

September 3, 2019

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

SUBJECT: Fiscal Year 2021 Budget Request

Dear Governor Ducey:

I am submitting the Fiscal Year (FY) 2021 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 nearly 1.9 million members.

As shown in the table below, the request represents an increase of \$175.1 million in state General Fund (GF) monies and decrease of \$14.6 million in Other Appropriated Funds for a net appropriated funds increase of \$160.5 million above FY 2020.

Of the \$932.4 million Total Fund increase, 18.8% is GF, 24.7% is other sources of State Match, and 56.5% is Federal Funds.

Fund	FY 2020 Approp/Est	FY 2021 Request	Change
Total General Fund	\$1,760,748,100	\$1,935,858,500	\$175,110,400
Other Appropriated Funds	\$339,302,400	\$324,643,100	(\$14,659,300)
Other Non-Appropriated	\$1,671,334,500	\$1,860,700,500	\$189,366,000
Federal Funds	\$10,449,951,600	\$11,032,528,500	\$582,576,900
Total Funds	\$14,221,336,600	\$15,153,730,600	\$932,394,000

Overall, the AHCCCS FY 2021 Total Fund Request for only AHCCCS appropriations is \$13.532 billion. This represents a \$727.841 million increase over the FY 2020 Total Fund appropriation of \$12.804 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; two (2) are administrative adjustments; two (2) are base modifications and four (3) involve changes to non-appropriated funds only.

AHCCCS enrollment declined in seven of twelve months in FY 2019. For the period June 2018 to June 2019, overall enrollment increased from 1,849,093 to 1,872,169, an increase of 23,076 members or 1.25%.

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

Caseload Growth

AHCCCS population growth factors for the FY 2021 Budget were forecast using Auto-Regressive Integrated Moving Average (ARIMA) models. In most cases, the forecast begins with the August data point; there were a few populations that incorporated the August actual to include the most recent data available. The growth rates provided below represent total year-over-year member month growth rates.

- **ALTCS-EPD:** Growth in SFY 2019 was 4.35%; this represents the largest percentage growth in ALTCS-EPD in several years. AHCCCS estimates that there will be continued growth in the EPD population in FY 2020 at 4.81%, and FY 2021 at 3.72%. Growth is expected to continue in both FY 2020 and FY 2021.
- **Traditional:** Growth in SFY 2019 was -2.71%. This population (aggregate) is forecast to flatten for SFY 2020 at 0.24% and slightly increase for SFY 2021 at 0.60%.
- **Proposition 204:** Growth in SFY 2019 was -.89%. This population (aggregate) is forecast to increase in SFY 2020 by 4.14% and decline in SFY 2021 by 3.40%.
- **Newly Eligible Adults:** Growth in SFY 2019 was -3.53%. This population is forecast to continue to slightly decline in SFY 2020 at 0.37%, but then increase in SFY 2021 by 3.84%.
- **Comprehensive Medical and Dental Program (CMDP):** In SFY 2019 this population declined by 10.99%. After years of decline, enrollment has stabilized and grown over the last few months. AHCCCS estimates the population will flatten during SFY 2020 at -0.09% and begin to increase modestly in SFY 2021 by 0.43%.
- **KidsCare:** Growth in SFY 2019 was 28.54%. KidsCare is expected to continue to increase although at a slower rate. An increase in SFY 2020 of 12.64% is forecast and 14.83% for SFY 2021.

Capitation Rates

- Overall baseline capitation rate growth for all AHCCCS programs, including the Department of Economic Security/Developmental Disabilities (DES/DD), is 3.8%. Baseline capitation rate growth for all AHCCCS programs, except DES/DD, is 3.9%. Baseline capitation rate growth for DES/DD is 3.2%. The baseline capitation rate growth budgeted for SFY 2020 was 3.0% for all programs. Non-baseline capitation rate adjustments reflect items that received discrete appropriations, over and above the baseline growth amounts that were funded. These items include provider rate increases for ALTCS providers and Proposition 206 minimum wage adjustments. Including both

baseline and non-baseline items, overall capitation rate growth for AHCCCS programs, including DES/DD, is 5.8%, excluding DES/DD is 5.0%, and for DES/DD is 9.9%.

- Overall baseline growth of 3.8% in the capitation rates is attributable to the following factors:
 - Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for a net change of 0.0%.
 - Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
 - Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of 0.2%.
 - APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of 0.5%.
 - Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rates to reflect the costs to administer and manage the programs account for an increase of 0.3%.
 - Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.6%.
- Non-Baseline Growth is driven by legislatively appropriated provider rate increases. For CYE 2020, the Legislature provided funding for provider rates to ensure access to care for the ALTCS EPD and DD programs:
 - Legislative funding of \$7.0 million GF in the AHCCCS budget for ALTCS EPD and \$13.0 million GF in the DES budget for ALTCS DD provider rate changes effective October 1, 2019 result in an overall increase to capitation rates of 0.8%. This amount represents an increase to AHCCCS ALTCS EPD rates of 3.2% and to DES/DD rates of 2.5%.
 - Legislative funding of \$4.8 million GF in the AHCCCS budget for ALTCS EPD and \$13.0 million GF in the DES budget for ALTCS DD provider rate changes effective October 1, 2019 to address the impact of prior year Proposition 206 minimum wage increases results in an overall increase to AHCCCS capitation rates of 0.8%. This amount represents an increase to AHCCCS ALTCS EPD rates of 2.3% and to DES/DD rates of 2.7%.
 - Legislative funding of \$1.9 million GF in the AHCCCS budget for ALTCS EPD and \$3.9 million GF in the DES budget for ALTCS DD provider rate changes to address the impact of the Proposition 206 minimum wage increase, effective January 1, 2020, results in an overall increase to AHCCCS capitation rates of approximately 0.4%. This amount represents an increase to AHCCCS EPD rates of 1.3% and to DES/DD rates of 1.5%.
- For CYE 2021, AHCCCS is estimating a 4.0% 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. The 4.0% is based on the CMS Office of the Actuary National Health Expenditure forecast of expenditure growth for Medicaid enrollees.

Federal Matching Assistance Percentage (FMAP) Changes

- AHCCCS assumes the regular FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on the projection published by the Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).
- Arizona receives a higher Federal Medical Assistance Percentage (FMAP) for childless adults. Prior to January 2019, there were separate rates for the Newly Eligible Adults and Proposition 204 Expansion State Adults, however, they are now the same rate and will both be matched permanently at the rate of 90% beginning January 1, 2020 as shown in the table below:

Period	ESA FMAP	NEA FMAP
Jan 18 - Sep 18	91.59%	94.00%
Oct 18 - Dec 18	91.61%	94.00%
Jan 19 - Dec 19	93.00%	93.00%
Jan 20 - Permanent	90.00%	90.00%

- 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 currently funded at an enhanced 100% FMAP due to a 23 percentage point increase under the ACA, which expires September 30, 2019. For FFY 2020, the Title XXI matching rate decreases to 90.51%, then for FFY 2021 the Title XXI matching rate returns to the normal EMAP rate which is anticipated to be 79.21% for Arizona.
- The fiscal impact associated with the phase-down (in FFY 2020) and phase-out (in FFY 2021) of the Title XXI enhanced federal share is \$17.4 million in SFY 2020 and \$49.3 million in SFY 2021. While these cost increases are significant, the ability to utilize Title XXI CHIP allotment for the mandatory MCHIP population remains cost effective. If this population were matched at the regular Title XIX FMAP, the state match would increase by \$39.4 million in SFY 2020 and \$23.5 million in SFY 2021.

Hospital Assessment Fund

- Since 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 has also been the primary source of state match for the NEA program, beginning in 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 over the last five years are shown in Table below.

	FY16 Actual	FY17 Actual	FY18 Actual	FY19 Actual	FY20 Projection
HA Collections	250,192,600	265,198,600	287,517,000	286,200,700	331,342,200

- Based on increases in the ESA and NEA capitation rates, populations, and changes in the FMAPs for both groups described above, AHCCCS projects Hospital Assessment funding of \$345 million will be required in FY 2020. A carry-forward fund balance from FY 2019 is estimated to be available to help offset current year collections, which have been set at \$333.1 million.
- In FY 2021, AHCCCS estimates Hospital Assessment funding of \$405 million will be required, an increase of \$60 million from the FY 2020 estimate. However, there may be additional carry forward fund balances that may help offset the actual amount invoiced to the hospitals which will not be determined until spring 2020.

Prescription Drug Rebates

Through June 2019, AHCCCS has collected nearly \$4.1 billion in Total Fund Prescription Drug Rebates since the program's inception. Of this amount, \$3.1 billion has been returned to the federal government and \$1.0 billion has been used by the state to cover AHCCCS state match costs and/or fund sweeps.

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, 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 discounting brand name drugs with rebates and offering generic drugs at a lower up-front cost. 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 four quarters and is projecting total fund collections of \$771.3 million and \$814.4 million in FY 2020 and FY 2021, respectively.

In FY 2019, 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 \$148.5 million in FY 2019 to \$150.5 million in FY 2020. The FY 2020 Appropriations act also included an additional fund sweep of \$69.0 million to the General Fund. This budget submittal continues the

FY 2020 appropriated amount into FY 2021. The projected collections will support this appropriation level and will increase the projected state share of the PDRF fund balance to \$12.3 by the end of FY 2021.

ACA Health Insurer Fee

- The ACA included an \$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. Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law will require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

- In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million Total Fund (\$30.0 million State Match). The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

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) further delayed reductions until FY 2020 and modified the reductions as shown in the following table.

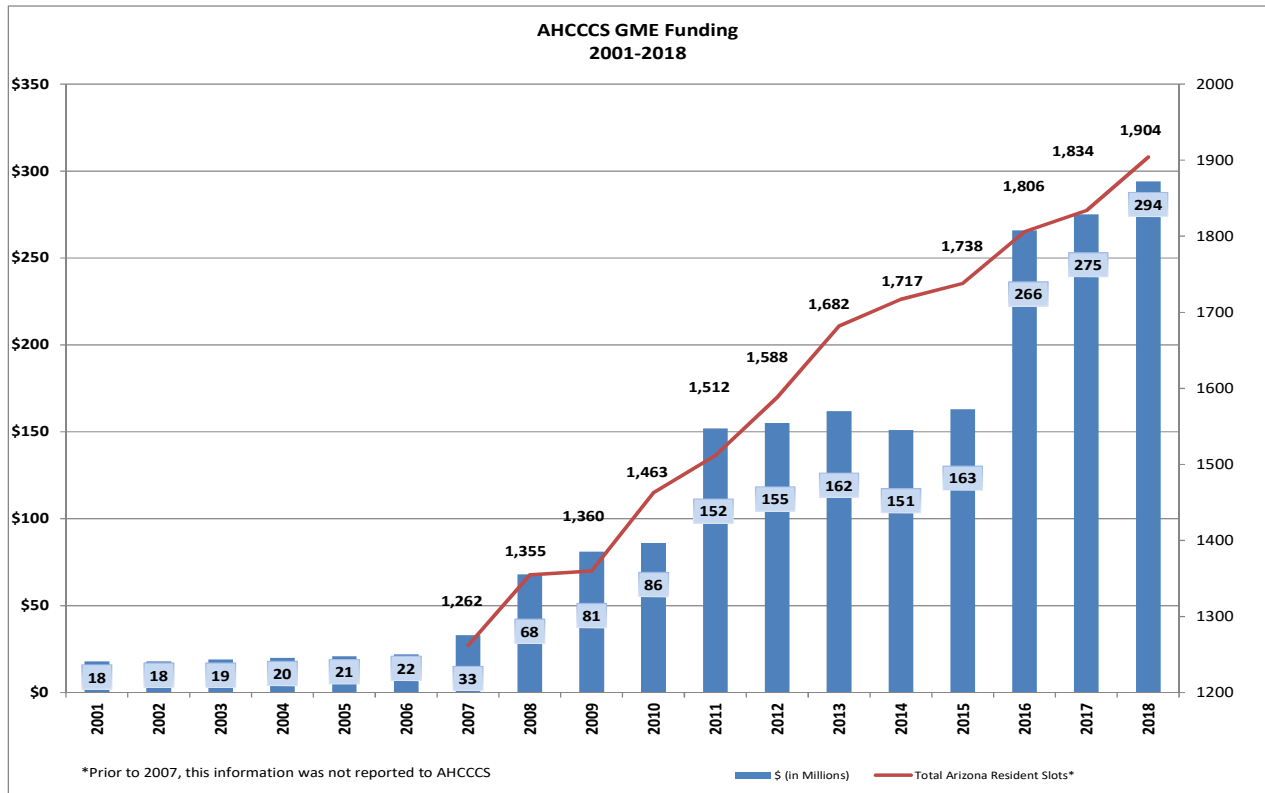
FFY2020	(4,000,000,000)
FFY2021	(8,000,000,000)
FFY2022	(8,000,000,000)
FFY2023	(8,000,000,000)
FFY2024	(8,000,000,000)
FFY2025	(8,000,000,000)

- 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 16.3% 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 \$116.5 million will be reduced to

\$97.6 million in FFY 2020. In FFY21, an additional \$4.0 billion will be reduced from the national allotment bringing the estimated Arizona allotment down to \$78.8 million.

