,556	321,454	363,824	302,897	4,498,207
SMI REG	2,150,478	2,200,940	2,222,200	2,169,873	2,154,683	2,093,439	2,078,847	2,040,876	1,978,191	1,982,618	2,048,752	2,041,728	25,162,624
SMI PPC	54,010	34,396	52,181	40,947	44,181	31,603	62,063	67,787	52,290	57,895	53,607	67,649	618,609
Crisis	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	36,488,040	35,890,197	36,858,314	35,250,732	34,898,332	34,278,500	34,360,837	33,228,631	33,077,226	32,432,108	32,673,979	32,856,580	412,293,474
AHP Facility	1,775,905	2,627,030	1,950,793	1,492,576	1,645,187	1,675,869	1,854,198	2,013,312	1,948,332	1,802,710	2,295,618	1,639,794	22,721,324
AHP Non-Facility	905,919	1,106,840	869,658	701,027	1,033,859	948,153	877,210	705,768	1,005,904	790,350	944,186	839,191	10,728,066
Non-AHP	129,092	63,008	158,152	37,290	366,788	57,120	90,623	44,709	75,680	62,874	99,882	216,015	1,401,232
Prior Quarter	333,069	518,910	381,666	192,208	225,269	249,007	340,877	246,764	262,769	316,555	296,075	250,383	3,613,550
FES Births	96,425	178,963	54,916	87,198	131,947	193,165	141,636	118,907	88,477	75,182	87,137	82,268	1,336,221
FES Other	4,231,525	6,780,614	2,724,670	2,796,799	4,683,325	4,220,409	4,346,677	3,163,582	3,490,201	3,816,165	3,844,400	3,176,628	47,274,995
FQHC RECON	226	-	25,695	-	-	59,656	839,348	581,867	8,898	(818)	(7,110)	-	1,507,762
FFS TOTAL	7,472,160	11,275,366	6,165,550	5,307,097	8,086,375	7,403,380	8,490,568	6,874,909	6,880,261	6,863,018	7,560,187	6,204,279	88,583,149
REIN NEA	503,008	113,265	699,053	905,429	565,390	1,365,312	273,407	704,097	822,821	567,187	520,716	374,033	7,413,720
TOTAL	44,463,208	47,278,827	43,722,917	41,463,258	43,550,098	43,047,192	43,124,813	40,807,637	40,780,309	39,862,312	40,754,881	39,434,892	508,290,343

FEDERAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG NEA	26,233,200	26,233,200	26,233,300	28,153,200	28,153,200	28,153,300	27,853,800	27,853,900	27,853,900	27,854,000	27,854,000	27,854,100	330,283,100
PPC NEA	1,206,400	1,206,400	1,206,400	1,294,700	1,294,700	1,294,700	1,280,900	1,280,900	1,280,900	1,280,900	1,280,900	1,280,900	15,188,700
NEA BIRTHS	267,000	284,500	279,600	269,000	252,000	258,900	250,300	226,000	240,500	225,100	230,200	231,500	3,014,600
SMI REG	2,105,500	2,108,700	2,111,800	2,149,300	2,152,600	2,155,700	2,136,000	2,139,200	2,142,300	2,145,500	2,148,700	2,151,800	25,647,100
SMI PPC	51,600	51,700	51,700	52,700	52,700	52,800	52,300	52,400	52,500	52,600	52,700	52,700	628,400
Crisis	293,100	293,100	293,100	361,400	361,400	361,400	357,600	357,600	357,600	357,600	357,600	357,600	4,109,100
HIF	-	-	-	-	-	7,091,000	-	-	-	-	-	-	7,091,000
CAP TOTAL	30,156,800	30,177,600	30,175,900	32,280,300	32,266,600	39,367,800	31,930,900	31,910,000	31,927,700	31,915,700	31,924,100	31,928,600	385,962,000
AHP Facility	1,786,000	2,233,400	1,787,500	2,235,200	1,788,900	1,789,700	2,403,700	1,923,700	1,924,500	1,925,300	2,407,700	1,926,900	24,132,500
AHP Non-Facility	790,000	988,000	790,700	1,015,300	812,600	812,900	1,005,700	804,900	805,300	805,600	1,007,400	806,300	10,444,700
Non-AHP	107,500	134,300	107,500	137,900	110,200	110,200	137,000	109,500	109,500	109,500	137,000	109,500	1,419,600
Prior Quarter	243,400	304,200	243,400	-	-	-	-	-	-	-	-	-	791,000
FES Births	111,000	157,200	122,000	162,700	112,100	122,700	141,600	100,100	106,000	86,800	119,700	100,300	1,442,200
FES Other	3,289,700	4,113,900	3,292,500	4,246,300	3,398,400	3,399,900	4,206,400	3,366,500	3,367,900	3,369,300	4,213,400	3,372,100	43,636,300
FQHC RECON	-	-	-	-	-	-	1,861,300	-	-	-	-	-	1,861,300
FFS TOTAL	6,327,600	7,931,000	6,343,600	7,797,400	6,222,200	6,233,400	9,755,700	6,304,700	6,313,200	6,296,500	7,883,200	6,315,100	83,727,600
REIN NEA	607,000	758,800	607,000	779,100	623,300	623,300	770,800	616,600	616,600	616,600	770,800	616,700	8,006,600
TOTAL	37,091,400	38,867,400	37,126,500	40,856,800	39,112,100	46,226,500	42,457,400	38,831,300	38,857,500	38,828,800	40,580,100	38,860,400	477,696,200

FEDERAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG NEA	27,854,100	27,854,200	27,854,300	28,550,600	28,550,700	28,550,700	27,629,700	27,629,800	27,629,900	27,629,900	27,630,000	27,630,000	334,993,900
PPC NEA	1,280,900	1,280,900	1,280,900	1,312,900	1,312,900	1,312,900	1,270,600	1,270,600	1,270,600	1,270,600	1,270,600	1,270,600	15,405,000
NEA BIRTHS	253,100	269,700	265,100	269,500	252,500	259,400	245,300	221,500	235,700	220,500	225,600	226,800	2,944,700
SMI REG	2,155,000	2,158,100	2,161,300	2,218,600	2,221,800	2,225,100	2,156,400	2,159,600	2,162,700	2,165,800	2,169,000	2,172,100	26,125,500
SMI PPC	52,800	52,900	53,000	54,400	54,500	54,500	52,900	52,900	53,000	53,100	53,100	53,200	640,300
Crisis	357,600	357,600	357,600	366,600	366,600	366,600	354,800	354,800	354,800	354,800	354,800	354,800	4,301,400
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	31,953,500	31,973,400	31,972,200	32,772,600	32,759,000	32,769,200	31,709,700	31,689,200	31,706,700	31,694,700	31,703,100	31,707,500	384,410,800
AHP Facility	2,409,700	1,928,600	1,929,400	2,412,700	1,931,000	1,931,800	2,594,500	2,076,500	2,077,300	2,597,700	2,079,100	2,079,900	26,048,200
AHP Non-Facility	1,008,200	806,900	807,300	1,036,500	829,600	829,900	1,004,400	803,800	804,200	1,005,600	804,800	805,200	10,546,400
Non-AHP	137,000	109,500	109,500	140,600	112,500	112,500	137,900	110,300	110,300	137,900	110,300	110,300	1,438,600
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	132,500	120,200	116,600	155,400	107,100	117,200	132,300	93,500	99,000	101,400	89,500	93,700	1,358,400
FES Other	4,216,900	3,374,900	3,376,300	4,354,400	3,485,000	3,486,400	4,219,200	3,376,800	3,378,200	4,224,500	3,381,000	3,382,400	44,256,000
FQHC RECON	-	-	-	-	-	-	1,801,200	-	-	-	-	-	1,801,200
FFS TOTAL	7,904,300	6,340,100	6,339,100	8,099,600	6,465,200	6,477,800	9,889,500	6,460,900	6,469,000	8,067,100	6,464,700	6,471,500	85,448,800
REIN NEA	770,800	616,700	616,700	791,500	633,200	633,200	765,900	612,800	612,800	765,900	612,800	612,800	8,045,100
TOTAL	40,628,600	38,930,200	38,928,000	41,663,700	39,857,400	39,880,200	42,365,100	38,762,900	38,788,500	40,527,700	38,780,600	38,791,800	477,904,700

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG NEA	1,744,065	1,758,240	1,749,650	1,656,252	1,650,911	1,628,225	1,959,502	1,893,648	1,872,270	1,849,070	1,853,924	1,851,372	21,467,109
PPC NEA	39,152	(3,047)	47,375	60,301	49,047	41,934	74,045	67,527	86,551	70,301	74,233	91,881	699,300
NEA BIRTHS	21,181	16,116	23,202	22,390	21,066	22,128	23,044	25,206	22,887	20,518	23,223	19,334	260,293
SMI REG	113,183	115,839	116,958	114,204	113,404	110,181	132,692	130,269	126,268	126,550	130,771	130,323	1,460,642
SMI PPC	2,843	1,810	2,746	2,155	2,325	1,663	3,961	4,327	3,338	3,695	3,422	4,318	36,604
Crisis	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	1,920,423	1,888,958	1,939,911	1,855,302	1,836,754	1,804,132	2,193,245	2,120,976	2,111,312	2,070,135	2,083,573	2,097,228	23,923,949
AHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Non-Facility	47,680	58,255	45,771	36,896	54,414	49,903	55,992	45,049	64,207	50,448	60,267	53,565	622,447
Non-AHP	2,529	1,058	7,233	1,098	16,339	1,428	2,866	1,079	1,899	2,714	5,460	3,638	47,342
Prior Quarter	17,530	27,311	20,088	10,116	11,856	13,106	21,758	15,751	16,773	20,206	18,898	15,982	209,374
FES Births	5,075	9,419	2,890	4,589	6,945	10,167	9,041	7,590	5,647	4,799	5,562	5,251	76,975
FES Other	222,712	356,874	143,404	147,200	246,491	222,127	277,447	201,931	222,779	243,585	245,387	202,763	2,732,700
FQHC RECON	12	-	1,352	-	-	3,140	53,575	37,140	568	(52)	(454)	-	95,282
FFS TOTAL	295,538	452,918	220,739	199,899	336,045	299,870	420,679	308,540	311,872	321,700	335,121	281,200	3,784,120
REIN NEA	26,474	5,961	36,792	47,654	29,757	71,859	17,452	44,942	52,520	36,203	33,237	23,874	426,727
TOTAL	2,242,435	2,347,837	2,197,442	2,102,855	2,202,556	2,175,860	2,631,376	2,474,459	2,475,705	2,428,038	2,453,931	2,402,303	28,134,797

STATE FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG NEA	1,674,400	1,674,500	1,674,400	1,796,900	1,797,000	1,796,900	2,096,500	2,096,400	2,096,500	2,096,500	2,096,500	2,096,500	22,993,000
PPC NEA	77,000	77,000	77,000	82,600	82,600	82,600	96,400	96,400	96,400	96,400	96,400	96,400	1,057,200
NEA BIRTHS	17,000	18,100	17,900	17,200	16,100	16,500	18,800	17,000	18,100	16,900	17,300	17,400	208,300
SMI REG	134,400	134,600	134,800	137,200	137,300	137,700	160,700	160,900	161,300	161,500	161,600	161,900	1,783,900
SMI PPC	3,300	3,300	3,400	3,300	3,400	3,400	4,000	4,000	3,900	4,000	3,900	4,000	43,900
Crisis	18,700	18,700	18,700	23,000	23,100	23,100	26,900	26,900	26,900	26,900	26,900	26,900	286,700
HIF	-	-	-	373,200	-	373,200	-	-	-	-	-	-	373,200
CAP TOTAL	1,924,800	1,926,200	1,926,200	2,060,200	2,059,500	2,433,400	2,403,300	2,401,600	2,403,100	2,402,200	2,402,600	2,403,100	26,746,200
AHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Non-Facility	50,500	63,000	50,500	64,800	51,800	51,900	75,700	60,600	60,600	60,600	75,800	60,600	726,400
Non-AHP	4,100	5,100	4,100	5,400	4,300	4,300	6,300	5,000	5,000	5,000	6,300	5,000	59,900
Prior Quarter	15,500	19,400	15,500	-	-	-	-	-	-	-	-	-	50,400
FES Births	7,100	10,100	7,800	10,400	7,200	7,800	10,600	7,500	7,900	6,500	9,000	7,500	99,400
FES Other	210,000	262,600	210,100	271,000	217,000	217,000	316,600	253,400	253,500	253,600	317,100	253,800	3,035,700
FQHC RECON	-	-	-	-	-	-	140,100	-	-	-	-	-	140,100
FFS TOTAL	287,200	360,200	288,000	351,600	280,300	281,000	549,300	326,500	327,000	325,700	408,200	326,900	4,111,900
REIN NEA	38,700	48,400	38,800	49,700	39,800	39,800	58,000	46,500	46,500	46,500	58,000	46,400	557,100
TOTAL	2,250,700	2,334,800	2,253,000	2,461,500	2,379,600	2,754,200	3,010,600	2,774,600	2,776,600	2,774,400	2,868,800	2,776,400	31,415,200

STATE FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG NEA	2,096,500	2,096,500	2,096,400	2,149,000	2,149,000	2,149,000	3,070,100	3,070,000	3,070,000	3,070,100	3,070,000	3,070,100	31,156,700
PPC NEA	96,400	96,400	96,400	98,800	98,800	98,800	141,100	141,100	141,100	141,100	141,100	141,100	1,432,200
NEA BIRTHS	19,000	20,300	19,900	20,300	19,000	19,500	27,200	24,600	26,200	24,500	25,000	25,200	270,700
SMI REG	162,200	162,500	162,700	167,000	167,200	167,500	239,700	239,900	240,300	240,700	241,100	241,400	2,432,200
SMI PPC	4,000	4,000	4,000	4,000	4,100	4,100	5,800	5,900	5,900	5,900	5,900	6,000	59,600
Crisis	26,900	26,900	26,900	27,500	27,600	27,600	39,400	39,400	39,400	39,400	39,400	39,400	399,800
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	2,405,000	2,406,600	2,406,300	2,466,600	2,465,700	2,466,500	3,523,300	3,520,900	3,522,900	3,521,700	3,522,500	3,523,200	35,751,200
AHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AHP Non-Facility	75,900	60,800	60,700	78,100	62,400	62,500	111,600	89,300	89,300	111,700	89,400	89,400	981,100
Non-AHP	6,300	5,000	5,000	6,400	5,100	5,100	9,100	7,300	7,300	9,100	7,300	7,300	80,300
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	10,000	9,000	8,700	11,700	8,100	8,800	14,700	10,400	11,000	11,200	9,900	10,400	123,900
FES Other	317,400	254,000	254,100	327,800	262,300	262,400	468,800	375,200	375,300	469,300	375,600	375,800	4,118,000
FQHC RECON	-	-	-	-	-	-	200,200	-	-	-	-	-	200,200
FFS TOTAL	409,600	328,800	328,500	424,000	337,900	338,800	804,400	482,200	482,900	601,300	482,200	482,900	5,503,500
REIN NEA	58,000	46,400	46,400	59,500	47,600	47,600	85,200	68,000	68,000	85,200	68,000	68,000	747,900
TOTAL	2,872,600	2,781,800	2,781,200	2,950,100	2,851,200	2,852,900	4,412,900	4,071,100	4,073,800	4,208,200	4,072,700	4,074,100	42,002,600

MEMBER MONTHS AND ENROLLMENT

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
REG NEA	78,497	78,834	78,546	79,000	78,598	77,811	76,633	75,072	74,338	73,564	73,419	73,262	917,574
PPC NEA	2,394	2,566	2,548	2,480	2,458	2,610	2,986	3,022	3,254	3,438	3,773	5,010	36,540
NEA BIRTHS	65	52	76	73	68	74	64	71	61	58	63	55	780
SMI REG	1,115	1,118	1,141	1,142	1,110	1,109	1,116	1,090	1,059	1,054	1,076	1,094	13,223
SMI PPC	18	21	24	26	21	21	19	27	28	34	32	31	304
Crisis	84,541	85,106	84,775	85,149	84,686	83,990	83,115	81,533	80,998	80,419	80,567	81,661	996,539
HIF													
CAP TOTAL	166,630	167,697	167,111	167,869	166,941	165,615	163,933	160,815	159,739	158,566	158,931	161,114	1,964,960
AIHP Facility	3,650	3,706	3,680	3,669	3,629	3,569	3,496	3,439	3,406	3,418	3,375	3,388	42,425
AIHP Non-Facility	3,650	3,706	3,680	3,669	3,629	3,569	3,496	3,439	3,406	3,418	3,375	3,388	42,425
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	561	623	584	583	515	534	484	438	506	393	471	421	6,113
FES Other	27,789	27,823	27,879	28,059	28,204	28,301	28,151	27,342	26,688	26,415	26,074	25,772	328,497
FQHC RECON													
FFS TOTAL	35,650	35,858	35,823	35,980	35,977	35,973	35,627	34,658	34,006	33,644	33,295	32,969	419,460
REIN NEA	78,497	78,834	78,546	79,000	78,598	77,811	76,633	75,072	74,338	73,564	73,419	73,262	917,574
TOTAL	280,777	282,388	281,480	282,849	281,516	279,399	276,194	270,545	268,083	265,774	265,645	267,345	3,301,995