- 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 or FY 2021. 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 2019, Chapter 270, Section 15, includes a FY 2020 expenditure plan for the Arizona State Hospital of \$28,474,900 Total Fund (\$8,536,800 SM provided via CPE). This amount was based on the federal institution for mental diseases (IMD) limit. AHCCCS estimates this same total fund amount will continue in FY 2021. Due to the change in FMAP for FFY 2021, the state match portion of the ASH appropriation is decreased by \$79,800 to \$8,457,000. 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 increases by \$139,600, from \$19,878,300 to \$20,017,900.
- Laws 2019, Chapter 270, Section 15, includes a FY 2020 expenditure plan for the Maricopa Integrated Health Systems of \$109,616,200 Total Fund (\$34,122,800 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 \$105,876,700 (SM of \$33,001,700). This change will reduce the federal match available for deposit in the General Fund by \$2,618,400 from \$75,493,400 based on the appropriation to \$72,875,000 in FY 2020 rebase. For FY 2021, the additional allotment reduction further reduces the maximum amount available for MIHS to \$78,585,800 (SM of \$24,588,100). This further reduces the federal match available for deposit in the GF by \$18,877,300 from \$72,875,000 to \$53,997,700. Both of these amounts assume 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 \$2,678,200 in FY 2020 and \$18,737,700 in FY 2021.

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 \$293.6 million in 2018). The table on the following page displays historical GME spending as well as total Arizona Resident slots.



- The FY21 projection is based on the GME Year 2019 spending plan with 20 total hospitals that have expressed interest in participating. The proposed increase of \$44,006,700 Total Fund (\$12,812,600 State Match – Locally Funded) would take the FY 2021 appropriation up to \$337,614,500 Total Fund (\$101,858,300 State Match – Locally Funded). AHCCCS requests that the feed bill footnote language be continued for GME in FY 2021 to provide flexibility in the event more funding becomes available and CMS approves additional expenditures.
- The FY 2020 appropriation includes General Fund Appropriations for GME for the first time since FY 2010. In order to increase GME payments for hospitals located in health professional shortage areas, \$9,943,700 Total Fund (\$3,000,000 GF) was appropriated. Due to the necessary steps to implement a new GME program, AHCCCS does not anticipate spending this amount in FY20. AHCCCS proposes that the amounts appropriated for FY2020 for health professional shortage areas be moved into FY2021 (for the purposes of this submittal there is no new increase in funding, just continued appropriation) and the scheduled increases in funding for this program slated for FY21 and FY22 be shifted into FY22 and FY23.

Other Issues

- AHCCCS presents the following issues for your consideration:

- AHCCCS is requesting \$11,972,100 TF (\$3,005,700 GF) for the ongoing operational costs for three federally mandated IT projects: Asset Verification System (AVS), Electronic Visit Verification (EVV), and Provider Management System Upgrade (PMSU). The development for each of these projects started in FY2019. Funding was not requested for the development of these projects in FY2019 because the required start dates did not coincide with the budget cycle. Therefore, AHCCCS used base budget funding and increased vacancy savings to begin work on these projects as two of the three had hard federal deadlines that would have resulted in financial penalties to the state if they were not met. The SFY 2020 Executive Budget recommendation included ongoing funding for these three projects, however, in the final budget agreement, the projects were funded through a one-time back-of-the-bill appropriation using Prescription Drug Rebate as the state match. AVS went live in SFY 2019; EVV and PMSU are scheduled to go live in SFY 2020. AHCCCS does not have sufficient funding in the base budget to fund ongoing costs associated with these projects.
- AHCCCS is requesting \$780,000 Total Fund (\$78,000 General Fund) to procure a consultant to evaluate the current Medicaid Management Information System (MMIS) system and business process and develop a roadmap for modernization. AHCCCS is beginning the process of updating its 30-year-old MMIS and, consistent with federal expectations, transitioning to a modular system. The current MMIS was built using 1980s technology and took more than five years to design, develop and implement. CMS mandates a functional MMIS system and provides 90% federal match for MMIS development and 75% federal match for ongoing MMIS operations. The state is seeking consultant expertise to assist in the development of a roadmap for the MMIS replacement. The roadmap will be holistic, looking at technological, budgetary, staffing and business process challenges the states will face as they convert from a single, monolithic mainframe system into the modular approach advocated by CMS. The roadmap will guide future budget requests, resource planning, and other project planning activities.
- In FY 2012, the funding and authority for the Children's Rehabilitative Services program was shifted from ADHS to AHCCCS. While under ADHS control, ADHS was considered a pseudo health-plan, thus administrative funding was included as a component of the capitation rate. Under AHCCCS control, as the single State Medicaid Agency, the administrative expenditures are claimed separately through Federal Financial Participation (FFP). When the funding was transferred, the administrative load remained located in within the programmatic line item appropriation. For the past eight years, AHCCCS has submitted a line item transfer to realign administrative expenditures from the CRS special line item (which was merged into the Traditional Medicaid Services line item in FY 2019) to the Operating Lump Sum appropriation special line item. For FY 2021, AHCCCS is requesting a permanent base modification of \$1,027,600 TF (513,800 GF) from the Traditional Medicaid Services line item to the Operating Lump Sum line item. This base modification nets to a zero request of funds.

- AHCCCS is including a base modification decision package to reflect the integration of Behavioral Health Services within the ADES program serving individuals with intellectual and developmental disabilities. This represents an annualization of the three quarters that was previously moved in SFY 2020. The SFY 2021 request shifts \$28,455,800 Total Funds (\$8,684,700 General Fund) from the SFY 2021 AHCCCS appropriation to the ADES appropriation. There should be a corresponding increase in the ADES budget submittal.
- In compliance with A.R.S. § 35-113, AHCCCS has estimated additional wage related costs associated with the Flagstaff minimum wage increases are \$383,300 TF (\$77,000 GF) for SFY 2021. This estimate does not include DDD services, which is within the Department of Economic Security.

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 "Jami Snyder". The signature is fluid and cursive, with the first name "Jami" and last name "Snyder" clearly distinguishable.

Jami Snyder
Director



State of Arizona Budget Request

State Agency

Arizona Health Care Cost Containment System

A.R.S. Citation: **36-2901**

Governor DUCEY:

This and the accompanying budget schedules, statements and explanatory information constitute the operating budget request for this agency for Fiscal Year 2021.

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

Agency Head: **Jami Snyder**

Title: **Agency Director**

Jami Snyder  9/3/2019

(signature)

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

Appropriated Funds

	FY 2020 Approp	FY 2021 Fund. Issue	FY 2021 Total Budget
Total Amount Requested:	2,100,050.5	160,451.1	2,260,501.6
General Fund	1,760,748.1	175,110.4	1,935,858.5
Tobacco Tax and Health Care Fund MNA	61,752.6	0.0	61,752.6
TPTF Emergency Health Services Account	16,216.3	0.0	16,216.3
Substance Abuse Services Fund	2,250.2	0.0	2,250.2
KIDSCARE - FED Revenue and Expenditures	104,650.2	(12,591.3)	92,058.9
Budget Neutrality Compliance Fund	3,906.4	0.0	3,906.4
Prescription Drug Rebate Fund	150,526.7	(2,068.0)	148,458.7

Non-Appropriated Funds

	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Budget
Total Amount Planned:	12,121,286.1	771,942.9	12,893,229.0
Proposition 204 Protection Account (TPTF)	34,054.3	0.0	34,054.3
Tobacco Tax and Health Care Fund MNA	700.0	0.0	700.0
Federal Grants FUND	99,456.6	0.0	99,456.6
AHCCCS Fund	7,930,164.2	131,643.0	8,061,807.2
Delivery System Reform Incentive Payment Fund	90,000.0	(20,000.0)	70,000.0
Long Term Care System Fund	2,420,330.8	450,933.9	2,871,264.7
Substance Use Disorder Services Fund	4,591.5	(4,591.5)	0.0
AHCCCS Intergovernmental Service Fund	11,400.0	0.0	11,400.0
Employee Recognition Fund	1.4	0.0	1.4
Arizona Tobacco Litigation Settlement Fund	102,000.0	0.0	102,000.0
Prop 202 - Trauma and Emergency Services	24,227.7	0.0	24,227.7
IGA and ISA Fund	727,361.9	142,043.7	869,405.6
Prescription Drug Rebate Fund	(162,196.1)	(43,176.7)	(205,372.8)
Seriously Mentally Ill Housing Trust Fund	4,100.0	0.0	4,100.0
Nursing Facility Provider Assessment Fund	109,846.3	968.6	110,814.9
Hospital Assessment	340,871.9	64,195.2	405,067.1
AHCCCS Restitution Fund	0.0	0.0	0.0
AHCCCS - 3rd Party Collection	2,131.3	0.0	2,131.3
IGAs for County BHS Fund	70,373.4	0.0	70,373.4
County Funds	311,870.9	49,926.7	361,797.6

Prepared By: **Nicholas Seidel**

Email Address: **nicholas.seidel@azahcccs.gov**

Total: 14,221,336.6 932,394.0 15,153,730.6

Acronyms

Acronym	Description
A.A.C.	Arizona Administrative Code
A.R.S.	Arizona Revised Statutes
ABD	Aged, Blind, or Disabled
AC	AHCCCS 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

Acronyms

Acronym	Description
BIPA	Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act of 2000
BNCF	Budget Neutrality Compliance Fund
BON	Board of Nursing
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
DCAIR	Division of Community Advocacy and Intergovernmental Relations
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

Acronyms

Acronym	Description
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
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)

Acronyms

Acronym	Description
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
AACIHC	Arizona Advisory Council on Indian Health Care
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
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 P
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 Residenti
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

Acronyms

Acronym	Description
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
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
OALS	Office of
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

Acronyms

Acronym	Description
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
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

Acronyms

Acronym	Description
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)
TWWIA	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 Governor
Douglas A. Ducey**



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**Clinical Initiatives
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Suzanne Berman

**Health Services Admin
Services Officer**
Lauren Prole

Program Coordinator
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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 who 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 2019 Revenues:

In FY 2019 there were revenues of \$5.8 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.

Methodology used to develop projections:

Revenues were projected for prior year reimbursements and indirect cost transfers. The amounts are based on the FY 2015 - FY 2019 average.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	AA1000 General Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4821	PRIOR YEAR REIMBURSEMENT - REFUNDS	5,754.8	0.0	0.0
Fund Total:		5,754.8	0.0	0.0

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 2019 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 2020 and FY 2021 are based on the FY 2020 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:	HC1303 Proposition 204 Protection Account (TPTF)

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4191	LUXURY TAX	36,685.4	34,054.3	34,054.3
Fund Total:		36,685.4	34,054.3	34,054.3

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 2019 Revenues:

The Administration receives funds from Luxury Tax for this fund.

Methodology used to develop projections:

The Luxury Tax projections for FY 2020 and FY 2021 are based on the FY 2020 appropriated amounts.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC1306 Tobacco Tax and Health Care Fund MNA

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4191	LUXURY TAX	66,843.9	62,452.6	62,452.6
Fund Total:		66,843.9	62,452.6	62,452.6

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 2019 Revenues:

The Emergency Health Services fund receives revenues from Luxury Taxes deposited in the Tobacco Products Tax Fund.

Methodology used to develop projections:

The Luxury Tax projections for FY 2020 and FY 2021 are based on the FY 2020 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:	HC1310 TPTF Emergency Health Services Account

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4191	LUXURY TAX	17,469.2	16,216.3	16,216.3
Fund Total:		17,469.2	16,216.3	16,216.3

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 2019 Revenues:

The revenues in FY 2019 are from federal grants to fund specific federally funded programs or projects.

Methodology used to develop projections:

The projected revenues for FY 2020 and FY 2021 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:	HC2000 Federal GrantS FUND

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4211	FEDERAL GRANTS	81,710.7	93,879.1	99,456.6
4699	MISCELLANEOUS RECEIPTS	1,142.9	0.0	0.0
Fund Total:		82,853.6	93,879.1	99,456.6

**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 2019 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 2019, 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 2020 and FY 2021 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 2020 and FY 2021, the county revenues are shown in the County Fund 9691.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2120 AHCCCS Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4211	FEDERAL GRANTS	7,991,958.6	8,152,734.1	8,060,262.4
4333	INSTITUTIONAL CARE	75.9	75.9	75.9
4339	OTHER FEES AND CHARGES FOR SERVICES	815.9	815.9	815.9
4699	MISCELLANEOUS RECEIPTS	579.2	579.2	579.2
4830	OTHER FINANCING SOURCES	73.8	73.8	73.8
Fund Total:		7,993,503.4	8,154,278.9	8,061,807.2

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 2019 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.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2130 Delivery System Reform Incentive Payment Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4211	FEDERAL GRANTS	49,863.9	61,937.6	48,313.3
4236	STATE AND LOCAL GOVERNMENT - OTHER	7,000.0	9,000.0	7,000.0
4901	OPERATING TRANSFERS IN	21,735.9	14,686.7	10,357.5
Fund Total:		78,599.8	85,624.3	65,670.8

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 2019 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 2020 and FY 2021 are the Long-Term Care Federal Fund amount plus the Department of Economic Security (DES) Arizona Long Term Care System fund amount. For FY 2020 and FY 2021, the county revenues are shown in the County Fund 9691.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2223 Long Term Care System Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4111	TRANSACTION PRIVILEGE TAX	269,364.9	0.0	0.0
4211	FEDERAL GRANTS	2,183,909.0	2,302,737.3	2,871,264.7
Fund Total:		2,453,273.9	2,302,737.3	2,871,264.7

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 2019 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:	HC2227 Substance Abuse Services Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4511	COURT ASSESSMENTS	1,260.9	2,250.2	2,250.2
Fund Total:		1,260.9	2,250.2	2,250.2

**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 2019 Revenues:

The fund was appropriated \$10,000,000 from the General Fund in FY18 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:	HC2325 Substance Use Disorder Services Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4631	TREASURERS INTEREST INCOME	181.8	0.0	0.0
Fund Total:		181.8	0.0	0.0

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 2019 Revenues:

The CHIP Federal Grants revenue for FY19 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 2020 and FY 2021 represent the Federal portion of the CHIP Services and CHIP Administration.

The Institutional Care revenue represents member premium collection estimates for FY 2020 and FY 2021.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2409 KIDSCARE - FED Revenue and Expenditures

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4211	FEDERAL GRANTS	68,457.5	95,650.2	82,058.9
4339	OTHER FEES AND CHARGES FOR SERVICES	8,642.7	9,000.0	10,000.0
4699	MISCELLANEOUS RECEIPTS	(78.0)	0.0	0.0
4830	OTHER FINANCING SOURCES	(1.3)	0.0	0.0
Fund Total:		77,020.9	104,650.2	92,058.9

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 2019 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 2020 and FY 2021 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:	HC2442 AHCCCS Intergovernmental Service Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4236	STATE AND LOCAL GOVERNMENT - OTHER	10,504.5	11,360.0	11,360.0
4631	TREASURERS INTEREST INCOME	38.9	40.0	40.0
Fund Total:		10,543.4	11,400.0	11,400.0

**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 2019 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
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Fund:	HC2449 Employee Recognition Fund
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AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4699	MISCELLANEOUS RECEIPTS	0.7	0.5	0.5
Fund Total:		0.7	0.5	0.5

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 2019 Revenues:

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

Methodology used to develop projections:

The projections for FY 2020 and FY 2021 are based on the FY 2020 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:	HC2468 Arizona Tobacco Litigation Settlement Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4699	MISCELLANEOUS RECEIPTS	98,938.5	102,000.0	102,000.0
Fund Total:		98,938.5	102,000.0	102,000.0

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 2019 Revenues:

For FY 2019, 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 2020 appropriation.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2478 Budget Neutrality Compliance Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	3,756.2	3,906.4	3,906.4
Fund Total:		3,756.2	3,906.4	3,906.4

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 2019 Revenues:

Source of revenue in FY 2019 was Other Fees revenue from the Arizona Benefits Fund.

Methodology used to develop projections:

Revenue projections for FY 2020 and FY 2021 are based on FY 2019 actuals

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2494 Prop 202 - Trauma and Emergency Services

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4339	OTHER FEES AND CHARGES FOR SERVICES	24,459.1	24,227.7	24,227.7
Fund Total:		24,459.1	24,227.7	24,227.7

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 2019 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 2020 and FY 2021 represent the State match for the Department of Economic Security Long-Term Care program.

The State and Local Government Other revenues for FY 2020 and FY 2021 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
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Fund:	HC2500 IGA and ISA Fund
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AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4219	OTHER FEDERAL FINANCIAL ASSISTANCE	200.0	200.0	200.0
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	100.0	100.0	100.0
4236	STATE AND LOCAL GOVERNMENT - OTHER	124,837.7	163,766.1	184,745.0
4339	OTHER FEES AND CHARGES FOR SERVICES	208.7	200.0	200.0
4449	OTHER FEES	721.7	700.0	700.0
4519	OTHER FINES OR FORFEITURES OR PENALTIES	349.8	300.0	300.0
4699	MISCELLANEOUS RECEIPTS	1,579.4	1,600.0	1,600.0
4901	OPERATING TRANSFERS IN	518,287.1	550,495.8	671,560.6
Fund Total:		646,284.4	717,361.9	859,405.6

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 2019 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.

**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 2019 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. Due to the fund sweep, no interest is expected in future years.

Methodology used to develop projections:

Collections are projected based on projected invoices times a collection rate of approximately 99%.

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

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2546 Prescription Drug Rebate Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4635	LOAN AND OTHER INTEREST INCOME	183.6	0.0	0.0
Fund Total:		183.6	0.0	0.0

**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 2019 Revenues:

Revenues are based on prior year collections and interest.

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:	HC2555 Seriously Mentally Ill Housing Trust Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4631	TREASURERS INTEREST INCOME	173.2	180.0	180.0
4699	MISCELLANEOUS RECEIPTS	2,000.0	2,000.0	2,000.0
Fund Total:		2,173.2	2,180.0	2,180.0

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 2019 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:
FY20 and FY21 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:	HC2567 Nursing Facility Provider Assessment Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4198	MEDICAID PROVIDER ASSESSMENT	30,616.0	32,989.6	32,989.6
4211	FEDERAL GRANTS	63,531.3	76,856.7	77,825.3
Fund Total:		94,147.3	109,846.3	110,814.9

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 2019 Revenues:

Revenues are from a Medicaid Provider Assessment.

Methodology used to develop projections:

Revenue Projections for FY 2020 are \$331 million and FY 2021 are \$388 million.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2576 Hospital Assessment

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4198	MEDICAID PROVIDER ASSESSMENT	286,200.7	331,342.2	388,000.0
Fund Total:		286,200.7	331,342.2	388,000.0

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 2019 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:	HC2586 AHCCCS Restitution Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4512	RESTITUTION	(21.4)	0.0	0.0
Fund Total:		(21.4)	0.0	0.0

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 2019 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:	HC3791 AHCCCS - 3rd Party Collection

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4211	FEDERAL GRANTS	2,068.0	2,080.0	2,080.0
Fund Total:		2,068.0	2,080.0	2,080.0

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 2019 Revenues:

Revenues are received through IGAs with the county.

Methodology used to develop projections:

Revenues are based on the actual FY20 IGA amounts.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC4503 IGAs for County BHS Fund

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	67,456.6	69,896.2	70,373.4
Fund Total:		67,456.6	69,896.2	70,373.4

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 2019 Revenues:
No Revenues were recorded in FY19 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 2020 and FY 2021 represent the appropriated/projected county contributions for Acute and Long Term Care programs.

Revenue Schedule

Agency:	Arizona Health Care Cost Containment System
Fund:	HC9691 County Funds

AFIS Code	Category of Receipt and Description	FY 2019	FY 2020	FY 2021
4231	STATE AND LOCAL GOVT GRANTS - OPERATING	0.0	311,870.9	361,797.6
Fund Total:		0.0	311,870.9	361,797.6

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:	HC1303 Proposition 204 Protection Account (TPTF)

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	36,685.4	34,054.3	34,054.3
Total Available	36,685.4	34,054.3	34,054.3
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	36,685.4	34,054.3	34,054.3
Balance Forward to Next Year	0.0	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	36,685.4	34,054.3	34,054.3
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	0.0	0.0
Expenditure Categories Total:	36,685.4	34,054.3	34,054.3
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	36,685.4	34,054.3	34,054.3
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

SOURCES AND USES

Justification

The disbursements of fund 1306 represent state match dollars for the Traditional Medicaid Services program.

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:	HC1306 Tobacco Tax and Health Care Fund MNA

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	66,843.9	62,452.6	62,452.6
Total Available	66,843.9	62,452.6	62,452.6
Total Appropriated Disbursements	66,143.9	61,752.6	61,752.6
Total Non-Appropriated Disbursements	700.0	700.0	700.0
Balance Forward to Next Year	0.0	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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	66,143.9	61,752.6	61,752.6
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	0.0	0.0
Expenditure Categories Total:	66,143.9	61,752.6	61,752.6
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:	66,143.9	61,752.6	61,752.6
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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	700.0	700.0	700.0
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:	700.0	700.0	700.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	700.0	700.0	700.0
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: 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

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:	HC1310 TPTF Emergency Health Services Account

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	17,469.2	16,216.3	16,216.3
Total Available	17,469.2	16,216.3	16,216.3
Total Appropriated Disbursements	17,469.2	16,216.3	16,216.3
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 2019	Estimate FY 2020	Estimate FY 2021
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	17,469.2	16,216.3	16,216.3
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	0.0	0.0
Expenditure Categories Total:	17,469.2	16,216.3	16,216.3
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:	17,469.2	16,216.3	16,216.3
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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
Residual Equity Transfer	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

OSP: 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.

SOURCES AND USES
Justification

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

The projected revenues and expenditures for FY 2020 and FY 2021 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:	HC2000 Federal GrantS FUND

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	680.3	5,577.5	0.0
Revenue (From Revenue Schedule)	82,853.6	93,879.1	99,456.6
Total Available	83,533.9	99,456.6	99,456.6
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	77,956.4	99,456.6	99,456.6
Balance Forward to Next Year	5,577.5	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
Expenditure Categories			
Personal Services	979.3	1,215.1	1,215.1
Employee Related Expenses	351.7	445.9	445.9
Prof. And Outside Services	1,083.8	1,854.8	1,854.8
Travel - In State	5.4	19.8	19.8
Travel - Out of State	6.5	15.0	15.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	64,649.1	79,516.1	79,516.1
Other Operating Expenses	229.9	397.6	397.6
Equipment	7.9	11.1	11.1
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	10,642.8	15,981.2	15,981.2
Expenditure Categories Total:	77,956.4	99,456.6	99,456.6
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	77,956.4	99,456.6	99,456.6
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

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

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 2019, the expenditures include the County portion of the Acute Care program, in FY 2020 and FY 2021 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:	HC2120 AHCCCS Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	31,004.6	(224,114.7)	0.0
Revenue (From Revenue Schedule)	7,993,503.4	8,154,278.9	8,061,807.2
Total Available	8,024,508.0	7,930,164.2	8,061,807.2
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	8,248,622.7	7,930,164.2	8,061,807.2
Balance Forward to Next Year	(224,114.7)	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
Expenditure Categories			
Personal Services	32,241.5	29,687.2	30,046.9
Employee Related Expenses	13,451.8	12,431.7	12,585.8
Prof. And Outside Services	18,906.6	20,041.1	23,875.0
Travel - In State	71.8	69.6	69.6
Travel - Out of State	26.3	23.7	23.7
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	8,076,967.6	7,747,265.2	7,873,404.1
Other Operating Expenses	37,433.9	47,065.9	48,222.3
Equipment	154.7	138.4	138.4
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	69,368.5	73,441.4	73,441.4
Expenditure Categories Total:	8,248,622.7	7,930,164.2	8,061,807.2
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	8,248,622.7	7,930,164.2	8,061,807.2
Non-Appropriated FTE:	1,088.6	1,088.6	1,088.6

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

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

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.