MEMBER MONTHS AND ENROLLMENT

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
REG NEA	73,869	73,869	73,869	73,869	73,869	73,869	73,870	73,870	73,870	73,870	73,870	73,870	886,434
PPC NEA	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	40,764
NEA BIRTHS	47	50	49	49	46	47	46	41	44	41	42	42	545
SMI REG	1,127	1,128	1,130	1,132	1,134	1,135	1,137	1,139	1,140	1,142	1,144	1,145	13,633
SMI PPC	28	28	28	28	28	28	28	28	28	28	28	28	334
Crisis	80,702	80,704	80,705	80,707	80,709	80,710	80,712	80,713	80,715	80,716	80,718	80,720	968,531
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	159,169	159,176	159,179	159,182	159,182	159,187	159,189	159,188	159,194	159,195	159,199	159,203	1,910,241
AHP Facility	3,437	3,438	3,439	3,441	3,442	3,444	3,445	3,447	3,448	3,449	3,451	3,452	41,333
AHP Non-Facility	3,437	3,438	3,439	3,441	3,442	3,444	3,445	3,447	3,448	3,449	3,451	3,452	41,333
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	522	591	573	593	511	559	522	461	488	400	441	462	6,123
FES Other	26,131	26,142	26,153	26,164	26,175	26,185	26,196	26,207	26,218	26,229	26,240	26,251	314,292
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	33,526	33,609	33,605	33,639	33,570	33,632	33,608	33,561	33,602	33,528	33,583	33,617	403,081
REIN NEA	73,869	73,869	73,869	73,869	73,869	73,869	73,870	73,870	73,870	73,870	73,870	73,870	886,434
TOTAL	266,564	266,654	266,653	266,689	266,621	266,688	266,667	266,619	266,666	266,592	266,652	266,690	3,199,756

MEMBER MONTHS AND ENROLLMENT

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
REG NEA	73,870	73,871	73,871	73,871	73,871	73,871	73,871	73,871	73,872	73,872	73,872	73,872	886,454
PPC NEA	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	3,397	40,764
NEA BIRTHS	46	49	49	48	45	46	45	41	44	41	42	42	539
SMI REG	1,147	1,149	1,150	1,152	1,154	1,155	1,157	1,159	1,161	1,162	1,164	1,166	13,876
SMI PPC	28	28	28	28	28	28	28	28	28	28	29	29	340
Crisis	80,721	80,723	80,724	80,726	80,727	80,729	80,731	80,732	80,734	80,735	80,737	80,739	968,758
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	159,210	159,217	159,219	159,222	159,223	159,227	159,230	159,229	159,235	159,235	159,240	159,244	1,910,730
AHP Facility	3,454	3,455	3,457	3,458	3,460	3,461	3,462	3,464	3,465	3,467	3,468	3,470	41,540
AHP Non-Facility	3,454	3,455	3,457	3,458	3,460	3,461	3,462	3,464	3,465	3,467	3,468	3,470	41,540
Non-AHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	488	553	537	555	478	523	488	432	457	374	413	432	5,732
FES Other	26,262	26,273	26,284	26,295	26,305	26,316	26,327	26,338	26,349	26,360	26,371	26,382	315,863
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	33,658	33,737	33,734	33,766	33,703	33,762	33,741	33,698	33,737	33,668	33,720	33,754	404,675
REIN NEA	73,870	73,871	73,871	73,871	73,871	73,871	73,871	73,871	73,872	73,872	73,872	73,872	886,454
TOTAL	266,738	266,824	266,824	266,859	266,796	266,860	266,842	266,798	266,843	266,775	266,832	266,869	3,201,860

PMPM

FY18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	SFY Avg.
REG NEA	444.36	446.06	445.50	419.31	420.09	418.51	426.16	420.41	419.76	418.93	420.86	421.17	426.93
PPC NEA	327.13	(23.75)	371.80	486.34	399.01	321.33	413.27	372.42	443.32	340.85	327.87	305.63	340.38
NEA BIRTHS	6,517.14	6,198.36	6,105.75	6,134.23	6,195.97	5,980.57	6,000.94	5,916.83	6,253.15	5,896.08	6,143.60	5,858.74	6,100.64
SMI REG	2,029.95	2,072.13	2,049.74	2,000.29	2,043.69	1,987.78	1,982.24	1,992.14	1,987.09	2,001.61	2,025.76	1,985.06	2,013.39
SMI PPC	3,154.15	1,706.92	2,242.23	1,628.99	2,231.48	1,570.35	3,457.78	2,629.59	1,977.31	1,833.28	1,757.73	2,286.74	2,152.61
Crisis	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-

AIHP Facility	486.55	708.86	530.11	406.81	453.34	469.56	530.38	585.44	572.03	527.42	680.18	484.00	535.56
AIHP Non-Facility	261.26	314.38	248.76	201.12	299.88	279.65	266.93	218.32	314.18	245.99	297.62	263.51	267.54
Non-AIHP													
Prior Quarter													
FES Births	180.93	302.38	98.98	157.44	269.69	380.77	311.32	288.81	186.02	203.51	196.81	207.88	231.18
FES Other	160.29	256.53	102.88	104.92	174.79	156.97	164.26	123.09	139.13	153.69	156.85	131.13	152.23
FQHC RECON													

REIN NEA	6.75	1.51	9.37	12.06	7.57	18.47	3.80	9.98	11.78	8.20	7.55	5.43	8.54
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PMPM

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	SFY Avg.
REG NEA	377.80	377.80	377.80	405.45	405.45	405.45	405.45	405.45	405.45	405.45	405.45	405.45	398.54
PPC NEA	377.80	377.80	377.80	405.45	405.45	405.45	405.45	405.45	405.45	405.45	405.45	405.45	398.54
NEA BIRTHS	6,042.82	6,042.82	6,042.82	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,862.21	5,910.67
SMI REG	1,987.84	1,987.84	1,987.84	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,012.11
SMI PPC	1,987.84	1,987.84	1,987.84	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,020.12	2,012.11
Crisis	3.86	3.86	3.86	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.76	4.54
HIF													

AIHP Facility
 AIHP Non-Facility
 Non-AIHP
 Prior Quarter
 FES Births
 FES Other
 FQHC RECON

AIHP Facility	519.70	649.62	519.70	649.62	519.70	519.70	697.70	558.16	558.16	558.16	697.70	558.16	583.86
AIHP Non-Facility	244.57	305.71	244.57	313.90	251.12	251.12	313.90	251.12	251.12	251.12	313.90	251.12	270.27
Non-AIHP													
Prior Quarter	226.36	282.95	226.36	291.82	233.45	233.45	291.82	233.45	233.45	233.45	291.82	233.45	251.80
FES Births	133.93	167.41	133.93	172.66	138.13	138.13	172.66	138.13	138.13	138.13	172.66	138.13	148.50
FES Other													
FQHC RECON													

REIN NEA

REIN NEA	8.74	10.93	8.74	11.22	8.98	8.98	11.22	8.98	8.98	8.98	11.22	8.98	9.66
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PMPM

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	SFY Avg.
REG NEA	405.45	405.45	405.45	415.58	415.58	415.58	415.58	415.58	415.58	415.58	415.58	415.58	413.05
PPC NEA	405.45	405.45	405.45	415.58	415.58	415.58	415.58	415.58	415.58	415.58	415.58	415.58	413.05
NEA BIRTHS	5,862.21	5,862.21	5,862.21	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	6,008.76	5,969.45
SMI REG	2,020.12	2,020.12	2,020.12	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,058.08
SMI PPC	2,020.12	2,020.12	2,020.12	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,070.63	2,058.08
Crisis	4.76	4.76	4.76	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.88	4.85
HIF													

AIHP Facility
 AIHP Non-Facility
 Non-AIHP
 Prior Quarter
 FES Births
 FES Other
 FQHC RECON

AIHP Facility	697.70	558.16	558.16	697.70	558.16	558.16	749.34	599.47	599.47	749.34	599.47	599.47	627.06
AIHP Non-Facility	313.90	251.12	251.12	322.31	257.85	257.85	322.31	257.85	257.85	322.31	257.85	257.85	277.51
Non-AIHP													
Prior Quarter	291.82	233.45	233.45	300.96	240.77	240.77	300.96	240.77	240.77	300.96	240.77	240.77	258.62
FES Births	172.66	138.13	138.13	178.07	142.45	142.45	178.07	142.45	142.45	178.07	142.45	142.45	153.15
FES Other													
FQHC RECON													

REIN NEA

REIN NEA	11.22	8.98	8.98	11.52	9.22	9.22	11.52	9.22	9.22	11.52	9.22	9.22	9.92
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Capitation Rates										
Rate Cells	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2		
Age <1	\$ 509.56	\$ 568.76	\$ 568.76	\$ 568.76	\$ 568.76	\$ 582.98	\$ 582.98	\$ 582.98	\$	\$ 582.98
Age 1-20	\$ 174.85	\$ 178.66	\$ 178.66	\$ 178.66	\$ 178.66	\$ 183.13	\$ 183.13	\$ 183.13	\$	\$ 183.13
Age 21+	\$ 341.27	\$ 362.65	\$ 362.65	\$ 362.65	\$ 362.65	\$ 371.71	\$ 371.71	\$ 371.71	\$	\$ 371.71
Duals	\$ 145.66	\$ 143.36	\$ 143.36	\$ 143.36	\$ 143.36	\$ 146.94	\$ 146.94	\$ 146.94	\$	\$ 146.94
SSI w/o	\$ 1,271.12	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,261.36	\$ 1,261.36	\$ 1,261.36	\$	\$ 1,261.36
ESA	\$ 606.13	\$ 621.92	\$ 621.92	\$ 621.92	\$ 621.92	\$ 637.47	\$ 637.47	\$ 637.47	\$	\$ 637.47
NEA	\$ 377.80	\$ 405.45	\$ 405.45	\$ 405.45	\$ 405.45	\$ 415.58	\$ 415.58	\$ 415.58	\$	\$ 415.58
Delivery	\$ 6,042.82	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 6,008.76	\$ 6,008.76	\$ 6,008.76	\$	\$ 6,008.76
SMI RBHA	\$ 1,987.84	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,070.63	\$ 2,070.63	\$ 2,070.63	\$	\$ 2,070.63
Crisis RBHA	\$ 3.86	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.88	\$ 4.88	\$ 4.88	\$	\$ 4.88
CMDP	\$ 279.18	\$ 298.38	\$ 298.38	\$ 298.38	\$ 302.09	\$ 305.84	\$ 305.84	\$ 305.84	\$	\$ 305.84
CMDP RBHA	\$ 757.55	\$ 864.88	\$ 864.88	\$ 864.88	\$ 864.88	\$ 886.51	\$ 886.51	\$ 886.51	\$	\$ 886.51
ALTCS EPD	\$ 3,455.59	\$ 3,607.36	\$ 3,635.79	\$ 3,635.79	\$ 3,635.79	\$ 3,726.68	\$ 3,756.05	\$ 3,756.05	\$	\$ 3,756.05
ALTCS DDD	\$ 3,892.14	\$ 4,098.51	\$ 4,137.17	\$ 4,137.17	\$ 4,188.57	\$ 4,240.60	\$ 4,280.60	\$ 4,280.60	\$	\$ 4,280.60
ALTCS TCM	\$ 164.41	\$ 154.28	\$ 154.28	\$ 154.28	\$ 158.14	\$ 158.14	\$ 158.14	\$ 158.14	\$	\$ 158.14
ALTCS DDD RBHA	\$ 236.60	\$ 273.16	\$ 273.16	\$ 273.16	\$ 273.16	\$ 279.99	\$ 279.99	\$ 279.99	\$	\$ 279.99

Federal Matching Rates									
FMAP Type	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2	
Regular FMAP	69.89%	69.81%	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	69.48%
ACA FMAP	94.00%	94.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%
CHIP FMAP	78.92%	78.87%	78.87%	78.87%	78.87%	78.64%	78.64%	78.64%	78.64%
CHIP Enhanced	100.00%	100.00%	100.00%	100.00%	100.00%	90.14%	90.14%	90.14%	90.14%
ESA FMAP	91.59%	91.58%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	90.00%
AIHP Facilities	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Newly Eligible Adults

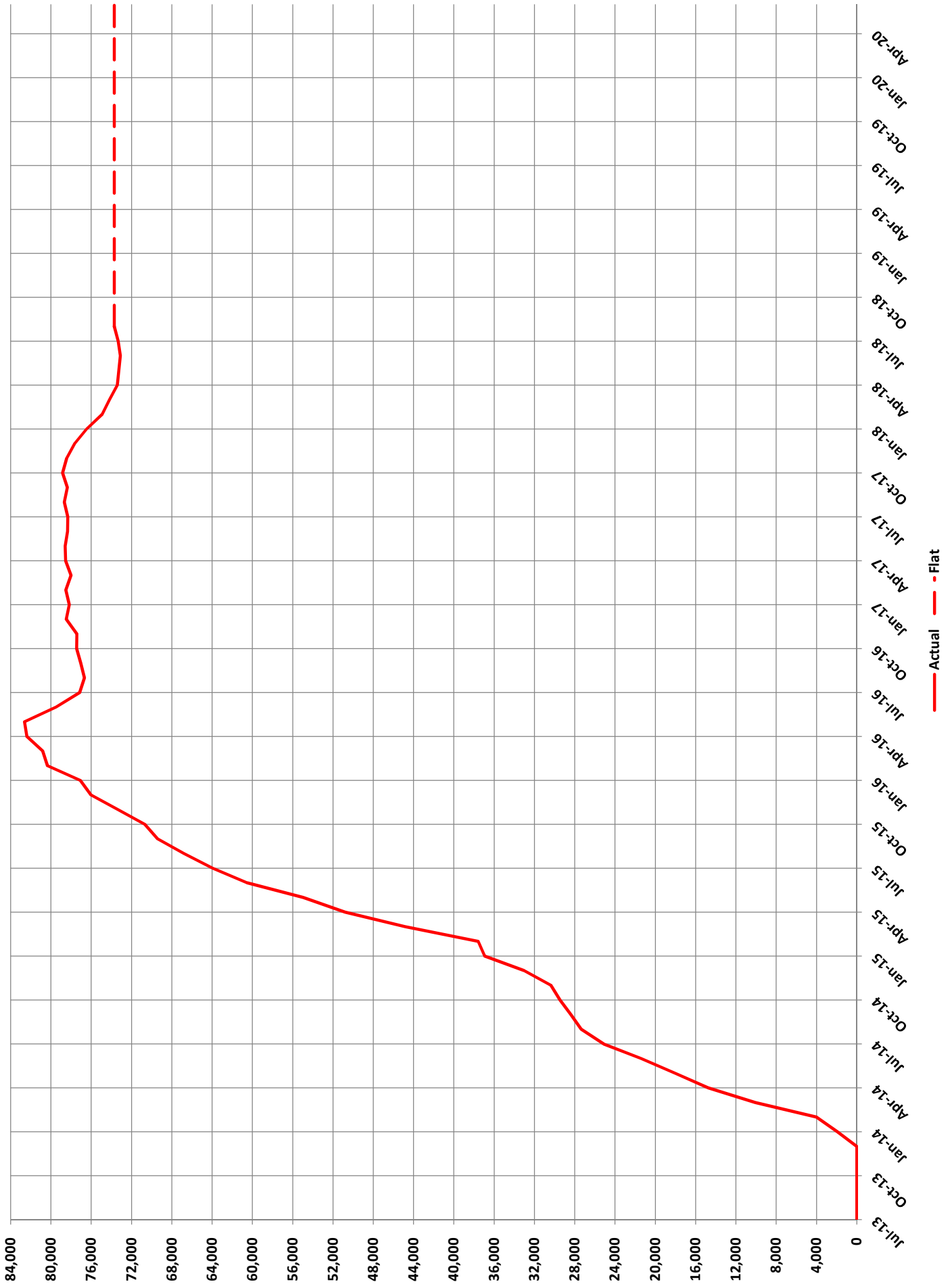
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2014.3	80,873		49.09%							
2014.4	92,879		14.85%							
2015.1	119,349		28.50%							
2015.2	166,284		39.33%			459,386	553.84%	182.49%		SFY 14-15
2015.3	200,139		20.36%							
2015.4	220,074		9.96%							
2016.1	238,256		8.26%							
2016.2	244,507		2.62%			902,976	96.56%	31.31%		SFY 15-16
2016.3	230,867		-5.58%							
2016.4	233,345		1.07%							
2017.1	234,706		0.58%							
2017.2	235,486		0.33%							
2017.3	235,382		-0.04%			934,405	3.48%	-1.42%		SFY 16-17
2017.4	234,913		-0.20%							
2018.1	225,562		-3.98%							
2018.2	219,760		-2.57%			915,618	-2.01%	-6.71%		SFY 17-18
2018.3		220,737	0.44%							
2018.4		221,106	0.17%							
2019.1		221,106	0.00%							
2019.2		221,106	0.00%			884,054	-3.45%	0.82%		SFY 18-19
2019.3		221,106	0.00%							
2019.4		221,106	0.00%							
2020.1		221,106	0.00%							
2020.2		221,106	0.00%			884,423	0.04%	0.00%		SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast assumes no growth.