The ending balance represents prior year claimed DSHP available for the following year.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2130 Delivery System Reform Incentive Payment Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	6,081.6	18,778.0	14,402.3
Revenue (From Revenue Schedule)	78,599.8	85,624.3	65,670.8
Total Available	84,681.4	104,402.3	80,073.1
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	65,903.4	90,000.0	70,000.0
Balance Forward to Next Year	18,778.0	14,402.3	10,073.1

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
Expenditure Categories			
Personal Services	1,459.5	0.0	0.0
Employee Related Expenses	105.9	0.0	0.0
Prof. And Outside Services	138.3	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	64,189.7	90,000.0	70,000.0
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	10.0	0.0	0.0
Expenditure Categories Total:	65,903.4	90,000.0	70,000.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	65,903.4	90,000.0	70,000.0
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSP: 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

SOURCES AND USES
Justification

Expenditures from this fund represent the Federal Share of the ALTCS and DES Long Term Care Programs. In FY 2019, it includes the county portion of the ALTCS program. In FY 2020 and FY 2021 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.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2223 Long Term Care System Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	32,191.2	147,593.5	30,000.0
Revenue (From Revenue Schedule)	2,453,273.9	2,302,737.3	2,871,264.7
Total Available	2,485,465.1	2,450,330.8	2,901,264.7
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	2,337,871.6	2,420,330.8	2,871,264.7
Balance Forward to Next Year	147,593.5	30,000.0	30,000.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	2,337,624.5	2,420,330.8	2,871,264.7
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	247.1	0.0	0.0
Expenditure Categories Total:	2,337,871.6	2,420,330.8	2,871,264.7
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	2,337,871.6	2,420,330.8	2,871,264.7
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

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:	HC2227 Substance Abuse Services Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	1,354.5	365.2	365.2
Revenue (From Revenue Schedule)	1,260.9	2,250.2	2,250.2
Total Available	2,615.4	2,615.4	2,615.4
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	365.2	365.2	365.2

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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
Residual Equity Transfer	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

OSP: 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 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:	HC2325 Substance Use Disorder Services Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	9,776.4	4,591.5	0.0
Revenue (From Revenue Schedule)	181.8	0.0	0.0
Total Available	9,958.2	4,591.5	0.0
Total Appropriated Disbursements	59.0	0.0	0.0
Total Non-Appropriated Disbursements	5,307.7	4,591.5	0.0
Balance Forward to Next Year	4,591.5	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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	59.0	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:	59.0	0.0	0.0
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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	5,307.7	4,591.5	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:	5,307.7	4,591.5	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	5,307.7	4,591.5	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

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 \$3.0 million is carried forward in FY 2020 and FY2021, 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:	HC2409 KIDSCARE - FED Revenue and Expenditures

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	3,058.1	3,027.2	3,027.2
Revenue (From Revenue Schedule)	77,020.9	104,650.2	92,058.9
Total Available	80,079.0	107,677.4	95,086.1
Total Appropriated Disbursements	77,051.8	104,650.2	92,058.9
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	3,027.2	3,027.2	3,027.2

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Expenditure Categories			
Personal Services	678.1	2,185.5	2,185.5
Employee Related Expenses	261.5	842.8	842.8
Prof. And Outside Services	91.5	295.0	295.0
Travel - In State	0.0	1.2	1.2
Travel - Out of State	0.0	2.1	2.1
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	71,167.3	96,937.9	84,346.6
Other Operating Expenses	1,000.8	2,227.7	2,227.7
Equipment	0.0	16.1	16.1
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	3,852.6	2,141.9	2,141.9
Expenditure Categories Total:	77,051.8	104,650.2	92,058.9
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:	77,051.8	104,650.2	92,058.9
Appropriated FTE:	43.5	45.9	45.9

Non-Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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
Residual Equity Transfer	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

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.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2410 Children's Health Insurance Program Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	3,058.1	0.0	0.0
Balance Forward from Prior Year	3,058.1	0.0	0.0
Balance Forward from Prior Year	0.0	3,058.1	3,058.1
Balance Forward from Prior Year	0.0	3,058.1	3,058.1
Total Available	3,058.1	3,058.1	3,058.1
Total Available	3,058.1	3,058.1	3,058.1
Total Appropriated Disbursements	0.0	0.0	0.0
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	3,058.1	3,058.1	3,058.1
Balance Forward to Next Year	3,058.1	3,058.1	3,058.1

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:	HC2442 AHCCCS Intergovernmental Service Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	1,084.2	1,178.4	1,178.4
Revenue (From Revenue Schedule)	10,543.4	11,400.0	11,400.0
Total Available	11,627.6	12,578.4	12,578.4
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	10,449.2	11,400.0	11,400.0
Balance Forward to Next Year	1,178.4	1,178.4	1,178.4

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
Expenditure Categories			
Personal Services	2,855.1	2,437.6	2,437.6
Employee Related Expenses	1,033.9	1,044.7	1,044.7
Prof. And Outside Services	7.8	2,061.6	2,061.6
Travel - In State	0.0	0.0	0.0
Travel - Out of State	2.7	25.0	25.0
Food	0.0	0.0	0.0
Aid to Organizations and Individuals	0.0	0.0	0.0
Other Operating Expenses	5,591.7	4,841.1	4,841.1
Equipment	1.4	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	956.6	990.0	990.0
Expenditure Categories Total:	10,449.2	11,400.0	11,400.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	10,449.2	11,400.0	11,400.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

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: HC2449 Employee Recognition Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	5.2	5.9	5.0
Revenue (From Revenue Schedule)	0.7	0.5	0.5
Total Available	5.9	6.4	5.5
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	0.0	1.4	1.4
Balance Forward to Next Year	5.9	5.0	4.1

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	1.4	1.4
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	1.4	1.4
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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	1.4	1.4
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

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:	HC2468 Arizona Tobacco Litigation Settlement Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	98,938.5	102,000.0	102,000.0
Total Available	98,938.5	102,000.0	102,000.0
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	98,938.5	102,000.0	102,000.0
Balance Forward to Next Year	0.0	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	98,938.5	102,000.0	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:	98,938.5	102,000.0	102,000.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	98,938.5	102,000.0	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

SOURCES AND USES
Justification

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

The FY20 appropriation for this portion of the fund is \$3,906,400

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:	HC2478 Budget Neutrality Compliance Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	304.6	304.6	0.0
Revenue (From Revenue Schedule)	3,756.2	3,906.4	3,906.4
Total Available	4,060.8	4,211.0	3,906.4
Total Appropriated Disbursements	3,756.2	4,211.0	3,906.4
Total Non-Appropriated Disbursements	0.0	0.0	0.0
Balance Forward to Next Year	304.6	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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	3,756.2	3,906.4	3,906.4
Expenditure Categories Total:	3,756.2	3,906.4	3,906.4
Non-Lapsing Authority from Prior Years	0.0	0.0	0.0
Administrative Adjustments	0.0	304.6	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:	3,756.2	4,211.0	3,906.4
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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
Residual Equity Transfer	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: 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

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:	HC2494 Prop 202 - Trauma and Emergency Services

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	6,500.8	6,732.2	6,732.2
Revenue (From Revenue Schedule)	24,459.1	24,227.7	24,227.7
Total Available	30,959.9	30,959.9	30,959.9
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	24,227.7	24,227.7	24,227.7
Balance Forward to Next Year	6,732.2	6,732.2	6,732.2

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	24,227.7	24,227.7	24,227.7
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:	24,227.7	24,227.7	24,227.7
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	24,227.7	24,227.7	24,227.7
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSP: 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

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 2019, 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 2019 ending Fund Balance is shown to gradually decrease based on revenues.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2500 IGA and ISA Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	44,220.8	46,808.6	36,808.6
Revenue (From Revenue Schedule)	646,284.4	717,361.9	859,405.6
Total Available	690,505.2	764,170.5	896,214.2
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	643,696.6	727,361.9	869,405.6
Balance Forward to Next Year	46,808.6	36,808.6	26,808.6

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	643,458.0	727,361.9	869,405.6
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	238.6	0.0	0.0
Expenditure Categories Total:	643,696.6	727,361.9	869,405.6
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	643,696.6	727,361.9	869,405.6
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSP: 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

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:	HC2532 Hospital Loan Residency Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	0.0	0.0	0.0
Total Available	0.0	0.0	0.0
Total Appropriated Disbursements	0.0	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

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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
Residual Equity Transfer	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: 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

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:	HC2546 Prescription Drug Rebate Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	183,348.7	126,044.5	68,713.9
Revenue (From Revenue Schedule)	183.6	0.0	0.0
Total Available	183,532.3	126,044.5	68,713.9
Total Appropriated Disbursements	200,813.4	219,526.7	148,458.7
Total Non-Appropriated Disbursements	(143,325.6)	(162,196.1)	(205,372.8)
Balance Forward to Next Year	126,044.5	68,713.9	125,628.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Expenditure Categories			
Personal Services	12.4	16.8	16.8
Employee Related Expenses	4.0	5.6	5.6
Prof. And Outside Services	467.9	638.4	638.4
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	147,729.0	147,737.0	147,737.0
Other Operating Expenses	0.0	2,068.0	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	0.1	60.9	60.9
Expenditure Categories Total:	148,213.4	150,526.7	148,458.7
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	52,600.0	69,000.0	0.0
IT Project Transfers	0.0	0.0	0.0
Appropriated Expenditure Total:	200,813.4	219,526.7	148,458.7
Appropriated FTE:	0.0	0.0	0.0

Non-Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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	(143,325.6)	(162,196.1)	(205,372.8)
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:	(143,325.6)	(162,196.1)	(205,372.8)
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	(143,325.6)	(162,196.1)	(205,372.8)
Non-Appropriated FTE:	2.0	2.0	2.0

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

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 FY19 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 2020 and FY 2021 are based on the preliminary SFY 2020 expenditure schedule.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2555 Seriously Mentally Ill Housing Trust Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	7,028.8	6,914.9	4,994.9
Revenue (From Revenue Schedule)	2,173.2	2,180.0	2,180.0
Total Available	9,202.0	9,094.9	7,174.9
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	2,287.1	4,100.0	4,100.0
Balance Forward to Next Year	6,914.9	4,994.9	3,074.9

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	2,287.1	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:	2,287.1	4,100.0	4,100.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	2,287.1	4,100.0	4,100.0
Non-Appropriated FTE:	0.0	0.0	0.0

Sources and Uses of Funds

Agency: Arizona Health Care Cost Containment System

Fund Description

OSPB: 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

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:	HC2567 Nursing Facility Provider Assessment Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	962.3	3,884.1	3,884.1
Revenue (From Revenue Schedule)	94,147.3	109,846.3	110,814.9
Total Available	95,109.6	113,730.4	114,699.0
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	91,225.5	109,846.3	110,814.9
Balance Forward to Next Year	3,884.1	3,884.1	3,884.1

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
Expenditure Categories			
Personal Services	53.6	0.0	0.0
Employee Related Expenses	23.4	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	90,948.5	109,846.3	110,814.9
Other Operating Expenses	200.0	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:	91,225.5	109,846.3	110,814.9
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	91,225.5	109,846.3	110,814.9
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 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

SOURCES AND USES
Justification

Expenditures from this fund are used to support the Proposition 204 and Newly Eligible Adult programs for FY 2020 and FY 2021.

Any fund balance is a result of timing between collection of assessment and expenditure. The FY19 ending balance is expected to be partially administratively adjusted based on prior experience and used to offset anticipated shortfalls in FY20 and FY21.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2576 Hospital Assessment

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	61,229.8	76,534.6	67,004.9
Revenue (From Revenue Schedule)	286,200.7	331,342.2	388,000.0
Total Available	347,430.5	407,876.8	455,004.9
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	270,895.9	340,871.9	405,067.1
Balance Forward to Next Year	76,534.6	67,004.9	49,937.8

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	270,895.9	340,871.9	405,067.1
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:	270,895.9	340,871.9	405,067.1
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	270,895.9	340,871.9	405,067.1
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

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:	HC2586 AHCCCS Restitution Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	5,921.4	0.0	0.0
Revenue (From Revenue Schedule)	(21.4)	0.0	0.0
Total Available	5,900.0	0.0	0.0
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	5,900.0	0.0	0.0
Balance Forward to Next Year	0.0	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	5,900.0	0.0	0.0
Expenditure Categories Total:	5,900.0	0.0	0.0
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	5,900.0	0.0	0.0
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

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:	HC3791 AHCCCS - 3rd Party Collection

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	1,904.7	3,035.7	2,984.4
Revenue (From Revenue Schedule)	2,068.0	2,080.0	2,080.0
Total Available	3,972.7	5,115.7	5,064.4
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	937.0	2,131.3	2,131.3
Balance Forward to Next Year	3,035.7	2,984.4	2,933.1

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
Expenditure Categories			
Personal Services	0.0	0.0	0.0
Employee Related Expenses	0.0	0.0	0.0
Prof. And Outside Services	4,432.4	4,160.0	4,160.0
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	(3,495.4)	(2,028.7)	(2,028.7)
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:	937.0	2,131.3	2,131.3
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	937.0	2,131.3	2,131.3
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 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:	HC4503 IGAs for County BHS Fund

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	465.0	477.2	0.0
Revenue (From Revenue Schedule)	67,456.6	69,896.2	70,373.4
Total Available	67,921.6	70,373.4	70,373.4
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	67,444.4	70,373.4	70,373.4
Balance Forward to Next Year	477.2	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	65,866.6	68,783.4	68,783.4
Other Operating Expenses	1,577.8	1,590.0	1,590.0
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:	67,444.4	70,373.4	70,373.4
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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:	67,444.4	70,373.4	70,373.4
Non-Appropriated FTE:	0.0	0.0	0.0

Fund Description

OSP:

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 2020 and FY 2021 based on the appropriated and projected amounts in the budget submittal.

Sources and Uses of Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC9691 County Funds

Cash Flow Summary	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
Balance Forward from Prior Year	0.0	0.0	0.0
Revenue (From Revenue Schedule)	0.0	311,870.9	361,797.6
Total Available	0.0	311,870.9	361,797.6
Total Appropriated Disbursements	0.0	0.0	0.0
Total Non-Appropriated Disbursements	0.0	311,870.9	361,797.6
Balance Forward to Next Year	0.0	0.0	0.0

Appropriated Expenditure	Actual FY 2019	Estimate FY 2020	Estimate FY 2021
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 2019	Estimate FY 2020	Estimate FY 2021
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	311,870.9	361,797.6
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	0.0	0.0
Expenditure Categories Total:	0.0	311,870.9	361,797.6
Cap Transfer due to Fund Balance	0.0	0.0	0.0
Residual Equity Transfer	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	311,870.9	361,797.6
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 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		FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:					
1	Administration	60,902.3	68,506.9	1,529.5	70,036.4
2	Long Term Care	206,406.2	241,620.7	62,770.1	304,390.8
3	Acute Care	1,419,166.2	1,385,131.6	86,925.7	1,472,057.3
4	Proposition 204	139,354.3	136,297.2	2,433.2	138,730.4
5	Non-Title XIX Behavioral Health	98,446.0	99,363.0	0.0	99,363.0
6	Children's Health Insurance Program	73,207.8	106,440.1	(969.4)	105,470.7
9	ACA Expansion	6,461.3	5,393.4	1,253.9	6,647.3
11	Comprehensive Medical and Dental Program	53,566.7	54,297.6	6,508.1	60,805.7
12	Behavioral Health Services in School	3,000.0	3,000.0	0.0	3,000.0
		2,060,510.8	2,100,050.5	160,451.1	2,260,501.6
Expenditure Categories					
	FTE	946.2	948.6	0.0	948.6
	Personal Services	16,635.9	18,284.9	359.7	18,644.6
	Employee Related Expenses	7,235.0	7,890.5	154.1	8,044.6
	Professional and Outside Services	5,833.1	6,115.5	78.0	6,193.5
	Travel In-State	33.3	35.3	0.0	35.3
	Travel Out of State	20.2	21.8	0.0	21.8
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	1,973,290.1	2,000,331.5	158,921.6	2,159,253.1
	Other Operating Expenses	13,146.6	17,530.3	937.7	18,468.0
	Equipment	132.2	144.0	0.0	144.0
	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	44,184.4	49,696.7	0.0	49,696.7
Expenditure Categories Total:		2,060,510.8	2,100,050.5	160,451.1	2,260,501.6

Summary of Expenditure and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System

Non-Appropriated		FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:					
1	Administration	224,149.8	252,071.7	2,372.2	254,443.9
2	Long Term Care	2,982,238.4	3,436,785.7	574,264.8	4,011,050.5
3	Acute Care	4,115,584.3	3,537,741.5	362,342.8	3,900,084.3
4	Proposition 204	3,794,627.6	4,090,460.2	(255,355.7)	3,835,104.5
5	Non-Title XIX Behavioral Health	75,039.2	79,064.9	(4,591.5)	74,473.4
6	Children's Health Insurance Program	0.0	76.3	285.8	362.1
8	Medicaid in the Public Schools	61,758.8	70,038.5	10,465.9	80,504.4
9	ACA Expansion	461,200.1	521,625.4	65,110.9	586,736.3
11	Comprehensive Medical and Dental Program	124,181.6	126,431.9	17,047.7	143,479.6
12	Behavioral Health Services in School	6,943.7	6,990.0	0.0	6,990.0
		11,845,723.5	12,121,286.1	771,942.9	12,893,229.0
Expenditure Categories					
	FTE	1,090.6	1,090.6	0.0	1,090.6
	Personal Services	37,589.0	33,339.9	359.7	33,699.6
	Employee Related Expenses	14,966.7	13,922.3	154.1	14,076.4
	Professional and Outside Services	24,568.9	28,117.5	3,833.9	31,951.4
	Travel In-State	77.2	89.4	0.0	89.4
	Travel Out of State	35.5	63.7	0.0	63.7
	Food	0.0	0.0	0.0	0.0
	Aid to Organizations and Individuals	11,635,925.3	11,901,295.2	766,438.8	12,667,734.0
	Other Operating Expenses	45,033.3	53,896.0	1,156.4	55,052.4
	Equipment	164.0	149.5	0.0	149.5
	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	87,363.6	90,412.6	0.0	90,412.6
Expenditure Categories Total:		11,845,723.5	12,121,286.1	771,942.9	12,893,229.0

Summary of Expenditure and Budget Request for All Funds

Agency: Arizona Health Care Cost Containment System

Agency Total for All Funds: 13,906,234.3 14,221,336.6 932,394.0 15,153,730.6

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	AA1000 General Fund (Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	56,633.4	60,044.2	3,597.5	63,641.7
2 Long Term Care	198,827.8	234,042.3	62,770.1	296,812.4
3 Acute Care	1,212,871.7	1,183,220.4	86,925.7	1,270,146.1
4 Proposition 204	118,068.0	116,113.6	2,433.2	118,546.8
5 Non-Title XIX Behavioral Health	96,195.8	97,112.8	0.0	97,112.8
6 Children's Health Insurance Program	1.4	7,523.8	11,621.9	19,145.7
9 ACA Expansion	6,461.3	5,393.4	1,253.9	6,647.3
11 Comprehensive Medical and Dental Program	53,566.7	54,297.6	6,508.1	60,805.7
12 Behavioral Health Services in School	3,000.0	3,000.0	0.0	3,000.0
	1,745,626.1	1,760,748.1	175,110.4	1,935,858.5
Expenditure Categories				
FTE	902.7	902.7	0.0	902.7
Personal Services	15,945.4	16,082.6	359.7	16,442.3
Employee Related Expenses	6,969.5	7,042.1	154.1	7,196.2
Professional and Outside Services	5,273.7	5,182.1	78.0	5,260.1
Travel In-State	33.3	34.1	0.0	34.1
Travel Out of State	20.2	19.7	0.0	19.7
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	1,668,530.5	1,675,437.5	171,512.9	1,846,950.4
Other Operating Expenses	12,145.8	13,234.6	3,005.7	16,240.3
Equipment	132.2	127.9	0.0	127.9
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	36,575.5	43,587.5	0.0	43,587.5
Expenditure Categories Total:	1,745,626.1	1,760,748.1	175,110.4	1,935,858.5
Fund Total:	1,745,626.1	1,760,748.1	175,110.4	1,935,858.5

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC1303 Proposition 204 Protection Account (TPTF) (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
4 Proposition 204	36,685.4	34,054.3	0.0	34,054.3
	36,685.4	34,054.3	0.0	34,054.3
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	36,685.4	34,054.3	0.0	34,054.3
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:	36,685.4	34,054.3	0.0	34,054.3
Fund Total:	36,685.4	34,054.3	0.0	34,054.3

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC1306 Tobacco Tax and Health Care Fund MNA (Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
3 Acute Care	66,143.9	61,752.6	0.0	61,752.6
	66,143.9	61,752.6	0.0	61,752.6
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	66,143.9	61,752.6	0.0	61,752.6
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:	66,143.9	61,752.6	0.0	61,752.6
Fund Total:	66,143.9	61,752.6	0.0	61,752.6

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC1306 Tobacco Tax and Health Care Fund MNA (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
3 Acute Care	700.0	700.0	0.0	700.0
	700.0	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	700.0	700.0	0.0	700.0
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:	700.0	700.0	0.0	700.0
Fund Total:	700.0	700.0	0.0	700.0

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC1310 TPTF Emergency Health Services Account (Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
4 Proposition 204	17,469.2	16,216.3	0.0	16,216.3
	17,469.2	16,216.3	0.0	16,216.3
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	17,469.2	16,216.3	0.0	16,216.3
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:	17,469.2	16,216.3	0.0	16,216.3
Fund Total:	17,469.2	16,216.3	0.0	16,216.3

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2000 Federal Grants FUND (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	77,956.4	99,456.6	0.0	99,456.6
	77,956.4	99,456.6	0.0	99,456.6
Expenditure Categories				
Personal Services	979.3	1,215.1	0.0	1,215.1
Employee Related Expenses	351.7	445.9	0.0	445.9
Professional and Outside Services	1,083.8	1,854.8	0.0	1,854.8
Travel In-State	5.4	19.8	0.0	19.8
Travel Out of State	6.5	15.0	0.0	15.0
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	64,649.1	79,516.1	0.0	79,516.1
Other Operating Expenses	229.9	397.6	0.0	397.6
Equipment	7.9	11.1	0.0	11.1
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	10,642.8	15,981.2	0.0	15,981.2
Expenditure Categories Total:	77,956.4	99,456.6	0.0	99,456.6
Fund Total:	77,956.4	99,456.6	0.0	99,456.6

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2120 AHCCCS Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	129,598.4	141,213.7	2,372.2	143,585.9
2 Long Term Care	104.8	0.0	0.0	0.0
3 Acute Care	4,079,616.3	3,453,908.3	361,471.9	3,815,380.2
4 Proposition 204	3,411,286.7	3,647,525.3	(312,202.0)	3,335,323.3
8 Medicaid in the Public Schools	61,758.8	70,038.5	10,465.9	80,504.4
9 ACA Expansion	435,132.4	484,056.5	52,487.3	536,543.8
11 Comprehensive Medical and Dental Program	124,181.6	126,431.9	17,047.7	143,479.6
12 Behavioral Health Services in School	6,943.7	6,990.0	0.0	6,990.0
	8,248,622.7	7,930,164.2	131,643.0	8,061,807.2
Expenditure Categories				
FTE	1,088.6	1,088.6	0.0	1,088.6
Personal Services	32,241.5	29,687.2	359.7	30,046.9
Employee Related Expenses	13,451.8	12,431.7	154.1	12,585.8
Professional and Outside Services	18,906.6	20,041.1	3,833.9	23,875.0
Travel In-State	71.8	69.6	0.0	69.6
Travel Out of State	26.3	23.7	0.0	23.7
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	8,076,967.6	7,747,265.2	126,138.9	7,873,404.1
Other Operating Expenses	37,433.9	47,065.9	1,156.4	48,222.3
Equipment	154.7	138.4	0.0	138.4
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	69,368.5	73,441.4	0.0	73,441.4
	8,248,622.7	7,930,164.2	131,643.0	8,061,807.2
Expenditure Categories Total:				
Fund Total:	8,248,622.7	7,930,164.2	131,643.0	8,061,807.2