Adj. R Squared: -0.0455
 Standard Error: 896.16

Newly Eligible Adults



Births - Newly Eligible

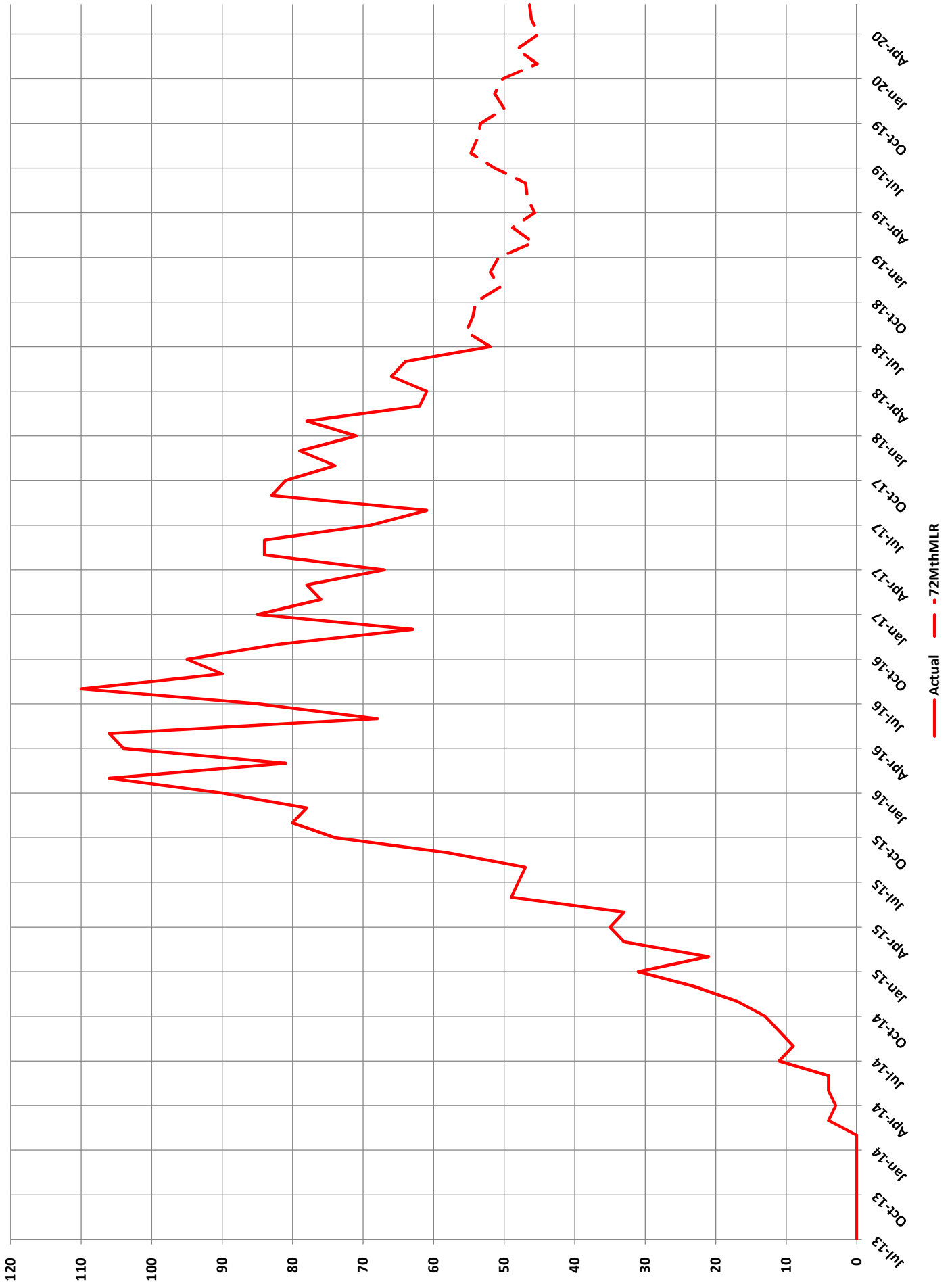
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2014.3	31		181.82%					
2014.4	53		70.97%					
2015.1	85		60.38%			286	1806.67%	1125.00%
2015.2	117		37.65%					SFY 14-15
2015.3	153		30.77%					
2015.4	232		51.63%					
2016.1	277		19.40%			940	228.67%	38.78%
2016.2	278		0.36%					SFY 15-16
2016.3	285		2.52%					
2016.4	240		-15.79%					
2017.1	239		-0.42%					
2017.2	235		-1.67%			999	6.28%	23.53%
2017.3	213		-9.36%					SFY 16-17
2017.4	234		9.86%					
2018.1	211		-9.83%					
2018.2	191		-9.48%			849	-15.02%	-23.81%
2018.3			-15.25%	162				SFY 17-18
2018.4			-3.26%	157				
2019.1			-7.10%	145		603	-28.94%	-26.60%
2019.2			-4.20%	139				SFY 18-19
2019.3			14.73%	160				
2019.4			-3.24%	155				
2020.1			-7.11%	144		596	-1.21%	-1.21%
2020.2			-4.21%	138				SFY 19-20

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast uses 72-Month Regression against birth rate and seasonal components

Adj. R Squared: -0.5799
 Standard Error: 13.64

Births - Newly Eligible



AHHP - Newly Eligible Adults

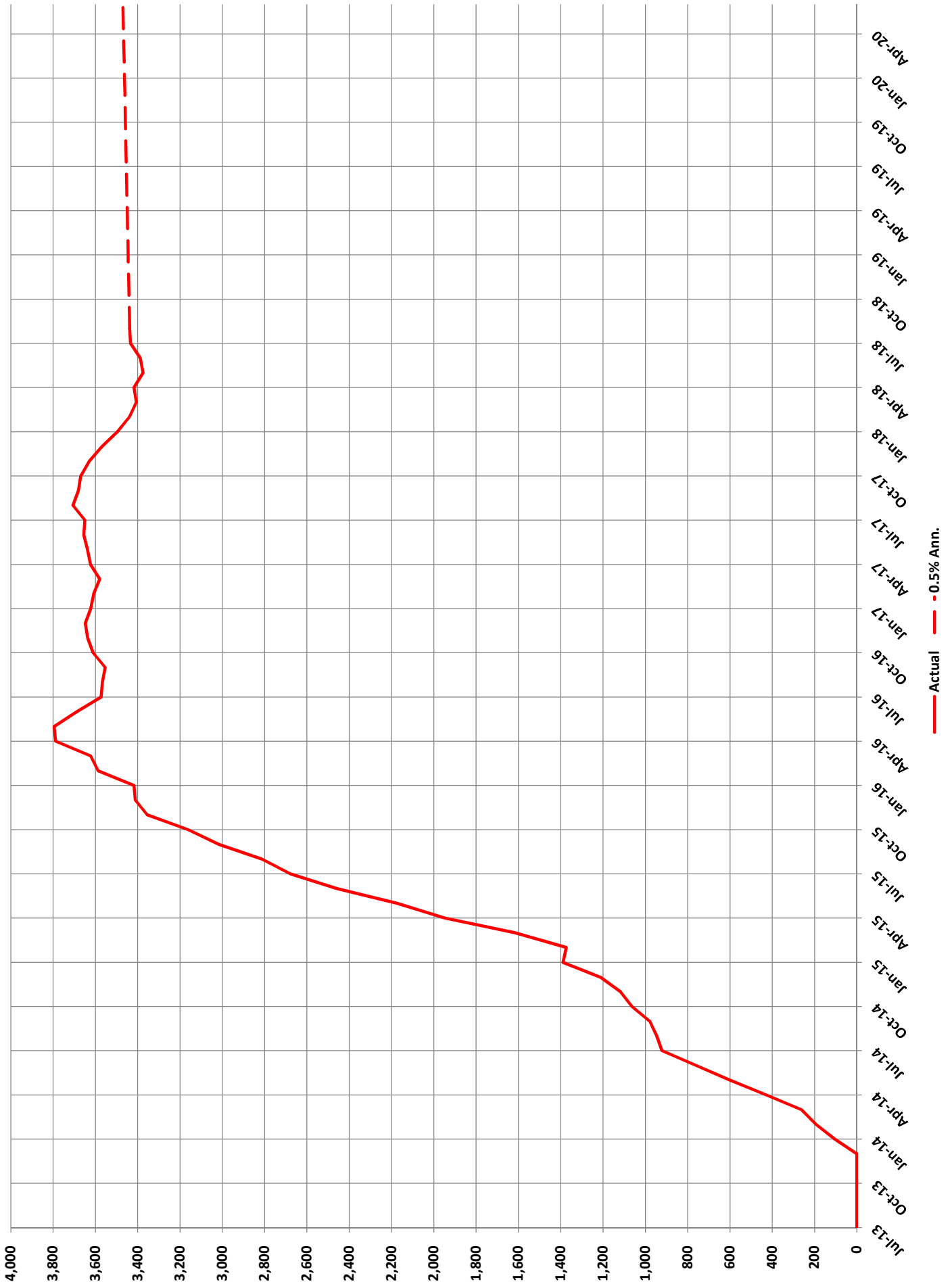
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT FORECAST		SFY TOTAL	YEAR TO YEAR GROWTH %	JUNE TO JUNE GROWTH %
	ACTUAL							
2014.3	2,847		59.14%					
2014.4	3,393		19.18%					
2015.1	4,380		29.09%					
2015.2	6,581		50.25%			17,201	632.27%	223.00%
2015.3	8,506		29.25%					SFY 14-15
2015.4	9,927		16.71%					
2016.1	10,626		7.04%					
2016.2	11,272		6.08%					
2016.3	10,694		-5.13%					
2016.4	10,895		1.88%					
2017.1	10,809		-0.79%					
2017.2	10,915		0.98%					
2017.3	11,036		1.11%					
2017.4	10,867		-1.53%					
2018.1	10,341		-4.84%					
2018.2	10,181		-1.55%					
2018.3			1.28%	10,311		42,425	-2.05%	-7.31%
2018.4			0.15%	10,327				
2019.1			0.12%	10,340				
2019.2			0.12%	10,353		41,331	-2.58%	1.90%
2019.3			0.12%	10,366				
2019.4			0.12%	10,379				
2020.1			0.12%	10,391				
2020.2			0.12%	10,404		41,540	0.51%	0.50%
								SFY 15-16
								SFY 16-17
								SFY 17-18
								SFY 18-19
								SFY 19-20

Notes:

- (1) Data are obtained from the first-of-the-month enrollment extract
- (2) Forecast assumes 0.5% annual growth.

Adj. R Squared: 0.2685
 Standard Error: 43.15

AIHP - Newly Eligible Adults



AIHP Facility

Historical AIHP Payment Rates		2013		2014		2015		2016		2017		2018	
		Outpatient/Inpatient	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate	% + / -	Outpatient Rate	Inpatient Rate
Outpatient/Inpatient		\$ 330.00	\$ 342.00	\$ 2,272.00	3.64%	\$ 342.00	\$ 350.00	\$ 2,443.00	2.34%	\$ 350.00	\$ 368.00	\$ 2,933.00	5.14%
Outpatient Rate		\$ 2,272.00	\$ 2,413.00		6.21%	\$ 2,413.00	\$ 2,443.00		1.24%	\$ 2,443.00	\$ 2,655.00		8.68%
Inpatient Rate													
Outpatient Rate													
Inpatient Rate													
Outpatient Rate		\$ 368.00	\$ 391.00	\$ 2,655.00	6.25%	\$ 391.00	\$ 2,933.00	\$ 2,933.00	10.47%	\$ 2,933.00	\$ 3,229.00	\$ 3,229.00	10.09%
Inpatient Rate		\$ 2,655.00	\$ 2,933.00			\$ 2,933.00	\$ 2,933.00			\$ 2,933.00	\$ 3,229.00		
Outpatient Rate		\$ 391.00	\$ 427.00	\$ 2,933.00	9.21%	\$ 427.00	\$ 427.00	\$ 3,229.00	10.09%	\$ 427.00	\$ 427.00	\$ 3,229.00	10.09%
Inpatient Rate		\$ 2,933.00	\$ 3,229.00			\$ 3,229.00	\$ 3,229.00			\$ 3,229.00	\$ 3,229.00		

Average Inflation		% + / -	
2-Year Average		Outpatient	7.73%
		Inpatient	10.28%
3-Year Average		Outpatient	6.87%
		Inpatient	9.75%
4-Year Average		Outpatient	5.73%
		Inpatient	7.62%
5-Year Average		Outpatient	5.32%
		Inpatient	7.34%

Programmatic Weights for AIHP Inflation			
OP/IP	Program	Weights	Weighted Inflation Factor
OP	Traditional	74.25%	5.10%
IP	Traditional	25.75%	2.51%
Total	Traditional	100.00%	7.61%
OP	Proposition 204	76.49%	5.25%
IP	Proposition 204	23.51%	2.29%
Total	Proposition 204	100.00%	7.54%
OP	Newly Eligible Children	89.12%	6.12%
IP	Newly Eligible Children	10.88%	1.06%
Total	Newly Eligible Children	100.00%	7.18%
OP	Newly Eligible Adults	81.43%	5.59%
IP	Newly Eligible Adults	18.57%	1.81%
Total	Newly Eligible Adults	100.00%	7.40%
OP	AL/TCS-EPD	78.81%	5.41%
IP	AL/TCS-EPD	21.19%	2.06%
Total	AL/TCS-EPD	100.00%	7.48%

AIHP Non-Facility

AIHP Non-Facility Inflation Factors					
Fiscal Year	Inpatient ¹	Outpatient ²	Professional ³	Prescriptions ⁴	LTC ⁶
SFY 2020	3.26%	2.90%	2.95%	2.44%	3.38%
Long Term	3.79%	2.63%	1.67%	2.49%	3.34%

AIHP Non-Facility Programmatic Weights						
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC
Traditional	19.55%	56.37%	20.42%	2.56%	0.64%	0.47%
Proposition 204	17.12%	55.72%	22.77%	3.53%	0.02%	0.84%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	0.03%	0.88%
AL/TCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%

AIHP Non-Facility Weighted Inflation Rates			
Program	SFY 2020	Long Term	Weighted Inflation Factor
Traditional	SFY 2020	Long Term	2.97%
	Long Term	SFY 2020	2.66%
Proposition 204	SFY 2020	Long Term	2.96%
	Long Term	SFY 2020	2.61%
Newly Eligible Children	SFY 2020	Long Term	2.91%
	Long Term	SFY 2020	2.63%
Newly Eligible Adults	SFY 2020	Long Term	2.93%
	Long Term	SFY 2020	2.68%
AL/TCS-EPD	SFY 2020	Long Term	3.08%
	Long Term	SFY 2020	2.39%

Notes:

- Inpatient rate increases based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2018.
- Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2018.
- Professional rate increases based on Global Insight's Health-Care Cost Review - Physicians Services, First Quarter 2018.
- Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2018.
- Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2018.
- LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2018.
- Total SFY2018 actual expenditures from PMMIS were used to derive the relevant weights for each program.