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2130 Delivery System Reform Incentive Payment Fund(Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
3 Acute Care	65,903.4	90,000.0	(20,000.0)	70,000.0
	65,903.4	90,000.0	(20,000.0)	70,000.0
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	1,459.5	0.0	0.0	0.0
Employee Related Expenses	105.9	0.0	0.0	0.0
Professional and Outside Services	138.3	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	64,189.7	90,000.0	(20,000.0)	70,000.0
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	10.0	0.0	0.0	0.0
Expenditure Categories Total:	65,903.4	90,000.0	(20,000.0)	70,000.0
Fund Total:	65,903.4	90,000.0	(20,000.0)	70,000.0

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2223 Long Term Care System Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
2 Long Term Care	2,337,871.6	2,420,330.8	450,933.9	2,871,264.7
	2,337,871.6	2,420,330.8	450,933.9	2,871,264.7
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	2,337,624.5	2,420,330.8	450,933.9	2,871,264.7
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	247.1	0.0	0.0	0.0
Expenditure Categories Total:	2,337,871.6	2,420,330.8	450,933.9	2,871,264.7
Fund Total:	2,337,871.6	2,420,330.8	450,933.9	2,871,264.7

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2227 Substance Abuse Services Fund (Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
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:	HC2325 Substance Use Disorder Services Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
5 Non-Title XIX Behavioral Health	5,307.7	4,591.5	(4,591.5)	0.0
	5,307.7	4,591.5	(4,591.5)	0.0
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	5,307.7	4,591.5	(4,591.5)	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:	5,307.7	4,591.5	(4,591.5)	0.0
Fund Total:	5,307.7	4,591.5	(4,591.5)	0.0

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2409 KIDSCARE - FED Revenue and Expenditures (Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	3,845.4	5,733.9	0.0	5,733.9
6 Children's Health Insurance Program	73,206.4	98,916.3	(12,591.3)	86,325.0
	77,051.8	104,650.2	(12,591.3)	92,058.9
Expenditure Categories				
FTE	43.5	45.9	0.0	45.9
Personal Services	678.1	2,185.5	0.0	2,185.5
Employee Related Expenses	261.5	842.8	0.0	842.8
Professional and Outside Services	91.5	295.0	0.0	295.0
Travel In-State	0.0	1.2	0.0	1.2
Travel Out of State	0.0	2.1	0.0	2.1
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	71,167.3	96,937.9	(12,591.3)	84,346.6
Other Operating Expenses	1,000.8	2,227.7	0.0	2,227.7
Equipment	0.0	16.1	0.0	16.1
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	3,852.6	2,141.9	0.0	2,141.9
Expenditure Categories Total:	77,051.8	104,650.2	(12,591.3)	92,058.9
Fund Total:	77,051.8	104,650.2	(12,591.3)	92,058.9

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2442 AHCCCS Intergovernmental Service Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	10,449.2	11,400.0	0.0	11,400.0
	10,449.2	11,400.0	0.0	11,400.0
Expenditure Categories				
Personal Services	2,855.1	2,437.6	0.0	2,437.6
Employee Related Expenses	1,033.9	1,044.7	0.0	1,044.7
Professional and Outside Services	7.8	2,061.6	0.0	2,061.6
Travel In-State	0.0	0.0	0.0	0.0
Travel Out of State	2.7	25.0	0.0	25.0
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	5,591.7	4,841.1	0.0	4,841.1
Equipment	1.4	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	956.6	990.0	0.0	990.0
Expenditure Categories Total:	10,449.2	11,400.0	0.0	11,400.0
Fund Total:	10,449.2	11,400.0	0.0	11,400.0

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2449 Employee Recognition Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	0.0	1.4	0.0	1.4
	0.0	1.4	0.0	1.4
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	1.4	0.0	1.4
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	1.4	0.0	1.4
Fund Total:	0.0	1.4	0.0	1.4

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2468 Arizona Tobacco Litigation Settlement Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
4 Proposition 204	98,938.5	102,000.0	0.0	102,000.0
	98,938.5	102,000.0	0.0	102,000.0
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	98,938.5	102,000.0	0.0	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:	98,938.5	102,000.0	0.0	102,000.0
Fund Total:	98,938.5	102,000.0	0.0	102,000.0

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2478 Budget Neutrality Compliance Fund (Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
4 Proposition 204	3,756.2	3,906.4	0.0	3,906.4
	3,756.2	3,906.4	0.0	3,906.4
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	3,756.2	3,906.4	0.0	3,906.4
Expenditure Categories Total:	3,756.2	3,906.4	0.0	3,906.4
Fund Total:	3,756.2	3,906.4	0.0	3,906.4

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2494 Prop 202 - Trauma and Emergency Services (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
3 Acute Care	24,227.7	24,227.7	0.0	24,227.7
	24,227.7	24,227.7	0.0	24,227.7
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	24,227.7	24,227.7	0.0	24,227.7
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:	24,227.7	24,227.7	0.0	24,227.7
Fund Total:	24,227.7	24,227.7	0.0	24,227.7

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2500 IGA and ISA Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	245.8	0.0	0.0	0.0
2 Long Term Care	517,884.5	604,477.4	72,435.6	676,913.0
3 Acute Care	122,677.5	119,230.6	64,047.6	183,278.2
4 Proposition 204	2,765.0	3,397.7	4,830.1	8,227.8
6 Children's Health Insurance Program	0.0	76.3	285.8	362.1
9 ACA Expansion	123.8	179.9	444.6	624.5
	643,696.6	727,361.9	142,043.7	869,405.6
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	643,458.0	727,361.9	142,043.7	869,405.6
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	238.6	0.0	0.0	0.0
	643,696.6	727,361.9	142,043.7	869,405.6
Expenditure Categories Total:				
Fund Total:	643,696.6	727,361.9	142,043.7	869,405.6

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2546 Prescription Drug Rebate Fund (Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	423.5	2,728.8	(2,068.0)	660.8
2 Long Term Care	7,578.4	7,578.4	0.0	7,578.4
3 Acute Care	140,150.6	140,158.6	0.0	140,158.6
4 Proposition 204	60.9	60.9	0.0	60.9
	148,213.4	150,526.7	(2,068.0)	148,458.7
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	12.4	16.8	0.0	16.8
Employee Related Expenses	4.0	5.6	0.0	5.6
Professional and Outside Services	467.9	638.4	0.0	638.4
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	147,729.0	147,737.0	0.0	147,737.0
Other Operating Expenses	0.0	2,068.0	(2,068.0)	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	0.1	60.9	0.0	60.9
Expenditure Categories Total:	148,213.4	150,526.7	(2,068.0)	148,458.7
Fund Total:	148,213.4	150,526.7	(2,068.0)	148,458.7

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2546 Prescription Drug Rebate Fund (Non-Appropriated)

		FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:					
1	Administration	0.0	0.0	0.0	0.0
2	Long Term Care	35,152.0	36,422.0	0.0	36,422.0
3	Acute Care	(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)
		(143,325.6)	(162,196.1)	(43,176.7)	(205,372.8)
Expenditure Categories					
	FTE	2.0	2.0	0.0	2.0
	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	(143,325.6)	(162,196.1)	(43,176.7)	(205,372.8)
	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:	(143,325.6)	(162,196.1)	(43,176.7)	(205,372.8)
	Fund Total:	(143,325.6)	(162,196.1)	(43,176.7)	(205,372.8)

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2555 Seriously Mentally Ill Housing Trust Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
5 Non-Title XIX Behavioral Health	2,287.1	4,100.0	0.0	4,100.0
	2,287.1	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	2,287.1	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:	2,287.1	4,100.0	0.0	4,100.0
Fund Total:	2,287.1	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:	HC2567 Nursing Facility Provider Assessment Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
2 Long Term Care	91,225.5	109,846.3	968.6	110,814.9
	91,225.5	109,846.3	968.6	110,814.9
Expenditure Categories				
FTE	0.0	0.0	0.0	0.0
Personal Services	53.6	0.0	0.0	0.0
Employee Related Expenses	23.4	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	90,948.5	109,846.3	968.6	110,814.9
Other Operating Expenses	200.0	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:	91,225.5	109,846.3	968.6	110,814.9
Fund Total:	91,225.5	109,846.3	968.6	110,814.9

Summary of Expenditure and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System

Fund: HC2576 Hospital Assessment (Non-Appropriated)

		FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:					
4	Proposition 204	244,952.0	303,482.9	52,016.2	355,499.1
9	ACA Expansion	25,943.9	37,389.0	12,179.0	49,568.0
		270,895.9	340,871.9	64,195.2	405,067.1
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	270,895.9	340,871.9	64,195.2	405,067.1
	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:		270,895.9	340,871.9	64,195.2	405,067.1
Fund Total:		270,895.9	340,871.9	64,195.2	405,067.1

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC2586 AHCCCS Restitution Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
1 Administration	5,900.0	0.0	0.0	0.0
	5,900.0	0.0	0.0	0.0
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	0.0	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	5,900.0	0.0	0.0	0.0
Expenditure Categories Total:	5,900.0	0.0	0.0	0.0
Fund Total:	5,900.0	0.0	0.0	0.0

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC3791 AHCCCS - 3rd Party Collection (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
3 Acute Care	937.0	2,131.3	0.0	2,131.3
	937.0	2,131.3	0.0	2,131.3
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	4,432.4	4,160.0	0.0	4,160.0
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	(3,495.4)	(2,028.7)	0.0	(2,028.7)
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:	937.0	2,131.3	0.0	2,131.3
Fund Total:	937.0	2,131.3	0.0	2,131.3

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC4503 IGAs for County BHS Fund (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
5 Non-Title XIX Behavioral Health	67,444.4	70,373.4	0.0	70,373.4
	67,444.4	70,373.4	0.0	70,373.4
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	65,866.6	68,783.4	0.0	68,783.4
Other Operating Expenses	1,577.8	1,590.0	0.0	1,590.0
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:	67,444.4	70,373.4	0.0	70,373.4
Fund Total:	67,444.4	70,373.4	0.0	70,373.4

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC9691 County Funds (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Cost Center/Program:				
2 Long Term Care	0.0	265,709.2	49,926.7	315,635.9
3 Acute Care	0.0	46,161.7	0.0	46,161.7
	0.0	311,870.9	49,926.7	361,797.6
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	311,870.9	49,926.7	361,797.6
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:	0.0	311,870.9	49,926.7	361,797.6
Fund Total:	0.0	311,870.9	49,926.7	361,797.6

Summary of Expenditure and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Fund:	HC9691 County Funds (Non-Appropriated)

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Agency Total for Selected Funds	13,906,234.3	14,221,336.6	932,394.0	15,153,730.6

**Arizona Health Care Cost Containment System
Decision Packages
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Funding Issues List