FES Inflation Forecast

Calendar Quarter	Physicians Services Index Increase		Physicians Services SFY Average Increase		Inpatient Services Index Increase		AHCCCS Inpatient Index SFY Average Increase		Weighted Index SFY Average Increase	
2011.3		2.4%								
2011.4		2.6%								
2012.1		1.7%								
2012.2		1.7%	2.10%					2.42%	SFY 12	2.36%
2012.3		2.6%								
2012.4		2.2%								
2013.1		2.4%								
2013.2		2.4%	2.42%					2.02%	SFY 13	2.10%
2013.3		1.4%								
2013.4		1.6%								
2014.1		1.4%								
2014.2		1.4%	1.47%					1.82%	SFY 14	1.75%
2014.3		1.3%								
2014.4		1.4%								
2015.1		1.5%								
2015.2		1.8%	1.52%					1.86%	SFY 15	1.79%
2015.3		2.1%								
2015.4		2.3%								
2016.1		2.6%								
2016.2		2.7%	2.44%					1.66%	SFY 16	1.81%
2016.3		4.0%								
2016.4		3.8%								
2017.1		3.4%								
2017.2		0.9%	3.02%					2.33%	SFY 17	2.47%
2017.3		-0.7%								
2017.4		-1.4%								
2018.1		-1.0%								
2018.2		1.0%	-0.56%					2.55%	SFY 18	1.93%
2018.3		1.5%								
2018.4		2.2%								
2019.1		2.7%								
2019.2		2.9%	2.35%					2.88%	SFY 19	2.78%
2019.3		3.1%								
2019.4		3.1%								
2020.1		2.9%								
2020.2		2.9%	3.00%					3.17%	SFY 20	3.13%

Notes:

Physician Services and Hospital Inpatient index data is from Global Insight's Health Care Cost Review (First Quarter 2018). The weighting was 20% of the Physician Services rate and 80% of Hospital Inpatient Services rate.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: ACA Expansion				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	6,461.3	(1,247.2)	5,214.1
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	0.0	6,461.3	(1,247.2)	5,214.1
Fund Total:	0.0	6,461.3	(1,247.2)	5,214.1
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	420,467.6	530,669.8	(52,765.1)	477,904.7
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: ACA Expansion					
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		420,467.6	530,669.8	(52,765.1)	477,904.7
Fund Total:		420,467.6	530,669.8	(52,765.1)	477,904.7
Fund: 2500-N IGA and ISA Fund					
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0
6200	Professional and Outside Services	0.0	0.0	0.0	0.0
6500	Travel In-State	0.0	0.0	0.0	0.0
6600	Travel Out of State	0.0	0.0	0.0	0.0
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	110.8	123.8	56.1	179.9
7000	Other Operating Expenses	0.0	0.0	0.0	0.0
8000	Equipment	0.0	0.0	0.0	0.0
8100	Capital Outlay	0.0	0.0	0.0	0.0
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		110.8	123.8	56.1	179.9
Fund Total:		110.8	123.8	56.1	179.9
Fund: 2576-N Hospital Assessment					
Non-Appropriated					
0000	FTE	0.0	0.0	0.0	0.0
6000	Personal Services	0.0	0.0	0.0	0.0
6100	Employee Related Expenses	0.0	0.0	0.0	0.0

All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: ACA Expansion

Fund:	2576-N	Hospital Assessment			
	Non-Appropriated				
	6200	Professional and Outside Services	0.0	0.0	0.0
	6500	Travel In-State	0.0	0.0	0.0
	6600	Travel Out of State	0.0	0.0	0.0
	6700	Food	0.0	0.0	0.0
	6800	Aid to Organizations and Individuals	23,419.8	28,420.1	8,188.5
	7000	Other Operating Expenses	0.0	0.0	0.0
	8000	Equipment	0.0	0.0	0.0
	8100	Capital Outlay	0.0	0.0	0.0
	8600	Debt Service	0.0	0.0	0.0
	9000	Cost Allocation	0.0	0.0	0.0
	9100	Transfers	0.0	0.0	0.0

Non-Appropriated Total:	23,419.8	28,420.1	8,188.5	36,608.6
Fund Total:	23,419.8	28,420.1	8,188.5	36,608.6
Program Total For Selected Funds:	443,998.2	565,675.0	(45,767.7)	519,907.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ACA Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	443,998.2	565,675.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ACA Expansion

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	443,998.2	565,675.0
Appropriated		
1000-A General Fund (Appropriated)	0.0	6,461.3
	0.0	6,461.3
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	420,467.6	530,669.8
2500-N IGA and ISA Fund (Non-Appropriated)	110.8	123.8
2576-N Hospital Assessment (Non-Appropriated)	23,419.8	28,420.1
	443,998.2	559,213.7
Fund Source Total	443,998.2	565,675.0

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ACA Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ACA Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ACA Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Summary of Expenditures and Budget Request

Agency: Arizona Health Care Cost Containment System
Program: Medicaid Behavioral Health Services

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Program Summary				
10-1 Medicaid Behavioral Health - Traditional	1,168,645.4	0.0	0.0	0.0
10-2 Medicaid Behavioral Health - CMDP	134,885.2	0.0	0.0	0.0
10-3 Medicaid Behavioral Health-Clawback	19,144.7	0.0	0.0	0.0
10-4 Medicaid Behavioral Health - Prop 204	845,162.1	0.0	0.0	0.0
10-5 Medicaid Behavioral Health - Expansion	91,976.2	0.0	0.0	0.0
Program Summary Total:	2,259,813.6	0.0	0.0	0.0

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Expenditure Categories				
0000 FTE Positions	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	3,667.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	2,256,146.6	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	2,259,813.6	0.0	0.0	0.0

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Fund Source				
Appropriated Funds				
1000-A General Fund (Appropriated)	497,096.5	0.0	0.0	0.0
Non-Appropriated Funds	497,096.5	0.0	0.0	0.0
1303-N Proposition 204 Protection Account (TPTF) (Non-A	21,150.1	0.0	0.0	0.0
1306-N Tobacco Tax and Health Care Fund MNA (Non-App	32,623.5	0.0	0.0	0.0
2000-N Federal Grant (Non-Appropriated)	0.0	0.0	0.0	0.0
2120-N AHCCCS Fund (Non-Appropriated)	1,708,462.2	0.0	0.0	0.0
2576-N Hospital Assessment (Non-Appropriated)	481.3	0.0	0.0	0.0
	1,762,717.1	0.0	0.0	0.0

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health Services

	FY 2018 Actual	FY 2019 Expd. Plan	FY 2020 Fund. Issue	FY 2020 Total Request
Fund Source Total:	2,259,813.6	0.0	0.0	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Medicaid Behavioral Health Services		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	1000-A General Fund (Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
10-1	Medicaid Behavioral Health - Traditional	313,814.7	0.0	0.0	0.0
10-2	Medicaid Behavioral Health - CMDP	40,862.7	0.0	0.0	0.0
10-3	Medicaid Behavioral Health-Clawback	19,144.7	0.0	0.0	0.0
10-4	Medicaid Behavioral Health - Prop 204	118,628.0	0.0	0.0	0.0
10-5	Medicaid Behavioral Health - Expansion	4,646.4	0.0	0.0	0.0
Total		497,096.5	0.0	0.0	0.0
Appropriated Funding					
Expenditure Categories					
	FTE Positions	0.0	0.0	0.0	0.0
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	1,833.5	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	495,263.0	0.0	0.0	0.0
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		497,096.5	0.0	0.0	0.0
Fund 1000-A Total:		497,096.5	0.0	0.0	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Medicaid Behavioral Health Services			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriated)			
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
10-4 Medicaid Behavioral Health - Prop 204	21,150.1	0.0	0.0	0.0
Total	21,150.1	0.0	0.0	0.0
Non-Appropriated Funding				
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	21,150.1	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	21,150.1	0.0	0.0	0.0
Fund 1303-N Total:	21,150.1	0.0	0.0	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program: Medicaid Behavioral Health Services		Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated)				
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
10-1	Medicaid Behavioral Health - Traditional	32,623.5	0.0	0.0	0.0
	Total	32,623.5	0.0	0.0	0.0
Non-Appropriated Funding					
Expenditure Categories					
	Personal Services	0.0	0.0	0.0	0.0
	Employee Related Expenses	0.0	0.0	0.0	0.0
	Professional and Outside Services	0.0	0.0	0.0	0.0
	Travel In-State	0.0	0.0	0.0	0.0
	Travel Out of State	0.0	0.0	0.0	0.0
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	32,623.5	0.0	0.0	0.0
	Other Operating Expenses	0.0	0.0	0.0	0.0
	Equipment	0.0	0.0	0.0	0.0
	Capital Outlay	0.0	0.0	0.0	0.0
	Debt Service	0.0	0.0	0.0	0.0
	Cost Allocation	0.0	0.0	0.0	0.0
	Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:		32,623.5	0.0	0.0	0.0
Fund 1306-N Total:		32,623.5	0.0	0.0	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Medicaid Behavioral Health Services			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2000-N Federal Grant (Non-Appropriated)			
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
10-5 Medicaid Behavioral Health - Expansion	0.0	0.0	0.0	0.0
Total	0.0	0.0	0.0	0.0
Non-Appropriated Funding				
Expenditure Categories				
FTE Positions	0.0	0.0	0.0	0.0
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	0.0	0.0	0.0	0.0
Fund 2000-N Total:	0.0	0.0	0.0	0.0

All dollars are presented in thousands (not FTE).

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Medicaid Behavioral Health Services			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2120-N	AHCCCS Fund (Non-Appropriated)		
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
10-1	822,207.2	0.0	0.0	0.0
10-2	94,022.5	0.0	0.0	0.0
10-4	705,384.0	0.0	0.0	0.0
10-5	86,848.5	0.0	0.0	0.0
Total	1,708,462.2	0.0	0.0	0.0
Non-Appropriated Funding				
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	1,833.5	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	1,706,628.7	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	1,708,462.2	0.0	0.0	0.0
Fund 2120-N Total:	1,708,462.2	0.0	0.0	0.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
Program:	Medicaid Behavioral Health Services			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Fund:	2576-N Hospital Assessment (Non-Appropriated)			
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
10-5 Medicaid Behavioral Health - Expansion	481.3	0.0	0.0	0.0
Total	481.3	0.0	0.0	0.0
Non-Appropriated Funding				
Expenditure Categories				
Personal Services	0.0	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0	0.0
Professional and Outside Services	0.0	0.0	0.0	0.0
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	0.0	0.0	0.0	0.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	481.3	0.0	0.0	0.0
Other Operating Expenses	0.0	0.0	0.0	0.0
Equipment	0.0	0.0	0.0	0.0
Capital Outlay	0.0	0.0	0.0	0.0
Debt Service	0.0	0.0	0.0	0.0
Cost Allocation	0.0	0.0	0.0	0.0
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	481.3	0.0	0.0	0.0
Fund 2576-N Total:	481.3	0.0	0.0	0.0
Program 10 Total:	2,259,813.6	0.0	0.0	0.0



FISCAL YEAR 2020

BUDGET JUSTIFICATION

MEDICAID BEHAVIORAL HEALTH - TRADITIONAL

MEDICAID BEHAVIORAL HEALTH - TRADITIONAL

TRADITIONAL

PROGRAM DESCRIPTION:

The Medicaid Behavioral Health – Traditional program provides behavioral health services to Title XIX-eligible clients. The program includes the following populations:

- Children less than 1, up to 140% Federal Poverty Level (FPL)
- Children aged 1-18, up to 133% FPL
- Pregnant women, up to 150% FPL
- Aged, blind, and disabled adults, up to 75% FPL
- Parents, up to 22% FPL
- Women diagnosed with breast or cervical cancer, up to 250% FPL
- Individuals aged 16-64 receiving Supplemental Security Income, up to 250% FPL

Funding is included for three different service categories:

- Serious Mental Illness (SMI)
- Children’s Behavioral Health (CBH) or Serious Emotional Disturbance (SED)
- General Mental Health and Substance Abuse (GMH/SA)

Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services. Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS). Effective July 1, 2018, in preparation for AHCCCS Complete Care, the Behavioral Health line item funding has been merged with the Acute Care appropriations.



FISCAL YEAR 2020

MEDICAID BEHAVIORAL HEALTH - TRADITIONAL

BUDGET JUSTIFICATION

AHCCCS Complete Care (ACC) Integration

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcccs.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>



FISCAL YEAR 2020

MEDICAID BEHAVIORAL HEALTH - TRADITIONAL

BUDGET JUSTIFICATION

CLAWBACK

PROGRAM DESCRIPTION:

The Medicaid Behavioral Health – Clawback program is appropriated within the Traditional Behavioral Health line item and provides funding for prescription drug coverage to Medicaid recipients who are Medicare eligible (dual eligible members). The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) established the Medicare Part D prescription drug program for this population. The new benefit resulted in a reduction to capitation rates and fee-for-service payments by offsetting the cost of drugs covered by states, but states have to reimburse the federal government for the savings according to a prescribed formula via “clawback” payments.

The Centers for Medicare and Medicaid Services (CMS) only bills one rate for all full benefit dual eligible members, regardless of the program within which members are enrolled. The cost of the clawback payments is allocated to each program, including Acute Care, Behavioral Health, Arizona Long Term Care System (ALTCs), and the Division of Developmental Disabilities (DDD).

Effective July 1, 2016 this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS). Refer to the section labeled “Traditional Clawback” for more detail.

STATUTORY AUTHORITY:

Laws 2015, Chapter 19.
Laws 2015, Chapter 195.
Section 103(f), Medicare Prescription Drug, Improvement, and Modernization Act (MMA) of 2003 (P.L. 108-173).
Social Security Act, Section 1935 (42 U.S.C. § 1396u-5).
A.R.S Title 36, Chapter 34, Article 1.

DATE PREPARED

08/27/18

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: Medicaid Behavioral Health - Traditional

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	3,667.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	1,164,978.4	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	1,168,645.4	0.0	0.0	0.0

Fund Source	1000-A	1306-N	2120-N	Fund Source Total:
Appropriated Funds				
1000-A General Fund (Appropriated)	313,814.7	0.0	0.0	313,814.7
Non-Appropriated Funds				
1306-N Tobacco Tax and Health Care Fund MNA (Non-App)	32,623.5	0.0	0.0	32,623.5
2120-N AHCCCS Fund (Non-Appropriated)	822,207.2	0.0	0.0	822,207.2
	854,830.7	0.0	0.0	854,830.7
Fund Source Total:	1,168,645.4	0.0	0.0	1,168,645.4

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
Program:	1000-A	General Fund	Actual	Expd. Plan	Fund. Issue	Total Request
Medicaid Behavioral Health - Traditional						
Fund: 1000-A General Fund						
Appropriated						
6000	Personal Services		0.0	0.0	0.0	0.0
6100	Employee Related Expenses		0.0	0.0	0.0	0.0
6200	Professional and Outside Services		1,833.5	0.0	0.0	0.0
6500	Travel In-State		0.0	0.0	0.0	0.0
6600	Travel Out of State		0.0	0.0	0.0	0.0
6700	Food		0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals		311,981.2	0.0	0.0	0.0
7000	Other Operating Expenses		0.0	0.0	0.0	0.0
8000	Equipment		0.0	0.0	0.0	0.0
8100	Capital Outlay		0.0	0.0	0.0	0.0
8600	Debt Service		0.0	0.0	0.0	0.0
9000	Cost Allocation		0.0	0.0	0.0	0.0
9100	Transfers		0.0	0.0	0.0	0.0
Appropriated Total:			313,814.7	0.0	0.0	0.0
Fund Total:			313,814.7	0.0	0.0	0.0
Fund: 1306-N Tobacco Tax and Health Care Fund						
Non-Appropriated						
6000	Personal Services		0.0	0.0	0.0	0.0
6100	Employee Related Expenses		0.0	0.0	0.0	0.0
6200	Professional and Outside Services		0.0	0.0	0.0	0.0
6500	Travel In-State		0.0	0.0	0.0	0.0
6600	Travel Out of State		0.0	0.0	0.0	0.0
6700	Food		0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals		32,623.5	0.0	0.0	0.0
7000	Other Operating Expenses		0.0	0.0	0.0	0.0
8000	Equipment		0.0	0.0	0.0	0.0
8100	Capital Outlay		0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Medicaid Behavioral Health - Traditional				
Fund: 1306-N Tobacco Tax and Health Care Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	32,623.5	0.0	0.0	0.0
Fund Total:	32,623.5	0.0	0.0	0.0
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	1,833.5	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	820,373.7	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	822,207.2	0.0	0.0	0.0
Fund Total:	822,207.2	0.0	0.0	0.0
Program Total For Selected Funds:	1,168,645.4	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Traditional

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	3,667.0	
Expenditure Category Total	3,667.0	0.0
Appropriated		
1000-A General Fund (Appropriated)	1,833.5	0.0
	1,833.5	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	1,833.5	0.0
	1,833.5	0.0
Fund Source Total	3,667.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Traditional

	FY 2018 Actual	FY 2019 Expd. Plan
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	1,164,978.4	0.0
Expenditure Category Total	1,164,978.4	0.0
Appropriated		
1000-A General Fund (Appropriated)	311,981.2	0.0
	311,981.2	0.0
Non-Appropriated		
1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated)	32,623.5	0.0
2120-N AHCCCS Fund (Non-Appropriated)	820,373.7	0.0
	852,997.2	0.0
Fund Source Total	1,164,978.4	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Traditional

	FY 2018 Actual	FY 2019 Expd. Plan
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Traditional

	FY 2018 Actual	FY 2019 Expd. Plan
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Traditional

	FY 2018 Actual	FY 2019 Expd. Plan
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Traditional

<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
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FISCAL YEAR 2020

BUDGET JUSTIFICATION

MEDICAID BEHAVIORAL HEALTH – CMDP

MEDICAID BEHAVIORAL HEALTH – CMDP

PROGRAM DESCRIPTION:

The Medicaid Behavioral Health – Comprehensive Medical and Dental Program (CMDP) provides behavioral health services to foster children under the jurisdiction of the Arizona Department of Child Safety (ADCS). Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services.

The CMDP program provides full coverage for medical, dental, and behavioral health services. Currently, the ADCS administers acute care services by directly contracting with providers. Funding for acute services is included in the Traditional Medicaid line-item. Behavioral health services have been administered by the Arizona Department of Health Services (ADHS) through its Regional Behavioral Health Authorities (RBHAs), who subcontract with providers. Effective July 1, 2016 this program transferred from the ADHS to the Arizona Health Care Cost Containment System (AHCCCS). Effective July 1, 2018, in preparation for AHCCCS Complete Care, the Behavioral Health line item funding has been merged with the Acute Care appropriations.

AHCCCS Complete Care (ACC) Integration

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members' health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO's) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.

DATE PREPARED

08/27/18



FISCAL YEAR 2020
BUDGET JUSTIFICATION

MEDICAID BEHAVIORAL HEALTH – CMDP

- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcces.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>

STATUTORY AUTHORITY:

- Laws 2013, Chapter 220.
- Laws 2015, Chapter 19.
- Laws 2015, Chapter 195.
- A.R.S Title 36, Chapter 34, Article 3.

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
 Program: Medicaid Behavioral Health - CMDP

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	134,885.2	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	134,885.2	0.0	0.0	0.0

Fund Source

Appropriated Funds	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1000-A General Fund (Appropriated)	40,862.7	0.0	0.0	0.0
Non-Appropriated Funds	40,862.7	0.0	0.0	0.0
2120-N AHCCCS Fund (Non-Appropriated)	94,022.5	0.0	0.0	0.0
Fund Source Total:	94,022.5	0.0	0.0	0.0
	134,885.2	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request	Total Request
Program: Medicaid Behavioral Health - CMDP					
Fund: 1000-A General Fund					
Appropriated					
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	40,862.7	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0	0.0
Appropriated Total:	40,862.7	0.0	0.0	0.0	0.0
Fund Total:	40,862.7	0.0	0.0	0.0	0.0
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
6000 Personal Services	0.0	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	94,022.5	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:		Arizona Health Care Cost Containment System			
		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Medicaid Behavioral Health - CMDP					
Fund: 2120-N AHCCCS Fund					
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		94,022.5	0.0	0.0	0.0
Fund Total:		94,022.5	0.0	0.0	0.0
Program Total For Selected Funds:		134,885.2	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - CMDP

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	134,885.2	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - CMDP

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	134,885.2	0.0
Appropriated		
1000-A General Fund (Appropriated)	40,862.7	0.0
	40,862.7	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	94,022.5	0.0
	94,022.5	0.0
Fund Source Total	134,885.2	0.0

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - CMDP

	FY 2018 Actual	FY 2019 Expd. Plan
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - CMDP

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - CMDP

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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PROPOSITION 204 BEHAVIORAL HEALTH

PROPOSITION 204 BEHAVIORAL HEALTH

PROGRAM DESCRIPTION:

The Medicaid Behavioral Health – Proposition 204 program provides behavioral health services to Title XIX-eligible clients. It covers individuals with incomes that exceed the income limits for the Traditional population, but are below 100% of the Federal Poverty Level (FPL). Enrollment in the program was frozen on July 8, 2011. The freeze ended when the Affordable Care Act (ACA) was implemented, effective January 1, 2014.

Funding is included for three different service categories:

- Serious Mental Illness (SMI)
- Children’s Behavioral Health (CBH) or Serious Emotional Disturbance (SED)
- General Mental Health and Substance Abuse (GMH/SA)

Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services. Effective July 1, 2016, this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS). Effective July 1, 2018, in preparation for AHCCCS Complete Care, the Behavioral Health line item funding has been merged with the Acute Care appropriations.

AHCCCS Complete Care (ACC) Integration

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members’ health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO’s) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

PROPOSITION 204 BEHAVIORAL HEALTH

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcccs.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>

STATUTORY AUTHORITY:

- Laws 2001, Chapter 344.
- Laws 2015, Chapter 19.
- Laws 2015, Chapter 195.
- A.R.S. Title 36, Chapter 34, Article 1.

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: Medicaid Behavioral Health - Prop 204

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	845,162.1	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	845,162.1	0.0	0.0	0.0

Fund Source

Appropriated Funds	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1000-A General Fund (Appropriated)	118,628.0	0.0	0.0	0.0
Non-Appropriated Funds	118,628.0	0.0	0.0	0.0
1303-N Proposition 204 Protection Account (TPTF) (Non-A)	21,150.1	0.0	0.0	0.0
2120-N AHCCCS Fund (Non-Appropriated)	705,384.0	0.0	0.0	0.0
	726,534.1	0.0	0.0	0.0
Fund Source Total:	845,162.1	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: Medicaid Behavioral Health - Prop 204

Fund: 1000-A	General Fund			
Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	118,628.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	118,628.0	0.0	0.0	0.0
Fund Total:	118,628.0	0.0	0.0	0.0

Fund: 1303-N	Proposition 204 Protection Account (TPTF) Fund			
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	21,150.1	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Medicaid Behavioral Health - Prop 204				
Fund: 1303-N Proposition 204 Protection Account (TPTF) Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	21,150.1	0.0	0.0	0.0
Fund Total:	21,150.1	0.0	0.0	0.0
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	705,384.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	705,384.0	0.0	0.0	0.0
Fund Total:	705,384.0	0.0	0.0	0.0
Program Total For Selected Funds:	845,162.1	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Prop 204

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	845,162.1	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Prop 204

	<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
Expenditure Category Total	845,162.1	0.0
Appropriated		
1000-A General Fund (Appropriated)	118,628.0	0.0
	118,628.0	0.0
Non-Appropriated		
1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriate	21,150.1	0.0
2120-N AHCCCS Fund (Non-Appropriated)	705,384.0	0.0
	726,534.1	0.0
Fund Source Total	845,162.1	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Prop 204

	FY 2018 Actual	FY 2019 Expd. Plan
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Prop 204

	FY 2018 Actual	FY 2019 Expd. Plan
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Prop 204

	FY 2018 Actual	FY 2019 Expd. Plan
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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FISCAL YEAR 2020

BUDGET JUSTIFICATION

MEDICAID BEHAVIORAL HEALTH – EXPANSION

MEDICAID BEHAVIORAL HEALTH – EXPANSION

PROGRAM DESCRIPTION:

The Medicaid Behavioral Health – Expansion program provides behavioral health services to Title XIX-eligible clients. Under the Affordable Care Act (ACA), it covers adults with incomes from 100% to 133% of the Federal Poverty Level (FPL), who are not eligible for another Medicaid program.

Funding is included for three different service categories:

- Serious Mental Illness (SMI)
- Children’s Behavioral Health (CBH) or Serious Emotional Disturbance (SED)
- General Mental Health and Substance Abuse (GMH/SA)

Specific covered services include mental health and substance abuse related treatment, rehabilitation, medical, support, crisis intervention, inpatient, residential, and day program services. Effective July 1, 2016, this program transferred from the Arizona Department of Health Services (ADHS) to the Arizona Health Care Cost Containment System (AHCCCS). Effective July 1, 2018, in preparation for AHCCCS Complete Care, the Behavioral Health line item funding has been merged with the Acute Care appropriations.

AHCCCS Complete Care (ACC) Integration

AHCCCS Complete Care begins on October 1, 2018. This new integrated system will join physical and behavioral health services together to treat all aspects of our members’ health care needs under a chosen health plan. AHCCCS Complete Care encourages more coordination between providers within the same network which can mean better health outcomes for members.

On March 5, 2018, AHCCCS awarded managed care contracts to seven integrated managed care organizations (MCO’s) that will coordinate the provision of physical and behavioral health care services. Integrated health care delivery benefits members by aligning all physical and behavioral health services under a single plan. With one plan, one provider network and one payer, health care providers are better able to coordinate care and members can more easily navigate the system, both of which ultimately improve health outcomes.

Most adults and children on AHCCCS will be enrolled with ACC Plans, including members currently enrolled in CRS. RBHAs will no longer serve most adults and children. This is because behavioral health services will be provided by the ACC Plan. RBHAs will continue to provide crisis, grant funded and state-only funded services. RBHAs will also continue to serve:



FISCAL YEAR 2020
BUDGET JUSTIFICATION

MEDICAID BEHAVIORAL HEALTH – EXPANSION

- Foster children enrolled in CMDP, including those CMDP members who have a CRS condition.
- Members enrolled with DES/DDDD.
- Individuals determined to have a Serious Mental Illness.

Capitation rates for most adult and children members will now be a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

As part of the ACC implementation, AHCCCS risk pools have been modified and simplified. For details, please see the supplemental population tables in the Traditional Medicaid and Proposition 204 sections.

For more information on integration and the ACC changes, including a comprehensive list of FAQs, please visit the AHCCCS Website: <https://www.azahcccs.gov/AHCCCS/Initiatives/AHCCCSCompleteCare/>

STATUTORY AUTHORITY:

Patient Protection and Affordable Care Act, 42 U.S.C. § 18001 (2010).
Laws 2013, First Special Session, Chapter 10.
Laws 2015, Chapter 19.
Laws 2015, Chapter 195.
A.R.S. Title 36, Chapter 34, Article 1.

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System
Program: Medicaid Behavioral Health - Expansion

Expenditure Categories	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	91,976.2	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	91,976.2	0.0	0.0	0.0

Expenditure Categories Total:

Fund Source

Appropriated Funds	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
1000-A General Fund (Appropriated)	4,646.4	0.0	0.0	0.0
Non-Appropriated Funds	4,646.4	0.0	0.0	0.0
2000-N Federal Grant (Non-Appropriated)	0.0	0.0	0.0	0.0
2120-N AHCCCS Fund (Non-Appropriated)	86,848.5	0.0	0.0	0.0
2576-N Hospital Assessment (Non-Appropriated)	481.3	0.0	0.0	0.0
Fund Source Total:	87,329.8	0.0	0.0	0.0
Fund Source Total:	91,976.2	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Medicaid Behavioral Health - Expansion				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	4,646.4	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	4,646.4	0.0	0.0	0.0
Fund Total:	4,646.4	0.0	0.0	0.0
Fund: 2000-N Federal Grant Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: Medicaid Behavioral Health - Expansion				
Fund: 2000-N Federal Grant Fund				
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	0.0	0.0	0.0
Fund Total:	0.0	0.0	0.0	0.0
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	86,848.5	0.0	0.0	0.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	86,848.5	0.0	0.0	0.0
Fund Total:	86,848.5	0.0	0.0	0.0
Fund: 2576-N Hospital Assessment				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0

Date Printed: 8/27/2018 4:58:48 PM All dollars are presented in thousands (not FTE).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
Program:	Actual	Expd. Plan	Fund. Issue	Total Request
Medicaid Behavioral Health - Expansion				
Fund:	2576-N	Hospital Assessment		
Non-Appropriated				
6200	0.0	0.0	0.0	0.0
6500	0.0	0.0	0.0	0.0
6600	0.0	0.0	0.0	0.0
6700	0.0	0.0	0.0	0.0
6800	481.3	0.0	0.0	0.0
7000	0.0	0.0	0.0	0.0
8000	0.0	0.0	0.0	0.0
8100	0.0	0.0	0.0	0.0
8600	0.0	0.0	0.0	0.0
9000	0.0	0.0	0.0	0.0
9100	0.0	0.0	0.0	0.0
Non-Appropriated Total:	481.3	0.0	0.0	0.0
Fund Total:	481.3	0.0	0.0	0.0
Program Total For Selected Funds:	91,976.2	0.0	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
Appropriated		
1000-A General Fund (Appropriated)	0.0	0.0
	0.0	0.0
Non-Appropriated		
2000-N Federal Grant (Non-Appropriated)	0.0	0.0
	0.0	0.0
Fund Source Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	91,976.2	0.0
Expenditure Category Total	91,976.2	0.0
Appropriated		
1000-A General Fund (Appropriated)	4,646.4	0.0
	4,646.4	0.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	86,848.5	0.0
2576-N Hospital Assessment (Non-Appropriated)	481.3	0.0
	87,329.8	0.0
Fund Source Total	91,976.2	0.0
<hr/>		
Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Expansion

	FY 2018 Actual	FY 2019 Expd. Plan
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicaid Behavioral Health - Expansion

<u>FY 2018 Actual</u>	<u>FY 2019 Expd. Plan</u>
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FISCAL YEAR 2020

BUDGET JUSTIFICATION

COMPREHENSIVE MEDICAL AND DENTAL PLAN

COMPREHENSIVE MEDICAL AND DENTAL PLAN

PROGRAM DESCRIPTION:

The Comprehensive Medical and Dental Program (CMDP) is the health plan responsible for ensuring, in partnership with foster care providers, the provision of appropriate and quality health care services for the well-being of Arizona's children in foster care. For those children in foster care, not qualifying for long-term care services, who are Title XIX or KidsCare eligible, CMDP is also the assigned AHCCCS health plan. CMDP pays for health care services for Arizona's children in foster care placed in and outside of the state of Arizona and cares for children and youth in out-of-home placement from birth to 18 years, and up to age 21 in rare instances when the member is not Title XIX eligible. CMDP is a program within the Arizona Department of Economic Security (DES), Division of Children, Youth and Families (DCYF) formed in July 1970 by state law (A.R.S. 8-512).

The SFY18 budget appropriated acute care funding for this population within the Traditional Medical Services line and behavioral health funding with the Medicaid Behavioral Health CMDP line. Beginning in SFY19, to reflect AHCCCS's new integration of care contracts, funding was consolidated under the CMDP line. Beginning in SFY19, AHCCCS will contract with "AHCCCS Complete Care" health plans for services covering the full spectrum of physical and behavioral health services for most populations including CMDP.

Effective October 1, 2018, several significant program changes will take place in order to integrate the provision of physical and behavioral health services by MCOs. Capitation rates for these programs were developed as integrated rates. In addition to physical health services, DCS/CMDP now covers services previously provided under the Children's Rehabilitative Services (CRS) program. All behavioral health services will be provided by the RBHAs, including those for members previously enrolled in CRS.

DATE PREPARED

08/27/18



CMDP Budget Methodology:

Member Growth

The following table shows actual and projected member months for CMDP as of June of each year for FY 2018 through FY 2020.

Fiscal Year	Total CMDP
June 2018 (actual)	14,451
June 2019 (projected)	13,568
June 2020 (projected)	13,516

Member months are forecast based on an estimated 0.39% annual percent decrease provided to AHCCCS by DCS.



FISCAL YEAR 2020
BUDGET JUSTIFICATION

COMPREHENSIVE MEDICAL AND DENTAL PLAN

CMDP Rates

The changes in rates for SFY 2018 through SFY 2020 are shown below. To be consistent with the rate structure of other AHCCCS managed care programs under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for the CMDP for CYE 19. Prior to this, rates had been set separately for prospective and prior period.

CAPITATION RATES	
Rate Period	CMDP Rates
2018 (Eff. 7/1/18)	\$279.18
2019 (Eff. 10/1/18)	\$298.38
2019 (Eff. 7/1/19)	\$302.09
2020 (Eff. 10/1/19)	\$305.84



FISCAL YEAR 2020

COMPREHENSIVE MEDICAL AND DENTAL PLAN

BUDGET JUSTIFICATION

The overall rate adjustment for CMDP in CYE 2019 is an increase of 23.2% from the most recently submitted rates effective January 1, 2018. Several factors contributed to this increase:

- 7.2 percentage points are attributable to rebasing gross medical expenses to reflect the more current actual experience of the program. The observed increase in expenses is likely attributable to higher utilization resulting from the care management “onboarding” initiative by CMDP to ensure new members receive timely services, as well as the potential higher acuity of current CMDP members.
- 6.2 percentage points are attributable to benefit cost assumptions, including utilization and unit cost trends.
- 6.8 percentage points are attributable to recognition of care management costs as a non-benefit cost component of the CMDP rate. Previous rate certifications for CMDP did not discretely identify and fund allowable care management activities performed by CMDP program staff. DCS/CMDP has since identified the costs of specific care management activities, which are now included in the capitation rate.
- 1.7 percentage points are attributable to increased administrative expenses, including spreading fixed administrative costs across fewer member months.
- 1.3 percentage points are attributable to the addition of care management and administrative expenses associated with the anticipated transition of Children’s Rehabilitative Services (CRS) activities to CMDP, effective October 1, 2018. In advance of the programmatic transition, CMDP is required to hire and train staff for this purpose, effective July 1, 2018.

The CYE 2019 rate increase of 23.2% is in contrast to rate decreases of -9.4% in CYE 2017 and -3.3% in CYE 2018. In the same period July 2016 to April 2018, enrollment in CMDP has declined by -19.6%.

The significant contraction of program membership in a short period of time means that fixed administrative and care management costs are now spread out across fewer member months, and so reflect a higher proportion of the overall capitation rate. The steep decline in membership has also resulted in more volatility in medical expenses due to changes in the acuity mix within a smaller risk group.



FISCAL YEAR 2020

BUDGET JUSTIFICATION

COMPREHENSIVE MEDICAL AND DENTAL PLAN

FMAP:

It is assumed that the FMAP will decrease from 69.81% in FFY 2018 to 69.48% in FFY 2020 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2018).

FFY	FMAP
Oct. 2017 – Sept. 2018	69.89%
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	69.48%

PROPOSED SOLUTION:

AHCCCS is requesting decrease of \$3,713,600 Total Fund (\$655,400 General Fund decrease) for the Comprehensive Medical and Dental Plan (DCP) compared to the FY 2019 appropriation.

Performance Measures to quantify the success of the solution:

- AHCCCS member enrollment in CMDP.
- Maintain the % of overall Health Plan compliance with key indicators at $\geq 99\%$.