Agency: Arizona Health Care Cost Containment System

FY 2021

Priority	Funding Issue Title	Total FTE	Total Amount	General Fund	Other Apropr. Funds	Non-App Funds
1	KidsCare	0.0	(683.6)	11,621.9	(12,591.3)	285.8
1	Acute Care Base Reinsurance	0.0	6,563.4	(1,415.5)	0.0	7,978.9
1	Acute Care Base Fee-For-Service	0.0	(95,442.1)	(38,148.9)	0.0	(57,293.2)
1	Acute Care Base Medicare Premiums	0.0	36,693.7	1,839.8	0.0	34,853.9
1	Acute Care Base Breast & Cervical Cancer	0.0	578.6	82.0	0.0	496.6
1	Acute Care Freedom To Work	0.0	496.1	(811.7)	0.0	1,307.8
1	Acute Care Clawback	0.0	5,413.0	5,413.0	0.0	0.0
1	Proposition 204 Capitation	0.0	(264,170.7)	2,601.1	0.0	(266,771.8)
1	Proposition 204 Reinsurance	0.0	9,707.2	0.0	0.0	9,707.2
1	Proposition 204 Fee-For-Service	0.0	(5,849.8)	(167.9)	0.0	(5,681.9)
1	Proposition 204 Medicare Premiums	0.0	7,390.8	0.0	0.0	7,390.8
1	DISPRO SHARE	0.0	0.0	(2.5)	0.0	2.5
1	DISPRO SHARE Voluntary	0.0	(40,980.2)	0.0	0.0	(40,980.2)
1	GME	0.0	43,256.7	(750.0)	0.0	44,006.7
1	Acute Care Base Capitation	0.0	585,349.4	129,998.1	0.0	455,351.3
1	CMDP	0.0	23,555.8	6,508.1	0.0	17,047.7
1	SUDS Fund Technical Adjustment	0.0	(4,591.5)	0.0	0.0	(4,591.5)
1	DDD - LTC Pass Through	0.0	213,400.0	0.0	0.0	213,400.0
1	Prescription Drug Rebate Collections	0.0	(43,176.7)	0.0	0.0	(43,176.7)
1	School Based Services	0.0	10,465.9	0.0	0.0	10,465.9
1	MMIS Roadmap	0.0	780.0	78.0	0.0	702.0
1	CAH	0.0	0.0	(46.1)	0.0	46.1
1	CRS Admin Base Mod	0.0	0.0	0.0	0.0	0.0
1	RHR	0.0	0.0	(34.0)	0.0	34.0
1	Nursing Facility Assessment	0.0	968.6	0.0	0.0	968.6
1	ALTCS Clawback	0.0	(2,146.4)	(131.8)	0.0	(2,014.6)
1	ALTCS Lump Sum	0.0	396,356.9	62,901.9	0.0	333,455.0
1	Targeted Investments	0.0	(20,000.0)	0.0	0.0	(20,000.0)
1	ACA NEA	0.0	66,364.8	1,253.9	0.0	65,110.9
1	ADES DD LTC Pass-Through Base Modification	0.0	0.0	(8,684.7)	0.0	8,684.7
1	Ongoing IT Projects	0.0	2,094.1	3,005.7	(2,068.0)	1,156.4
Total:		0.0	932,394.0	175,110.4	(14,659.3)	771,942.9
Decision Package Total:		0.0	932,394.0	175,110.4	(14,659.3)	771,942.9

TRADITIONAL MEDICAID SERVICES APPROPRIATION

For FY 2020, AHCCCS was appropriated \$5,179,189,700 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 2021, AHCCCS requests an increase of \$424,492,200 Total Fund (consisting of a General Fund increase of \$96,956,800; a Political Subdivisions Fund increase of \$63,520,900; and a Federal Funds increase of \$264,014,500). 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 \$585,349,400 in Total Funds with an increase of \$193,519,000 State Match consisting of a \$129,998,100 increase in General Fund and a \$63,520,900 increase in Political Subdivision/PSI for Traditional Capitation, within the Traditional Medicaid Services appropriation over the FY 2020 allocation.

AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care began on October 1, 2018. This new integrated system joins 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:

TRADITIONAL MEDICAID SERVICES

- 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).

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 2020 and FY 2021, no additional payments are expected to be paid as a result of reconciliations.

Access to Professional Services Initiative

The Access to Professional Services Initiative (APSI) seeks to provide enhanced support to certain professionals in order to (1) preserve and enhance access to these professionals who deliver essential services to Medicaid recipients in Arizona and (2) support professionals who are critical to professional training and education efforts. APSI is a program to preserve and promote access to medical services through a uniform percentage increase to the Contractors' rates for professional services provided by qualified physicians and non-physician professionals affiliated with designated hospitals who meet the following definition:

- A hospital facility with an ACGME-accredited teaching program and which is operated pursuant to the authority in Arizona Statute Title 48, Chapter 31; or,
- A hospital facility with:
 - An ACGME-accredited teaching program with a state university, and
 - AHCCCS inpatient discharge utilization volume greater than or equal to 30 percent as calculated by the Arizona Department of Health Services for calendar year 2014; or,
- A freestanding children's hospital or a pediatric unit of a general acute care hospital with greater than one hundred (100) licensed pediatric beds, excluding nursery beds.

TRADITIONAL MEDICAID SERVICES

The APSI provides a uniform percentage increase of 40% for CY19 and 85% for CY 20 and ongoing to otherwise contracted rates for qualified practitioners for all claims for which AHCCCS is the primary payer. The rate increase is intended to supplement, not supplant, payments to eligible providers.

The State Match funds for APSI are provided by political subdivisions. There is no General Fund impact. In CY19 APSI was included in the capitation rates, however, moving forward into CY20 and CY21 APSI will be paid in quarterly lump sums with an annual reconciliation.

For SFY 2020 in Traditional Medicaid Services, the estimated APSI costs are \$151,913,200 (TF) and \$42,182,700 (SM - Political Subdivision Fund).

For SFY 2021 in Traditional Medicaid Services, the estimated APSI costs are \$163,099,700 (TF) and \$46,601,100 (SM - Political Subdivision Fund).

Pediatric Services Initiative – Traditional Medicaid Services

The Pediatric Services Initiative (PSI) is being implemented to (1) preserve and enhance access to these facilities where essential services to AHCCCS members are received, and (2) support facilities that are contracted through AHCCCS by adding a uniform percentage increase to otherwise negotiated managed care contracted rates for inpatient and outpatient hospital services provided by freestanding children's hospitals or a pediatric unit of a general acute care hospital with more than 100 beds, excluding nursery beds.

The State Match funds for PSI are provided by political subdivisions. There is no General Fund impact. In CY20 and CY21 PSI will be paid in quarterly lump sums with an annual reconciliation.

For SFY 2020 in the Traditional Program, the estimated PSI costs are \$58,958,400 (TF) and \$10,887,000 (SM - Political Subdivision Fund).

For SFY 2021 in the Traditional Program, the estimated PSI costs are \$95,258,900 (TF) and \$27,217,500 (SM - Political Subdivision Fund).

Alternative Payment Model Reconciliation

Value Based Payment Alternative Payment Model (VBP-APM) Initiative promotes contractor activity in the area of quality improvement, particularly those initiatives that contribute to improved health outcomes and cost savings, by aligning the incentives of the Managed Care Organization (MCO) and provider through VBP-APM strategies. Performance Based Payments (PBP) represents payments to MCOs for providers that have met performance measures related to quality and costs. APM Reconciliation payments are made once per year.

For SFY 2020 in the Traditional Medicaid Services Program, the estimated APM Reconciliation costs are \$15,115,600 (TF) and \$4,186,800 (SM).

For SFY 2021 in the Traditional Medicaid Services Program, the estimated APM Reconciliation costs are \$16,083,800 (TF) and \$4,595,500 (SM).

Member Months

Below is a chart indicating member month forecasts by the ACC rate categories. SFY 2019 are actuals.

Arizona Health Care Cost Containment System								
Year-to-Year Changes								
STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	542,572	7,592,285	1,696,493	712,391	586,092	237,030	11,366,863	29,053
<i>FORECAST DATA</i>								
2019-20	497,337	7,601,464	1,714,637	725,933	583,325	237,116	11,359,812	28,538
2020-21	496,004	7,615,161	1,756,208	744,805	583,021	237,105	11,432,305	27,724
STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<i>FORECAST DATA</i>								
2019-20	-8.34%	0.12%	1.07%	1.90%	-0.47%	0.04%	-0.06%	-1.77%
2020-21	-0.27%	0.18%	2.42%	2.60%	-0.05%	0.00%	0.64%	-2.85%

(Above percentages exclude CMDP.)

TANF/1931 (Age <1, AGE 1-20, AGE 21+) – It is forecast that this population will decrease slightly in SFY 2020 by 0.18% before a growth of 0.55% in SFY 2021. These percentage increases are calculated based on the estimated change in total member months for each year. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2019.

Dual –For FY 2020, member months are expected to increase by 1.90% and then again by 2.60% in FY 2021 as predicted by an ARIMA model incorporating seasonality.

SMI Integrated – The SMI Integrated population is expected to remain relatively flat over the forecasting period. A modest increase of .04% is expected in SFY 2020 and no growth is forecast for SFY 2021.

Births - 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. The decline is forecast to continue, although at a slower rate. A decrease of 1.77% and 2.85% is expected in SFY 2020-2021 respectively.

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 2019 (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).

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 2019 (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).

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 2020 and 2021 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 2018 to June 2019) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.

ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below.

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for Traditional Capitation (including NEC) is \$71,227,600 Total Fund (\$20,625,500 General Fund).

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.

Overall Acute Capitation rates for CYE 2020 are increasing by 3.8% over the blended rates for CYE 2019 that took effect January 1, 2019. CYE 2020 capitation rates were developed as a rate update from the previously submitted CYE 2019 capitation rates.

Primary drivers of the CYE 2020 rates include:

1. Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for an increase of 0.2%.
2. Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
3. Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of (0.2%).

TRADITIONAL MEDICAID SERVICES

4. Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rate to reflect the costs to administer and manage the program account for an increase of 0.3%.
5. APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of (0.5%).
6. Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.4%.

In CYE 2021, 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 2021 rate increase of 4.0% for all risk pools.

Acute Prospective Capitation Rates (excludes CMDP):

Capitation Rates								
Rate Cells	2019.3	2019.4	2020.1	2020.2	2020.3	2020.4	2021.1	2021.2
Age <1	\$558.73	\$ 587.47	\$ 587.47	\$ 587.47	\$ 587.47	\$ 610.97	\$ 610.97	\$ 610.97
Age 1-20	\$177.39	\$ 187.46	\$ 187.46	\$ 187.46	\$ 187.46	\$ 194.95	\$ 194.95	\$ 194.95
Age 21+	\$360.55	\$ 371.48	\$ 371.48	\$ 371.48	\$ 371.48	\$ 386.34	\$ 386.34	\$ 386.34
Duals	\$143.66	\$ 130.93	\$ 130.93	\$ 130.93	\$ 130.93	\$ 136.16	\$ 136.16	\$ 136.16
SSI w/o	\$1,222.16	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,271.13	\$ 1,271.13	\$ 1,271.13
ESA	\$404.04	\$ 428.93	\$ 428.93	\$ 428.93	\$ 428.93	\$ 446.09	\$ 446.09	\$ 446.09
NEA	\$619.12	\$ 647.22	\$ 647.22	\$ 647.22	\$ 647.22	\$ 673.11	\$ 673.11	\$ 673.11
Delivery	\$5,861.43	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,456.03	\$ 6,456.03	\$ 6,456.03
SMI RBHA	\$2,022.49	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,209.91	\$ 2,209.91	\$ 2,209.91
Crisis RBHA	\$4.55	\$5.55	\$ 5.55	\$ 5.55	\$ 5.55	\$ 5.77	\$ 5.77	\$ 5.77

FMAP

Unless otherwise noted above, Acute Traditional members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).

FFY	FMAP
2019 (Actual)	69.81%
2020 (Actual)	70.02%
2021 (Forecast)	70.30%

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 2020 and FY 2021, the amount of the family planning adjustment is estimated at \$6,665,800 and \$6,779,400 respectively.

Proposed Solution to the Problem or Issue:

AHCCCS is requesting an additional \$585,349,400 in Total Funds with an increase of \$193,519,000 State Match consisting of a \$129,998,100 increase in General Fund and a \$63,520,900 increase in Political Subdivision/PSI for Traditional Capitation, within the Traditional Medicaid Services appropriation over the FY 2020 allocation.

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

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
TRADITIONAL MEDICAID SERVICES					
TRADITIONAL CAPITATION					
	FY 2019	FY 2020	FY 2020	FY 2021	FY 2021
	Actual	Allocation	Rebase	Request	Inc/(Dec)
General Fund	834,962,900	835,473,000	888,380,900	965,471,100	129,998,100
Local Match (APSI & PSI)	10,260,700	10,297,700	53,069,700	73,818,600	63,520,900
County Fund	46,512,900	46,161,700	46,161,700	46,161,700	-
Tobacco MNA	63,073,600	61,752,600	61,752,600	61,752,600	-
Prescription Drug Rebate State	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	1,095,163,400	1,094,038,300	1,189,718,200	1,287,557,300	193,519,000
Prescription Drug Rebate Federal	609,085,200	572,638,300	572,638,300	572,638,300	-
Federal Title XIX	2,096,519,400	2,170,717,400	2,371,082,100	2,562,547,800	391,830,400
Subtotal Federal Funding	2,705,604,600	2,743,355,700	2,943,720,400	3,135,186,100	391,830,400
Grand Total	3,800,768,000	3,837,394,000	4,133,438,600	4,422,743,400	585,349,400

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).