Statutory Authority:

A.R.S. Chapter 4, Article 4, 8-512.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
 COMPREHENSIVE MEDICAL AND DENTAL PROGRAM
 CMDP ALL EXPENDITURES**

	FY 2018 Actual	FY 2019 Allocation	FY 2019 Rebase	FY 2020 Request	FY 2020 Inc/(Dec)
General Fund	55,172,809	60,213,900	56,522,500	59,558,500	(655,400)
Subtotal State Match	55,172,809	60,213,900	56,522,500	59,558,500	(655,400)
Federal Title XIX	127,568,903	139,700,600	131,481,100	136,642,400	(3,058,200)
Subtotal Federal Funding	127,568,903	139,700,600	131,481,100	136,642,400	(3,058,200)
Grand Total	182,741,712	199,914,500	188,003,600	196,200,900	(3,713,600)

TOTAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
CMDP Reg FMAP	3,685,512	3,559,583	3,519,490	3,455,629	3,425,510	3,415,310	3,415,470	3,426,600	3,436,406	3,424,271	3,384,546	3,345,366	41,493,692
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	349	240	143	139	226	313	29	-	477	5,331	58	-	7,304
CMDP KidsCare	888	468	152	244	695	433	-	228	7	226	226	226	3,794
CMDP NEC	10,740	10,673	12,315	11,178	11,929	11,637	10,538	9,712	9,824	8,223	9,227	9,497	125,493
PH CAP TOTAL	3,697,489	3,570,965	3,532,100	3,467,188	3,438,359	3,427,693	3,426,037	3,436,540	3,446,714	3,438,051	3,394,057	3,355,090	41,630,284
CMDP Reg FMAP	13,283,674	12,982,911	12,637,407	11,216,795	11,147,622	10,923,007	10,950,234	11,006,040	11,015,307	10,997,338	10,864,249	10,767,919	137,792,504
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	1,317	798	467	385	627	1,163	119	-	1,255	18,266	162	-	24,559
CMDP KidsCare	-	35	35	37	37	37	-	4	-	-	-	-	185
CMDP NEC	39,140	41,863	47,018	39,055	39,724	38,429	32,574	30,950	31,253	26,664	30,299	31,137	428,104
BH CAP TOTAL	13,324,132	13,025,606	12,684,926	11,256,271	11,188,011	10,962,636	10,982,927	11,036,994	11,047,815	11,042,268	10,894,710	10,799,055	138,245,351
CMDP Reg FMAP	89,333	60,975	23,620	54,464	42,470	151,793	281,122	43,604	111,926	465,983	1,417,425	123,362	2,866,077
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	89,333	60,975	23,620	54,464	42,470	151,793	281,122	43,604	111,926	465,983	1,417,425	123,362	2,866,077
TOTAL	17,110,954	16,657,546	16,240,646	14,777,924	14,668,840	14,542,122	14,690,086	14,517,139	14,606,455	14,946,302	15,706,192	14,277,507	182,741,712

TOTAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
CMDP Reg FMAP	3,787,600	3,786,400	3,785,200	4,044,300	4,042,900	4,041,600	4,040,300	4,039,000	4,037,600	4,036,400	4,035,000	4,033,800	47,710,100
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	700	700	700	800	800	800	800	800	800	800	800	800	9,300
CMDP KidsCare	1,400	1,400	1,400	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	17,700
CMDP NEC	11,900	11,900	11,900	12,700	12,700	12,700	12,600	12,600	12,600	12,600	12,600	12,600	149,400
PH CAP TOTAL	3,801,600	3,800,400	3,799,200	4,059,300	4,057,900	4,056,600	4,055,200	4,053,900	4,052,500	4,051,300	4,049,900	4,048,700	47,886,500
CMDP Reg FMAP	10,277,600	10,274,400	10,271,000	11,722,600	11,718,700	11,714,900	11,711,100	11,707,400	11,703,500	11,699,700	11,695,900	11,692,100	136,188,900
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	2,000	2,000	2,000	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	25,800
CMDP KidsCare	3,800	3,800	3,800	4,300	4,300	4,300	4,300	4,300	4,300	4,300	4,300	4,300	50,100
CMDP NEC	32,200	32,200	32,200	36,700	36,700	36,700	36,700	36,700	36,600	36,600	36,600	36,600	426,500
BH CAP TOTAL	10,315,600	10,312,400	10,309,000	11,765,800	11,761,900	11,758,100	11,754,300	11,750,600	11,746,600	11,742,800	11,739,000	11,735,200	136,691,300
CMDP Reg FMAP	258,800	323,500	258,600	331,800	265,400	265,300	331,400	265,200	265,000	264,900	331,100	264,800	3,425,800
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	258,800	323,500	258,600	331,800	265,400	265,300	331,400	265,200	265,000	264,900	331,100	264,800	3,425,800
TOTAL	14,376,000	14,436,300	14,366,800	16,156,900	16,085,200	16,080,000	16,140,900	16,069,700	16,064,100	16,059,000	16,120,000	16,048,700	188,003,600

TOTAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
CMDP Reg FMAP	4,082,600	4,081,100	4,079,800	4,129,200	4,127,700	4,126,400	4,125,200	4,123,800	4,122,500	4,121,200	4,119,600	4,118,400	49,357,500
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	800	800	800	800	800	800	800	800	800	800	800	800	9,600
CMDP KidsCare	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	18,000
CMDP NEC	12,800	12,800	12,800	12,900	12,900	12,900	12,900	12,900	12,900	12,900	12,900	12,900	154,500
PH CAP TOTAL	4,097,700	4,096,200	4,094,900	4,144,400	4,142,900	4,141,600	4,140,400	4,139,000	4,137,700	4,136,400	4,134,800	4,133,600	49,539,600
CMDP Reg FMAP	11,688,300	11,684,600	11,680,600	11,968,800	11,964,800	11,961,000	11,957,000	11,953,200	11,949,300	11,945,400	11,941,400	11,937,700	142,632,100
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	2,200	2,200	2,200	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	2,300	27,300
CMDP KidsCare	4,300	4,300	4,300	4,400	4,400	4,400	4,400	4,400	4,400	4,400	4,400	4,400	52,500
CMDP NEC	36,600	36,600	36,600	37,500	37,500	37,400	37,400	37,400	37,400	37,400	37,400	37,400	446,600
BH CAP TOTAL	11,731,400	11,727,700	11,723,700	12,013,000	12,009,000	12,005,100	12,001,100	11,997,300	11,993,400	11,989,500	11,985,500	11,981,800	143,158,500
CMDP Reg FMAP	330,900	264,500	264,400	339,300	271,300	271,200	339,000	271,100	271,000	338,600	270,800	270,700	3,502,800
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	330,900	264,500	264,400	339,300	271,300	271,200	339,000	271,100	271,000	338,600	270,800	270,700	3,502,800
TOTAL	16,160,000	16,088,400	16,083,000	16,496,700	16,423,200	16,417,900	16,480,500	16,407,400	16,402,100	16,464,500	16,391,100	16,386,100	196,200,900

FEDERAL FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
CMDP Reg FMAP	2,551,848	2,464,655	2,436,895	2,415,139	2,394,089	2,386,960	2,387,072	2,394,851	2,401,704	2,393,223	2,365,459	2,338,077	28,929,972
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	314	216	128	125	203	281	27	-	437	4,882	53	-	6,666
CMDP KidsCare	888	468	152	244	695	433	-	228	7	226	226	226	3,794
CMDP NEC	10,740	10,673	12,315	11,178	11,929	11,637	10,538	9,712	9,824	8,223	9,227	9,497	125,493
PH CAP TOTAL	2,563,790	2,476,013	2,449,491	2,426,685	2,406,916	2,399,312	2,397,637	2,404,791	2,411,972	2,406,554	2,374,966	2,347,800	29,065,925
CMDP Reg FMAP	9,197,616	8,989,368	8,750,140	7,839,418	7,791,073	7,634,090	7,653,119	7,692,122	7,698,598	7,686,040	7,593,024	7,525,698	96,050,305
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	1,184	717	420	346	565	1,046	109	-	1,149	16,730	148	-	22,413
CMDP KidsCare	-	35	35	37	37	37	-	4	-	-	-	-	185
CMDP NEC	39,140	41,863	47,018	39,055	39,724	38,429	32,574	30,950	31,253	26,664	30,299	31,137	428,104
BH CAP TOTAL	9,237,940	9,031,982	8,797,612	7,878,856	7,831,399	7,673,602	7,685,801	7,723,076	7,731,000	7,729,434	7,623,471	7,556,835	96,501,007
CMDP Reg FMAP	61,854	42,219	16,354	38,065	29,682	106,088	196,476	30,475	78,225	325,675	990,638	86,217	2,001,971
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	61,854	42,219	16,354	38,065	29,682	106,088	196,476	30,475	78,225	325,675	990,638	86,217	2,001,971
TOTAL	11,863,584	11,550,213	11,263,457	10,343,606	10,267,997	10,179,002	10,279,914	10,158,342	10,221,198	10,461,663	10,989,075	9,990,853	127,568,903

FEDERAL FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
CMDP Reg FMAP	2,647,200	2,646,300	2,645,600	2,823,300	2,822,500	2,821,500	2,820,500	2,819,600	2,818,700	2,817,900	2,816,900	2,815,900	33,315,900
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	700	700	700	700	700	700	700	700	700	700	700	700	8,400
CMDP KidsCare	1,400	1,400	1,400	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	17,700
CMDP NEC	11,900	11,900	11,900	12,700	12,700	12,700	12,600	12,600	12,600	12,600	12,600	12,600	149,400
PH CAP TOTAL	2,661,200	2,660,300	2,659,600	2,838,200	2,837,400	2,836,400	2,835,300	2,834,400	2,833,500	2,832,700	2,831,700	2,830,700	33,491,400
CMDP Reg FMAP	7,183,100	7,180,800	7,178,500	8,183,500	8,180,900	8,178,200	8,175,500	8,172,800	8,170,000	8,167,500	8,164,900	8,162,100	95,097,800
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	1,800	1,800	1,800	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	23,400
CMDP KidsCare	3,800	3,800	3,800	4,300	4,300	4,300	4,300	4,300	4,300	4,300	4,300	4,300	50,100
CMDP NEC	32,200	32,200	32,200	36,700	36,700	36,700	36,700	36,700	36,600	36,600	36,600	36,600	426,500
BH CAP TOTAL	7,220,900	7,218,600	7,216,300	8,226,500	8,223,900	8,221,200	8,218,500	8,215,800	8,212,900	8,210,400	8,207,800	8,205,000	95,597,800
CMDP Reg FMAP	180,900	226,000	180,800	231,700	185,200	185,200	231,400	185,000	184,900	184,900	231,100	184,800	2,391,900
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	180,900	226,000	180,800	231,700	185,200	185,200	231,400	185,000	184,900	184,900	231,100	184,800	2,391,900
TOTAL	10,063,000	10,104,900	10,056,700	11,296,400	11,246,500	11,242,800	11,285,200	11,235,200	11,231,300	11,228,000	11,270,600	11,220,500	131,481,100

FEDERAL FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
CMDP Reg FMAP	2,850,000	2,849,100	2,848,100	2,868,900	2,867,900	2,867,100	2,866,100	2,865,200	2,864,200	2,863,200	2,862,400	2,861,500	34,333,700
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	700	700	700	700	700	700	700	700	700	700	700	700	8,400
CMDP KidsCare	1,500	1,500	1,500	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	17,100
CMDP NEC	12,800	12,800	12,800	11,700	11,700	11,700	11,600	11,600	11,600	11,600	11,600	11,600	143,100
PH CAP TOTAL	2,865,000	2,864,100	2,863,100	2,882,700	2,881,700	2,880,900	2,879,800	2,878,900	2,877,900	2,876,900	2,876,100	2,875,200	34,502,300
CMDP Reg FMAP	8,159,500	8,156,900	8,154,100	8,316,000	8,313,200	8,310,600	8,307,800	8,305,000	8,302,400	8,299,700	8,297,000	8,294,200	99,216,400
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	2,000	2,000	2,000	2,100	2,100	2,100	2,000	2,000	2,000	2,000	2,000	2,000	24,300
CMDP KidsCare	4,300	4,300	4,300	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	48,900
CMDP NEC	36,600	36,600	36,600	33,800	33,800	33,800	33,800	33,800	33,800	33,700	33,700	33,700	413,700
BH CAP TOTAL	8,202,400	8,199,800	8,197,000	8,355,900	8,353,100	8,350,500	8,347,600	8,344,800	8,342,200	8,339,400	8,336,700	8,333,900	99,703,300
CMDP Reg FMAP	231,000	184,700	184,700	235,700	188,600	188,500	235,500	188,400	188,300	235,300	188,100	188,000	2,436,800
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	231,000	184,700	184,700	235,700	188,600	188,500	235,500	188,400	188,300	235,300	188,100	188,000	2,436,800
TOTAL	11,298,400	11,248,600	11,244,800	11,474,300	11,423,400	11,419,900	11,462,900	11,412,100	11,408,400	11,451,600	11,400,900	11,397,100	136,642,400

STATE FUND

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
CMDP Reg FMAP	1,133,663	1,094,928	1,082,595	1,040,490	1,031,421	1,028,350	1,028,398	1,031,749	1,034,702	1,031,048	1,019,087	1,007,290	12,563,721
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	35	24	14	14	23	31	2	-	40	448	5	-	638
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PH CAP TOTAL	1,133,699	1,094,952	1,082,609	1,040,504	1,031,444	1,028,381	1,028,401	1,031,749	1,034,742	1,031,496	1,019,092	1,007,290	12,564,359
CMDP Reg FMAP	4,086,058	3,993,543	3,887,266	3,377,377	3,356,549	3,288,918	3,297,116	3,313,919	3,316,709	3,311,298	3,271,225	3,242,220	41,742,199
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	134	81	47	39	63	117	10	-	106	1,536	14	-	2,145
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
BH CAP TOTAL	4,086,192	3,993,624	3,887,314	3,377,416	3,356,612	3,289,034	3,297,126	3,313,919	3,316,814	3,312,835	3,271,239	3,242,220	41,744,344
CMDP Reg FMAP	27,479	18,756	7,265	16,399	12,788	45,705	84,646	13,129	33,701	140,307	426,787	37,144	864,106
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	27,479	18,756	7,265	16,399	12,788	45,705	84,646	13,129	33,701	140,307	426,787	37,144	864,106
TOTAL	5,247,370	5,107,332	4,977,189	4,434,318	4,400,843	4,363,120	4,410,172	4,358,797	4,385,257	4,484,638	4,717,117	4,286,654	55,172,809

STATE FUND

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
CMDP Reg FMAP	1,140,400	1,140,100	1,139,600	1,221,000	1,220,400	1,220,100	1,219,800	1,219,400	1,218,900	1,218,500	1,218,100	1,217,900	14,394,200
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	100	100	100	100	100	100	100	100	100	900
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PH CAP TOTAL	1,140,400	1,140,100	1,139,600	1,221,100	1,220,500	1,220,200	1,219,900	1,219,500	1,219,000	1,218,600	1,218,200	1,218,000	14,395,100
CMDP Reg FMAP	3,094,500	3,093,600	3,092,500	3,539,100	3,537,800	3,536,700	3,535,600	3,534,600	3,533,500	3,532,200	3,531,000	3,530,000	41,091,100
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	200	200	200	200	200	200	200	200	200	200	200	200	2,400
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
BH CAP TOTAL	3,094,700	3,093,800	3,092,700	3,539,300	3,538,000	3,536,900	3,535,800	3,534,800	3,533,700	3,532,400	3,531,200	3,530,200	41,093,500
CMDP Reg FMAP	77,900	97,500	77,800	100,100	80,200	80,100	100,000	80,200	80,100	80,000	100,000	80,000	1,033,900
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	77,900	97,500	77,800	100,100	80,200	80,100	100,000	80,200	80,100	80,000	100,000	80,000	1,033,900
TOTAL	4,313,000	4,331,400	4,310,100	4,860,500	4,838,700	4,837,200	4,855,700	4,834,500	4,832,800	4,831,000	4,849,400	4,828,200	56,522,500

STATE FUND

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
CMDP Reg FMAP	1,232,600	1,232,000	1,231,700	1,260,300	1,259,800	1,259,300	1,259,100	1,258,600	1,258,300	1,258,000	1,257,200	1,256,900	15,023,800
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	100	100	100	100	100	100	100	100	100	100	100	100	1,200
CMDP KidsCare	-	-	-	100	100	100	100	100	100	100	100	100	900
CMDP NEC	-	-	-	1,200	1,200	1,200	1,300	1,300	1,300	1,300	1,300	1,300	11,400
PH CAP TOTAL	1,232,700	1,232,100	1,231,800	1,261,700	1,261,200	1,260,700	1,260,600	1,260,100	1,259,800	1,259,500	1,258,700	1,258,400	15,037,300
CMDP Reg FMAP	3,528,800	3,527,700	3,526,500	3,652,800	3,651,600	3,650,400	3,649,200	3,648,200	3,646,900	3,645,700	3,644,400	3,643,500	43,415,700
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	200	200	200	200	200	200	300	300	300	300	300	300	3,000
CMDP KidsCare	-	-	-	400	400	400	400	400	400	400	400	400	3,600
CMDP NEC	-	-	-	3,700	3,700	3,600	3,600	3,600	3,600	3,700	3,700	3,700	32,900
BH CAP TOTAL	3,529,000	3,527,900	3,526,700	3,657,100	3,655,900	3,654,600	3,653,500	3,652,500	3,651,200	3,650,100	3,648,800	3,647,900	43,455,200
CMDP Reg FMAP	99,900	79,800	79,700	103,600	82,700	82,700	103,500	82,700	82,700	103,300	82,700	82,700	1,066,000
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	99,900	79,800	79,700	103,600	82,700	82,700	103,500	82,700	82,700	103,300	82,700	82,700	1,066,000
TOTAL	4,861,600	4,839,800	4,838,200	5,022,400	4,999,800	4,998,000	5,017,600	4,995,300	4,993,700	5,012,900	4,990,200	4,989,000	59,558,500

MEMBER MONTHS

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	TOTAL
CMDP Reg FMAP	15,764	15,418	15,130	14,815	14,693	14,617	14,563	14,550	14,599	14,502	14,500	14,409	177,561
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	3	2	2	2	2	2	1	2	2	2	0	-	21
CMDP KidsCare	3	2	2	1	3	2	-	1	0	1	1	1	16
CMDP NEC	48	44	56	50	54	51	46	45	43	37	36	41	549
PH CAP TOTAL	15,817	15,467	15,189	14,868	14,752	14,671	14,609	14,598	14,644	14,543	14,537	14,451	178,147
CMDP Reg FMAP	15,764	15,418	15,130	14,815	14,693	14,617	14,563	14,550	14,599	14,502	14,500	14,409	177,561
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	3	2	2	2	2	2	1	2	2	2	0	-	21
CMDP KidsCare	3	2	2	1	3	2	-	1	0	1	1	1	16
CMDP NEC	48	44	56	50	54	51	46	45	43	37	36	41	549
BH CAP TOTAL	15,817	15,467	15,189	14,868	14,752	14,671	14,609	14,598	14,644	14,543	14,537	14,451	178,147
CMDP Reg FMAP	15,608	15,285	14,971	14,663	14,542	14,448	14,382	14,324	14,408	14,353	14,324	14,020	175,327
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	1	1	1	1	1	1	0	-	0	2	0	-	8
CMDP KidsCare	3	2	2	1	3	2	-	1	0	1	1	1	16
CMDP NEC	48	44	56	50	53	50	44	45	41	37	36	41	545
REIN TOTAL	15,659	15,332	15,029	14,714	14,600	14,502	14,426	14,370	14,450	14,393	14,361	14,062	175,896
TOTAL	47,294	46,265	45,408	44,449	44,103	43,844	43,644	43,566	43,737	43,479	43,436	42,964	532,190

MEMBER MONTHS

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	TOTAL
CMDP Reg FMAP	13,567	13,563	13,558	13,554	13,549	13,545	13,541	13,536	13,532	13,527	13,523	13,519	162,514
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	3	3	3	3	3	3	3	3	3	3	3	3	31
CMDP KidsCare	5	5	5	5	5	5	5	5	5	5	5	5	60
CMDP NEC	42	42	42	42	42	42	42	42	42	42	42	42	509
PH CAP TOTAL	13,617	13,613	13,608	13,604	13,599	13,595	13,591	13,586	13,582	13,577	13,573	13,568	163,113
CMDP Reg FMAP	13,567	13,563	13,558	13,554	13,549	13,545	13,541	13,536	13,532	13,527	13,523	13,519	162,514
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	3	3	3	3	3	3	3	3	3	3	3	3	31
CMDP KidsCare	5	5	5	5	5	5	5	5	5	5	5	5	60
CMDP NEC	42	42	42	42	42	42	42	42	42	42	42	42	509
BH CAP TOTAL	13,617	13,613	13,608	13,604	13,599	13,595	13,591	13,586	13,582	13,577	13,573	13,568	163,113
CMDP Reg FMAP	13,396	13,392	13,388	13,383	13,379	13,375	13,370	13,366	13,362	13,357	13,353	13,349	160,470
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	1	1	1	1	1	1	1	1	1	1	1	1	12
CMDP KidsCare	5	5	5	5	5	5	5	5	5	5	5	5	60
CMDP NEC	42	42	42	42	42	42	42	42	42	42	42	42	505
REIN TOTAL	13,445	13,440	13,436	13,431	13,427	13,423	13,418	13,414	13,410	13,405	13,401	13,397	161,046
TOTAL	40,679	40,666	40,652	40,639	40,626	40,613	40,599	40,586	40,573	40,560	40,547	40,533	487,273

MEMBER MONTHS

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	TOTAL
CMDP Reg FMAP	13,514	13,510	13,505	13,501	13,497	13,492	13,488	13,483	13,479	13,475	13,470	13,466	161,880
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	3	3	3	3	3	3	3	3	3	3	3	3	30
CMDP KidsCare	5	5	5	5	5	5	5	5	5	5	5	5	60
CMDP NEC	42	42	42	42	42	42	42	42	42	42	42	42	507
PH CAP TOTAL	13,564	13,560	13,555	13,551	13,546	13,542	13,538	13,533	13,529	13,524	13,520	13,516	162,477
CMDP Reg FMAP	13,514	13,510	13,505	13,501	13,497	13,492	13,488	13,483	13,479	13,475	13,470	13,466	161,880
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	3	3	3	3	3	3	3	3	3	3	3	3	30
CMDP KidsCare	5	5	5	5	5	5	5	5	5	5	5	5	60
CMDP NEC	42	42	42	42	42	42	42	42	42	42	42	42	507
BH CAP TOTAL	13,564	13,560	13,555	13,551	13,546	13,542	13,538	13,533	13,529	13,524	13,520	13,516	162,477
CMDP Reg FMAP	13,344	13,340	13,336	13,331	13,327	13,322	13,318	13,314	13,309	13,305	13,301	13,296	159,844
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	1	1	1	1	1	1	1	1	1	1	1	1	12
CMDP KidsCare	5	5	5	5	5	5	5	5	5	5	5	5	60
CMDP NEC	42	42	42	42	42	42	42	42	42	42	42	42	503
REIN TOTAL	13,392	13,388	13,383	13,379	13,375	13,370	13,366	13,362	13,357	13,353	13,349	13,344	160,418
TOTAL	40,520	40,507	40,494	40,481	40,467	40,454	40,441	40,428	40,415	40,402	40,389	40,375	485,373

PMPM

FY 18 ACTUAL

	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18	Apr-18	May-18	Jun-18	SFY Average
CMDP Reg FMAP	226.72	223.61	225.22	225.25	225.05	225.52	225.94	225.96	226.82	227.50	224.76	223.45	225.48
CMDP NEA	137.86	115.47	86.33	84.27	110.44	127.89	24.05	-	194.52	2,557.02	226.27	226.30	353.35
CMDP ESA	302.34	225.52	84.57	225.52	225.52	225.52	231.05	226.30	226.01	226.30	226.30	226.30	225.71
CMDP KidsCare	225.52	240.72	217.79	225.07	221.59	230.00		216.20	230.65	220.00	257.70	232.78	228.30
CMDP NEC													
CMDP Reg FMAP	828.29	827.32	820.25	740.87	742.28	730.78	734.50	737.04	737.13	740.82	731.67	729.58	759.37
CMDP NEA	519.96	383.83	282.34	233.95	307.27	475.39	97.75	-	512.08	8,761.65	627.35	-	1,188.07
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	822.43	944.88	832.04	786.96	738.33	759.96	714.66	689.55	733.78	713.42	846.19	763.15	779.17
CMDP NEC													
CMDP Reg FMAP	5.72	3.99	1.58	3.71	2.92	10.51	19.55	3.04	7.77	32.47	98.95	8.80	16.35
CMDP NEA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-

PMPM

FY 19 REBASE

	Jul-18	Aug-18	Sep-18	Oct-18	Nov-18	Dec-18	Jan-19	Feb-19	Mar-19	Apr-19	May-19	Jun-19	SFY Average
CMDP Reg FMAP	279.18	279.18	279.18	298.38	298.38	298.38	298.38	298.38	298.38	298.38	298.38	298.38	293.57
CMDP NEA													
CMDP ESA	279.18	279.18	279.18	298.38	298.38	298.38	298.38	298.38	298.38	298.38	298.38	298.38	293.57
CMDP KidsCare	279.18	279.18	279.18	298.38	298.38	298.38	298.38	298.38	298.38	298.38	298.38	298.38	293.57
CMDP NEC	279.18	279.18	279.18	298.38	298.38	298.38	298.38	298.38	298.38	298.38	298.38	298.38	293.57
CMDP Reg FMAP	757.55	757.55	757.55	864.88	864.88	864.88	864.88	864.88	864.88	864.88	864.88	864.88	838.01
CMDP NEA													
CMDP ESA	757.55	757.55	757.55	864.88	864.88	864.88	864.88	864.88	864.88	864.88	864.88	864.88	838.01
CMDP KidsCare	757.55	757.55	757.55	864.88	864.88	864.88	864.88	864.88	864.88	864.88	864.88	864.88	838.01
CMDP NEC	757.55	757.55	757.55	864.88	864.88	864.88	864.88	864.88	864.88	864.88	864.88	864.88	838.01
CMDP Reg FMAP	19.32	24.15	19.32	24.79	19.83	19.83	24.79	19.83	19.83	19.83	24.79	19.83	21.35
CMDP NEA													
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-

PMPM

FY 20 REQUEST

	Jul-19	Aug-19	Sep-19	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	SFY Average
CMDP Reg FMAP	302.09	302.09	302.09	305.84	305.84	305.84	305.84	305.84	305.84	305.84	305.84	305.84	304.90
CMDP NEA													
CMDP ESA	302.09	302.09	302.09	305.84	305.84	305.84	305.84	305.84	305.84	305.84	305.84	305.84	304.90
CMDP KidsCare	302.09	302.09	302.09	305.84	305.84	305.84	305.84	305.84	305.84	305.84	305.84	305.84	304.90
CMDP NEC	302.09	302.09	302.09	305.84	305.84	305.84	305.84	305.84	305.84	305.84	305.84	305.84	304.90
CMDP Reg FMAP	864.88	864.88	864.88	886.51	886.51	886.51	886.51	886.51	886.51	886.51	886.51	886.51	881.09
CMDP NEA													
CMDP ESA	864.88	864.88	864.88	886.51	886.51	886.51	886.51	886.51	886.51	886.51	886.51	886.51	881.09
CMDP KidsCare	864.88	864.88	864.88	886.51	886.51	886.51	886.51	886.51	886.51	886.51	886.51	886.51	881.09
CMDP NEC	864.88	864.88	864.88	886.51	886.51	886.51	886.51	886.51	886.51	886.51	886.51	886.51	881.09
CMDP Reg FMAP	24.79	19.83	19.83	25.45	20.36	20.36	25.45	20.36	20.36	25.45	20.36	20.36	21.91
CMDP NEA													
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-

Capitation Rates										
Rate Cells	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2		
Age <1	\$ 509.56	\$ 568.76	\$ 568.76	\$ 568.76	\$ 568.76	\$ 582.98	\$ 582.98	\$ 582.98	\$	\$ 582.98
Age 1-20	\$ 174.85	\$ 178.66	\$ 178.66	\$ 178.66	\$ 178.66	\$ 183.13	\$ 183.13	\$ 183.13	\$	\$ 183.13
Age 21+	\$ 341.27	\$ 362.65	\$ 362.65	\$ 362.65	\$ 362.65	\$ 371.71	\$ 371.71	\$ 371.71	\$	\$ 371.71
Duals	\$ 145.66	\$ 143.36	\$ 143.36	\$ 143.36	\$ 143.36	\$ 146.94	\$ 146.94	\$ 146.94	\$	\$ 146.94
SSI w/o	\$ 1,271.12	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,230.59	\$ 1,261.36	\$ 1,261.36	\$ 1,261.36	\$	\$ 1,261.36
ESA	\$ 606.13	\$ 621.92	\$ 621.92	\$ 621.92	\$ 621.92	\$ 637.47	\$ 637.47	\$ 637.47	\$	\$ 637.47
NEA	\$ 377.80	\$ 405.45	\$ 405.45	\$ 405.45	\$ 405.45	\$ 415.58	\$ 415.58	\$ 415.58	\$	\$ 415.58
Delivery	\$ 6,042.82	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 5,862.21	\$ 6,008.76	\$ 6,008.76	\$ 6,008.76	\$	\$ 6,008.76
SMI RBHA	\$ 1,987.84	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,020.12	\$ 2,070.63	\$ 2,070.63	\$ 2,070.63	\$	\$ 2,070.63
Crisis RBHA	\$ 3.86	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.76	\$ 4.88	\$ 4.88	\$ 4.88	\$	\$ 4.88
CMDP	\$ 279.18	\$ 298.38	\$ 298.38	\$ 298.38	\$ 302.09	\$ 305.84	\$ 305.84	\$ 305.84	\$	\$ 305.84
CMDP RBHA	\$ 757.55	\$ 864.88	\$ 864.88	\$ 864.88	\$ 864.88	\$ 886.51	\$ 886.51	\$ 886.51	\$	\$ 886.51
ALTCS EPD	\$ 3,455.59	\$ 3,607.36	\$ 3,635.79	\$ 3,635.79	\$ 3,635.79	\$ 3,726.68	\$ 3,756.05	\$ 3,756.05	\$	\$ 3,756.05
ALTCS DDD	\$ 3,892.14	\$ 4,098.51	\$ 4,137.17	\$ 4,137.17	\$ 4,188.57	\$ 4,240.60	\$ 4,280.60	\$ 4,280.60	\$	\$ 4,280.60
ALTCS TCM	\$ 164.41	\$ 154.28	\$ 154.28	\$ 154.28	\$ 158.14	\$ 158.14	\$ 158.14	\$ 158.14	\$	\$ 158.14
ALTCS DDD RBHA	\$ 236.60	\$ 273.16	\$ 273.16	\$ 273.16	\$ 273.16	\$ 279.99	\$ 279.99	\$ 279.99	\$	\$ 279.99

Federal Matching Rates									
FMAP Type	2018.3	2018.4	2019.1	2019.2	2019.3	2019.4	2020.1	2020.2	
Regular FMAP	69.89%	69.81%	69.81%	69.81%	69.81%	69.48%	69.48%	69.48%	
ACA FMAP	94.00%	94.00%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	
CHIP FMAP	78.92%	78.87%	78.87%	78.87%	78.87%	78.64%	78.64%	78.64%	
CHIP Enhanced	100.00%	100.00%	100.00%	100.00%	100.00%	90.14%	90.14%	90.14%	
ESA FMAP	91.59%	91.58%	93.00%	93.00%	93.00%	93.00%	90.00%	90.00%	
AIHP Facilities	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	

CMDP

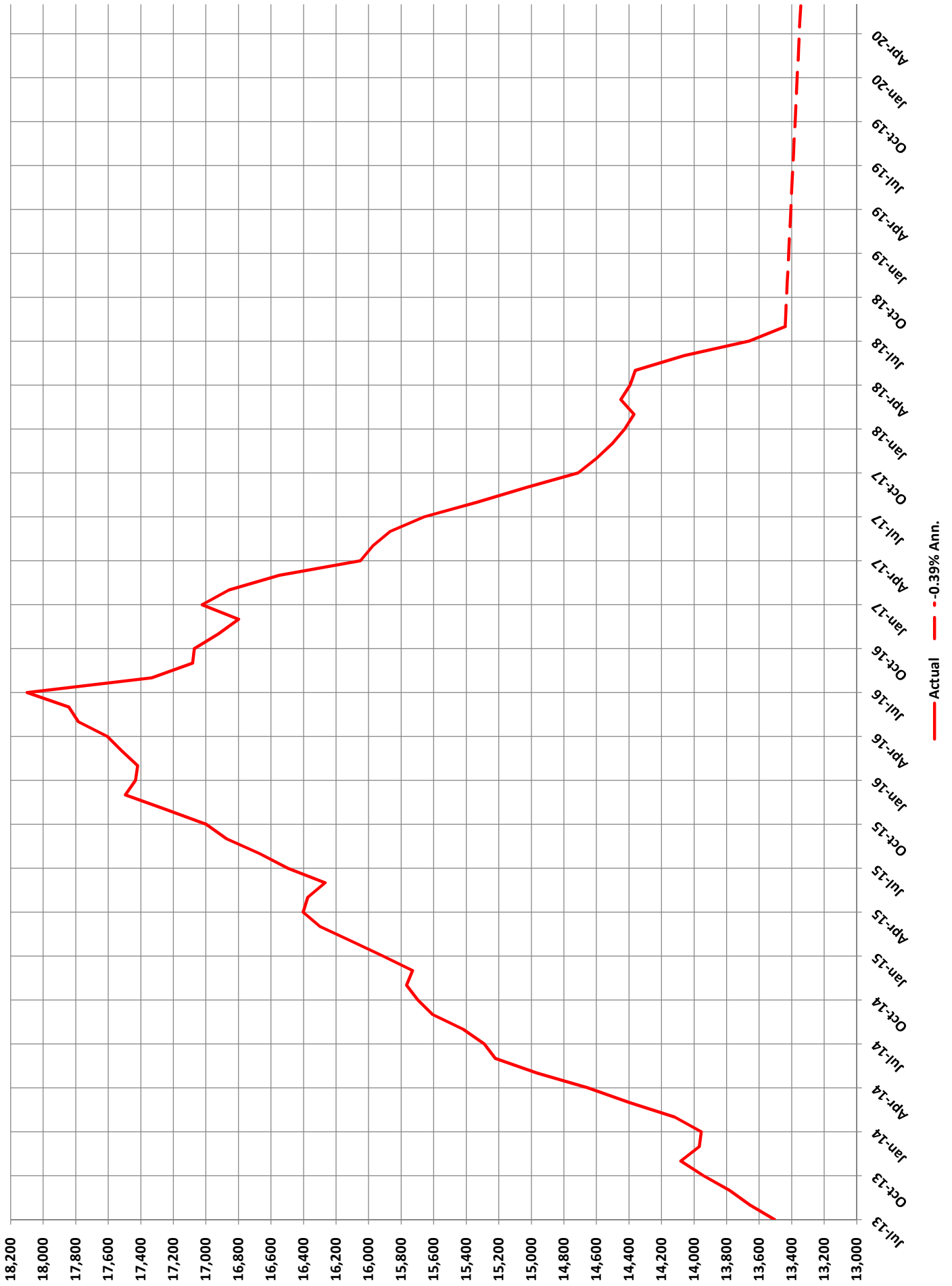
	ENROLLMENT		PERCENT QTR. GROWTH	ENROLLMENT		SFY TOTAL	YEAR TO YEAR		JUNE TO JUNE	
	ACTUAL	FORECAST		FORECAST	GROWTH %		GROWTH %	GROWTH %		
2012.3	37,412		6.79%							
2012.4	38,916		4.02%							
2013.1	39,170		0.65%			155,940	21.24%	13.65%		SFY 12-13
2013.2	40,442		3.25%							
2013.3	40,945		1.24%							
2013.4	41,992		2.56%							
2014.1	42,472		1.14%			170,247	9.17%	12.29%		SFY 13-14
2014.2	44,838		5.57%							
2014.3	46,314		3.29%							
2014.4	47,194		1.90%							
2015.1	48,312		2.37%			190,862	12.11%	6.87%		SFY 14-15
2015.2	49,043		1.51%							
2015.3	50,040		2.03%							
2015.4	51,737		3.39%							
2016.1	52,369		1.22%			207,377	8.65%	9.69%		SFY 15-16
2016.2	53,232		1.65%							
2016.3	52,513		-1.35%							
2016.4	50,794		-3.27%							
2017.1	50,430		-0.72%			201,630	-2.77%	-11.07%		SFY 16-17
2017.2	47,893		-5.03%							
2017.3	46,020		-3.91%							
2017.4	43,815		-4.79%							
2018.1	43,245		-1.30%			175,896	-12.76%	-11.38%		SFY 17-18
2018.2	42,816		-0.99%							
2018.3		40,540	-5.32%							
2018.4		40,281	-0.64%							
2019.1		40,242	-0.10%			161,266	-8.32%	-4.73%		SFY 18-19
2019.2		40,203	-0.10%							
2019.3		40,163	-0.10%							
2019.4		40,124	-0.10%			160,418	-0.53%	-0.39%		SFY 19-20
2020.1		40,085	-0.10%							
2020.2		40,046	-0.10%							

Notes:

- (1) Data are obtained from PMMIS.
- (2) Forecast assumes a -0.39% annual decline, aligned with the average decline projected by DCS.

Adj. R Squared: 0.9579
 Standard Error: 592.72

CMDP



Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Comprehensive Medical and Dental Program				
Fund: 1000-A General Fund				
Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	60,213.9	(655.4)	59,558.5
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	0.0	60,213.9	(655.4)	59,558.5
Fund Total:	0.0	60,213.9	(655.4)	59,558.5
Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	139,700.6	(3,058.2)	136,642.4
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System		FY 2018	FY 2019	FY 2020	FY 2020
		Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Comprehensive Medical and Dental Program

Fund: 2120-N	AHCCCS Fund				
Non-Appropriated					
8600	Debt Service	0.0	0.0	0.0	0.0
9000	Cost Allocation	0.0	0.0	0.0	0.0
9100	Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:		0.0	139,700.6	(3,058.2)	136,642.4
Fund Total:		0.0	139,700.6	(3,058.2)	136,642.4
Program Total For Selected Funds:		0.0	199,914.5	(3,713.6)	196,200.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Comprehensive Medical and Dental Program

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	199,914.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Comprehensive Medical and Dental Program

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	0.0	199,914.5
Appropriated		
1000-A General Fund (Appropriated)	0.0	60,213.9
	0.0	60,213.9
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	0.0	139,700.6
	0.0	139,700.6
Fund Source Total	0.0	199,914.5

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Comprehensive Medical and Dental Program

	FY 2018 Actual	FY 2019 Expd. Plan
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Comprehensive Medical and Dental Program

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Comprehensive Medical and Dental Program

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		



FISCAL YEAR 2020

BUDGET JUSTIFICATION

BEHAVIORAL HEALTH SERVICES IN SCHOOLS

BEHAVIORAL HEALTH SERVICES IN SCHOOLS

PROGRAM DESCRIPTION:

Laws 2018, Chapter 276, Section 10 included a \$9,943,700 Total Fund (\$3,000,000 General Fund) appropriation to fund increased behavioral health services in schools. The targeted services are in addition to any existing behavioral health services provided, including those provided to students with disabilities under the state's School Based Services program.

AHCCCS is committed to improving access to behavioral health services for school aged children through this appropriation. AHCCCS is entering into an intergovernmental agreement with the Department of Education for administration of \$1 million of the state appropriation for Mental Health First Aid training to increase the awareness and understanding of mental health conditions and how to respond. AHCCCS is utilizing the remainder of the allocation to increase capitation rates to contractors who are responsible for behavioral health services for school age children to increase access to behavioral health services that are directly provided in schools through our behavioral health providers. In concert with these efforts, AHCCCS is also evaluating how to maximize the school based services program for children who have an individual education plan (IEP), including requesting the approval from Center for Medicare and Medicaid (CMS) for expansion of the provider types permitted to bill for services under this program.

AHCCCS requests continuation of this funding in FY 2020.

Statutory Authority:

Laws 2018, Chapter 276, Section 10

DATE PREPARED

08/27/18

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System				
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request

Program: SLI Behavioral Health Services in School

Fund: 1000-A General Fund				
Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	3,000.0	0.0	3,000.0
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Appropriated Total:	0.0	3,000.0	0.0	3,000.0
Fund Total:	0.0	3,000.0	0.0	3,000.0

Fund: 2120-N AHCCCS Fund				
Non-Appropriated				
6000 Personal Services	0.0	0.0	0.0	0.0
6100 Employee Related Expenses	0.0	0.0	0.0	0.0
6200 Professional and Outside Services	0.0	0.0	0.0	0.0
6500 Travel In-State	0.0	0.0	0.0	0.0
6600 Travel Out of State	0.0	0.0	0.0	0.0
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	0.0	6,943.7	0.0	6,943.7
7000 Other Operating Expenses	0.0	0.0	0.0	0.0
8000 Equipment	0.0	0.0	0.0	0.0
8100 Capital Outlay	0.0	0.0	0.0	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2018	FY 2019	FY 2020	FY 2020
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	SLI Behavioral Health Services in School			
Fund:	2120-N AHCCCS Fund			
Non-Appropriated				
8600 Debt Service	0.0	0.0	0.0	0.0
9000 Cost Allocation	0.0	0.0	0.0	0.0
9100 Transfers	0.0	0.0	0.0	0.0
Non-Appropriated Total:	0.0	6,943.7	0.0	6,943.7
Fund Total:	0.0	6,943.7	0.0	6,943.7
Program Total For Selected Funds:	0.0	9,943.7	0.0	9,943.7

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Behavioral Health Services in School

	FY 2018 Actual	FY 2019 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	0.0	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Professional and Outside Services		0.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	0.0	
Attorney General Legal Services	0.0	
External Legal Services	0.0	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	0.0	
Hospital Services	0.0	
Other Medical Services	0.0	
Institutional Care	0.0	
Education And Training	0.0	
Vendor Travel	0.0	
Professional & Outside Services Excluded from Cost Alloca	0.0	
Vendor Travel - Non Reportable	0.0	
External Telecom Consulting Services	0.0	
Costs related to those in custody of the State	0.0	
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Travel Out of State	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	0.0	9,943.7

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Behavioral Health Services in School

	FY 2018 Actual	FY 2019 Expd. Plan
Expenditure Category Total	0.0	9,943.7
Appropriated		
1000-A General Fund (Appropriated)	0.0	3,000.0
	0.0	3,000.0
Non-Appropriated		
2120-N AHCCCS Fund (Non-Appropriated)	0.0	6,943.7
	0.0	6,943.7
Fund Source Total	0.0	9,943.7

Other Operating Expenses		0.0
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	0.0	
Risk Management Deductible - Indemnity	0.0	
Risk Management Deductible - Legal	0.0	
Risk Management Deductible - Medical	0.0	
Risk Management Deductible - Other	0.0	
Gen Liab- Non Physical-Taxable- Self Ins	0.0	
Gross Proceeds Payments To Attorneys	0.0	
General Liability- Non-Taxable- Self Ins	0.0	
Medical Malpractice - Self-Insured	0.0	
Automobile Liability - Self Insured	0.0	
General Property Damage - Self- Insured	0.0	
Automobile Physical Damage-Self Insured	0.0	
Liability Insurance Premiums	0.0	
Property Insurance Premiums	0.0	
Workers Compensation Benefit Payments	0.0	
Self Insurance - Administrative Fees	0.0	
Self Insurance - Premiums	0.0	
Self Insurance - Claim Payments	0.0	
Self Insurance - Pharmacy Claims	0.0	
Premium Tax On Altcs	0.0	
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	0.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	0.0	
External Programming- Pc/Lan/Serv/Web	0.0	
External Data Entry	0.0	
Othr External Data Proc-Mainframe/Legacy	0.0	
Othr External Data Proc-Pc/Lan/Serv/Web	0.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	0.0	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	0.0	
Sanitation Waste Disposal	0.0	
Water	0.0	
Gas And Fuel Oil For Buildings	0.0	
Other Utilities	0.0	
Building Rent Charges To State Agencies	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Behavioral Health Services in School

	<u>FY 2018</u> <u>Actual</u>	<u>FY 2019</u> <u>Expd. Plan</u>
Priv Lease To Own Bld Rent Chrgs To Agy	0.0	
Cert Of Part Bld Rent Chrgs To Agy	0.0	
Rental Of Land And Buildings	0.0	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.0	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.0	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	0.0	
Repair And Maintenance - Vehicles	0.0	
Repair And Maint - Mainframe And Legacy	0.0	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	0.0	
Other Repair And Maintenance	0.0	
Software Support And Maintenance	0.0	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	0.0	
Computer Supplies	0.0	
Housekeeping Supplies	0.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.0	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	0.0	
Other Operating Supplies	0.0	
Publications	0.0	
Aggregate Withheld Or Paid Commissions	0.0	
Lottery Prizes	0.0	
Lottery Distribution Costs	0.0	
Material for Further Processing	0.0	
Other Resale Supplies	0.0	
Loss On Sales Of Capital Assets	0.0	
Loss on Sales of Investments	0.0	
Employee Tuition Reimbursement-Graduate	0.0	
Employee Tuition Reimb Under-Grad/Other	0.0	
Conference Registration-Attendance Fees	0.0	
Other Education And Training Costs	0.0	
Advertising	0.0	
Sponsorships	0.0	
Internal Printing	0.0	
External Printing	0.0	
Photography	0.0	
Postage And Delivery	0.0	
Document shredding and Destruction Services	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Behavioral Health Services in School

	FY 2018 Actual	FY 2019 Expd. Plan
Translation and Sign Language Services	0.0	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.0	
Entertainment And Promotional Items	0.0	
Dues	0.0	
Books- Subscriptions And Publications	0.0	
Costs For Digital Image Or Microfilm	0.0	
Revolving Fund Advances	0.0	
Credit Card Fees Over Approved Limit	0.0	
Relief Bill Expenditures	0.0	
Surplus Property Distr To State Agencies	0.0	
Security Services	0.0	
Judgments - Damages	0.0	
ICA Payments to Claimants Confidential	0.0	
Jdgmnt-Confidential Restitution To Indiv	0.0	
Judgments - Non-Confidential Restitution	0.0	
Judgments - Punitive And Compensatory	0.0	
Pmts Made to Resolve/Disputes/Avoid Costs of Litigation	0.0	
Pmts For Contracted State Inmate Labor	0.0	
Payments To State Inmates	0.0	
Bad Debt Expense	0.0	
Interview Expense	0.0	
Employee Relocations-Nontaxable	0.0	
Employee Relocations-Taxable	0.0	
Non-Confidential Invest/Legal/Law Enf	0.0	
Conf/Sensitive Invest/Legal/Undercover	0.0	
Fingerprinting, Background Checks, Etc.	0.0	
Other Miscellaneous Operating	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Current Year Expenditures		0.0
Capital Equipment Budget And Approp	0.0	
Vehicles Capital Purchase	0.0	
Vehicles Capital Leases	0.0	
Furniture Capital Purchase	0.0	
Depreciable Works Of Art & Hist Treas/Coll Capital Purcha	0.0	
Non Depr Works Of Art & Hist Treas/Coll Cap Purchase	0.0	
Furniture Capital Leases	0.0	
Computer Equipment Capital Purchase	0.0	
Computer Equipment Capital Lease	0.0	
Telecommunication Equip-Capital Purchase	0.0	
Telecommunication Equip-Capital Lease	0.0	
Other Equipment Capital Purchase	0.0	
Other Equipment Capital Leases	0.0	
Purchased Or Licensed Software-Website	0.0	
Internally Generated Software-Website	0.0	
Development in Progress	0.0	
Right-Of-Way/Easement/Extraction Rights	0.0	
Oth Int Assets purchased, licensed or internally generate	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Behavioral Health Services in School

	FY 2018 Actual	FY 2019 Expd. Plan
Other intangible assets acquired by capital lease	0.0	
Other Capital Asset Purchases	0.0	
Leasehold Improvement-Capital Purchase	0.0	
Other Capital Asset Leases	0.0	
Non-Capital Equip Budget And Approp	0.0	
Vehicles Non-Capital Purchase	0.0	
Vehicles Non-Capital Leases	0.0	
Furniture Non-Capital Purchase	0.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	0.0	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.0	
Telecomm Equip Non-Capital Leases	0.0	
Other Equipment Non-Capital Purchase	0.0	
Weapons Non-Capital Purchase	0.0	
Other Equipment Non-Capital Lease	0.0	
Purchased Or Licensed Software/Website	0.0	
Internally Generated Software/Website	0.0	
LICENSES AND PERMITS	0.0	
Right-Of-Way/Easement/Extraction Exp	0.0	
Other Intangible Assets - Purchased, Licensed or Internall	0.0	
Noncapital Software/Web By Capital Lease	0.0	
Other Intangible Assets Acquired by Capital Lease	0.0	
Other Long Lived Tangible Assets to be Expenses	0.0	
Non-Capital Equipment Excluded from Cost Allocation	0.0	
Expenditure Category Total	0.0	0.0
<hr/>		
Capital Outlay	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Debt Service	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Cost Allocation	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

**Arizona Health Care Cost Containment System
 FY 2020 Budget Submittal
 Rent Expenses (\$1,000s)**

Rent SFY 2020

Location	Rent Type	Sq ft	FY18 Agency		General		FY19 Agency		General		Federal	
			Total	Fund	Fund	Total	Fund	Fund	Total	Fund	Fund	Fund
1500 E Cherry St., Cottonwood	ISA	1,800	28.8	14.4	14.4	28.8	14.4	28.8	14.4	14.4	7.2	7.2
1010 N Finance Center Dr., Tucson	Private	13,000	289.3	144.6	144.6	298.3	149.2	298.3	149.2	149.2	74.6	74.6
3262 Bob Dr., Prescott Valley	ISA	192	13.1	6.6	6.6	13.1	6.6	13.1	6.6	6.6	3.3	3.3
2250 Highway 60 & 70, Globe	Private	1,876	21.6	10.8	10.8	Closed						
2717 N 4th St., Flagstaff	Private	2,160	37.6	18.8	18.8	37.6	18.8	37.6	18.8	18.8	9.4	9.4
141 E Palm Ln., Ste. 108, Phoenix	Private	1,470	23.2	11.6	11.6	24.6	12.3	24.6	12.3	12.3	6.2	6.2
3850 W 16th St., Yuma	Private	1,500	21.6	10.8	10.8	21.6	10.8	21.6	10.8	10.8	5.4	5.4
500 N Florence St., Casa Grande	Private	2,086	16.7	8.4	8.4	Closed						
201 E. Cottonwood Lane, Suite 2, Casa Grande		2,414				\$		\$		16.2	8.1	8.1
519 E Beale St., Ste. 150, Kingman	ISA	614	12.9	6.5	6.5	12.90	6.5	12.90	6.5	6.5	3.2	3.2
820 E Fry Blvd., Sierra Vista	ISA	694	19.2	9.6	9.6	Closed						
Highway 191, Chinle	Private	2,800	66.4	33.2	33.2	\$	34.9	69.70	34.9	34.9	17.4	17.4
408 N Kendrick, Ste. A, Flagstaff	Private	640	11.8	11.8	-	Closed						
Total			562.2	287.0	275.2	539.0	269.5	539.0	269.5	134.8		

Arizona Health Care Cost Containment System
FY 2020 Budget Submittal
Risk Management Budget (\$1,000s)

Risk Management SFY 2020

Unit	General Fund			Childrens Health		Federal Grants (2000)
	General Fund	Federal Fund	Insurance Program	Federal Grants (2000)		
FY 2019 Actual						
Central Administration	77.6	77.6	-			
AHCCCS Administration	29.9	29.9	-			
Children's Health Insurance Program Administration	-	-	12.2			
Federal Grants						4.0
Total	107.5	107.5	12.2			4.0

Administrative Costs

Agency: Arizona Health Care Cost Containment System

Administrative Costs Summary

Common Administrative Area	FY 2020
Personal Services	51,901.4
ERE	21,809.2
All Other	75,093.9
Administrative Costs Total:	148,804.5

Administrative Cost / Total Expenditure Ratio

	Request	Admin %
FY 2020	14,320,570.4	1.0%