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 2021, 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 a decrease of \$95,442,100 Total Fund, consisting of a \$38,148,900 General Fund decrease and a \$57,293,200 Federal Fund decrease compared to the FY 2020 allocation. The FY 2020 fee-for-service allocation is a component of the Traditional Medicaid Services appropriation. FY 2019 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.

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 2019 year-over-year and June-over-June member growth rates ended the year at -1.61% and -4.40%% respectively. For SFY 2020 and SFY 2021, the year-over-year AIHP population is expected to decrease -0.67% and increase 0.01% 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 2018 Actual	852,833	-3.12%
SFY 2019 Actual	839,087	-1.61%
SFY 2020 Estimate	833,459	-0.67%
SFY 2021 Estimate	833,565	0.01%

IHS Enrollment – Newly Eligible Children		
Fiscal Year	Enrollment	% Change
SFY 2018 Actual	33,706	-0.12%
SFY 2019 Actual	32,254	-4.31%
SFY 2020 Estimate	30,814	-4.47%
SFY 2021 Estimate	31,163	1.13%

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 7.74% (Traditional Medicaid) and 7.58% (Newly Eligible Children) were applied to the average PMPM (Per Member Per Month) rate for the third quarter of SFY 2019 (January – March 2019) starting in January 2020, and again in January 2021, to produce the forecasted PMPM rates for SFY 2020 and SFY 2021, respectively. Expenditures were then calculated by multiplying the forecasted PMPM rates by the relevant IHS Enrollment population. Since the calendar year 2019 IHS rates were released in April 2019, and the payments associated with the rate adjustments have been made, the impact of the change has been incorporated into the final expenditure forecasts.

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IHS Facilities Inflation Factors									
Historical IHS Payment Rates				Average Inflation		Programmatic Weights for IHS Inflation			
OP/IP	2012	2013	% +/-		% +/-	OP/IP	Program	Weights	Weighted Inflation Factor
OP Rate	\$ 316.00	\$ 330.00	4.43%	2-Year Average		OP	Traditional	76.34%	5.60%
IP Rate	\$ 2,165.00	\$ 2,272.00	4.94%	Outpatient	7.88%	IP	Traditional	23.66%	2.14%
				Inpatient	8.34%	Total	Traditional	100.00%	7.74%
	2013	2014	% +/-						
OP Rate	\$ 330.00	\$ 342.00	3.64%	3-Year Average		OP	Proposition 204	76.15%	5.59%
IP Rate	\$ 2,272.00	\$ 2,413.00	6.21%	Outpatient	7.34%	IP	Proposition 204	23.85%	2.16%
				Inpatient	9.05%	Total	Proposition 204	100.00%	7.75%
	2014	2015	% +/-						
OP Rate	\$ 342.00	\$ 350.00	2.34%	4-Year Average		OP	Newly Eligible Children	85.88%	6.30%
IP Rate	\$ 2,413.00	\$ 2,443.00	1.24%	Outpatient	6.79%	IP	Newly Eligible Children	14.12%	1.28%
				Inpatient	8.96%	Total	Newly Eligible Children	100.00%	7.58%
	2015	2016	% +/-						
OP Rate	\$ 350.00	\$ 368.00	5.14%	5-Year Average		OP	Newly Eligible Adults	85.04%	6.24%
IP Rate	\$ 2,443.00	\$ 2,655.00	8.68%	Outpatient	5.90%	IP	Newly Eligible Adults	14.96%	1.35%
				Inpatient	7.42%	Total	Newly Eligible Adults	100.00%	7.59%
	2016	2017	% +/-						
OP Rate	\$ 368.00	\$ 391.00	6.25%			OP	ALTCS-EPD	58.80%	4.31%
IP Rate	\$ 2,655.00	\$ 2,933.00	10.47%			IP	ALTCS-EPD	41.20%	3.73%
						Total	ALTCS-EPD	100.00%	8.04%
	2017	2018	% +/-						
OP Rate	\$ 391.00	\$ 427.00	9.21%						
IP Rate	\$ 2,933.00	\$ 3,229.00	10.09%						
	2018	2019	% +/-						
OP Rate	\$ 427.00	\$ 455.00	6.56%						
IP Rate	\$ 3,229.00	\$ 3,442.00	6.60%						

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AIHP Facility - Expenditures and PMPM

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	30,636,100	30,730,300	30,706,800	30,706,800	30,706,800	30,706,800	33,084,700	33,084,700	33,084,700	33,084,700	33,084,700	33,084,700	382,701,800
NEC	784,700	777,400	777,200	839,200	839,600	836,500	830,800	843,800	852,000	853,000	853,000	853,000	9,940,200
Total	31,420,800	31,507,700	31,484,000	31,546,000	31,546,400	31,543,300	33,915,500	33,928,500	33,936,700	33,937,700	33,937,700	33,937,700	392,642,000
PMPM													
Traditional	442.05	442.05	442.05	442.05	442.05	442.05	476.29	476.29	476.29	476.29	476.29	476.29	459.17
NEC	304.86	304.86	304.86	328.47	328.47	328.47	328.47	328.47	328.47	328.47	328.47	328.47	322.57
SFY 2021													
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
Traditional	33,084,700	33,084,700	33,084,700	33,084,700	33,084,700	33,084,700	35,646,700	35,646,700	35,646,700	35,646,700	35,646,700	35,646,700	412,388,400
NEC	853,000	853,000	853,000	919,100	919,100	919,100	919,100	919,100	919,100	919,100	919,100	919,100	10,830,900
Total	33,937,700	33,937,700	33,937,700	34,003,800	34,003,800	34,003,800	36,565,800	36,565,800	36,565,800	36,565,800	36,565,800	36,565,800	423,219,300
PMPM													
Traditional	476.29	476.29	476.29	476.29	476.29	476.29	513.17	513.17	513.17	513.17	513.17	513.17	494.73
NEC	328.47	328.47	328.47	353.91	353.91	353.91	353.91	353.91	353.91	353.91	353.91	353.91	347.55

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 2021 is estimated to be 70.30% for the Traditional Medicaid Services populations, based on the FFIS estimate for FFY2021.

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 2019 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October,

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for SFY 2020 and 2021 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 2019*. 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							Program	SFY	Weighted Inflation
Fiscal Year	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC			
SFY 2021	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%	Traditional	SFY 2021	2.97%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%		Long Term	2.66%
							Proposition 204	SFY 2021	2.96%
								Long Term	2.61%
							Newly Eligible Children	SFY 2021	2.91%
								Long Term	2.63%
							Newly Eligible Adults	SFY 2021	2.93%
								Long Term	2.68%
							ALTCS-EPD	SFY 2021	3.08%
								Long Term	2.39%

AIHP Non-Facility Programmatic Weights						
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC
Traditional	19.55%	56.37%	20.42%	2.56%	64.00%	47.00%
Proposition 204	17.12%	55.72%	22.77%	3.53%	2.00%	84.00%
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%	3.00%	88.00%
ALTCS-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 2019.
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2019.
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physician Services, First Quarter 2019.
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2019.
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2019.
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2019.
7. Total SFY2019 actual expenditures from PMMIS were used to derive the relevant weights for each program.

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The Non-facility SFY2020 and SFY2021 PMPMs and expenditures are depicted in the following table:

AIHP Non-Facility - Expenditures and PMPM													
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	18,028,500	18,083,900	18,070,100	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	221,642,800
NEC	178,200	176,500	176,500	182,100	182,200	181,500	180,300	183,100	184,900	185,100	185,100	185,100	2,180,600
Total	18,206,700	18,260,400	18,246,600	18,788,800	18,788,900	18,788,200	18,787,000	18,789,800	18,791,600	18,791,800	18,791,800	18,791,800	223,823,400
PMPM													
Traditional	260.14	260.14	260.14	267.86	267.86	267.86	267.86	267.86	267.86	267.86	267.86	267.86	265.93
NEC	69.22	69.22	69.22	71.28	71.28	71.28	71.28	71.28	71.28	71.28	71.28	71.28	70.76
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
Traditional	18,606,700	18,606,700	18,606,700	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	228,254,700
NEC	185,100	185,100	185,100	190,600	190,600	190,600	190,600	190,600	190,600	190,600	190,600	190,600	2,270,700
Total	18,791,800	18,791,800	18,791,800	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	230,525,400
PMPM													
Traditional	267.86	267.86	267.86	275.82	275.82	275.82	275.82	275.82	275.82	275.82	275.82	275.82	273.83
NEC	71.28	71.28	71.28	73.39	73.39	73.39	73.39	73.39	73.39	73.39	73.39	73.39	72.86

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 2019 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 2020 and SFY 2021:

Non-AIHP - Expenditures													
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	274,900	337,900	215,000	334,800	302,400	252,800	234,600	283,100	300,400	322,600	295,100	255,400	3,409,000
NEC	7,100	8,700	5,500	8,600	7,800	6,500	6,000	7,300	7,700	8,300	7,600	6,800	87,900
Total	282,000	346,600	220,500	343,400	310,200	259,300	240,600	290,400	308,100	330,900	302,700	262,200	3,496,900
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
Traditional	296,200	364,100	231,600	360,700	325,900	272,400	252,800	305,000	323,600	347,500	317,900	275,200	3,672,900
NEC	7,600	9,400	6,000	9,300	8,400	7,000	6,500	7,900	8,300	9,000	8,200	7,100	94,700
Total	303,800	373,500	237,600	370,000	334,300	279,400	259,300	312,900	331,900	356,500	326,100	282,300	3,767,600

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 2019 through September 2019 was calculated using the actual expenditure and birth counts for the period covering February 2019 through June 2019. The inflation rate used for SFY2020 and SFY2021 inflation rates used was 3.26% based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 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 the Traditional populations for SFY20 and SFY21 by applying a trend factor of 3.26% (Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2019).

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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FES - Expenditures, Enrollment, PMPM

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													
FES Births	1,215,800	1,415,400	1,348,500	1,359,600	1,166,100	1,272,800	1,174,000	946,600	1,084,000	799,400	966,400	988,000	13,736,600
FES Other	2,975,500	3,005,000	3,020,700	3,135,200	3,148,200	3,157,700	3,165,800	3,172,300	3,177,300	3,181,500	3,184,800	3,187,400	37,511,400
Total	4,191,300	4,420,400	4,369,200	4,494,800	4,314,300	4,430,500	4,339,800	4,118,900	4,261,300	3,980,900	4,151,200	4,175,400	51,248,000
Enrollment													
FES Births	448	522	497	485	416	454	419	338	387	285	345	353	4,948
FES Other	16,992	17,160	17,250	17,338	17,410	17,463	17,508	17,543	17,572	17,594	17,613	17,627	209,070
Total	17,440	17,682	17,747	17,824	17,826	17,917	17,927	17,881	17,958	17,880	17,957	17,980	214,018
PMPM													
FES Births	2,713.78	2,713.78	2,713.78	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,780.13
FES Other	175.11	175.11	175.11	180.82	180.82	180.82	180.82	180.82	180.82	180.82	180.82	180.82	179.40
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
FES Births	1,152,200	1,300,000	1,271,000	1,275,500	1,056,800	1,181,500	1,058,000	854,200	959,300	707,700	819,800	885,100	12,521,100
FES Other	3,189,500	3,191,200	3,192,500	3,297,700	3,298,600	3,299,400	3,299,900	3,300,400	3,300,800	3,301,100	3,301,300	3,301,500	39,273,900
Total	4,341,700	4,491,200	4,463,500	4,573,200	4,355,400	4,480,900	4,357,900	4,154,600	4,260,100	4,008,800	4,121,100	4,186,600	51,795,000
Enrollment													
FES Births	411	464	454	441	365	408	366	295	332	245	283	306	4,369
FES Other	17,639	17,648	17,656	17,662	17,666	17,670	17,673	17,676	17,678	17,679	17,681	17,682	212,009
Total	18,050	18,112	18,109	18,102	18,032	18,079	18,039	17,971	18,009	17,924	17,964	17,987	216,378
PMPM													
FES Births	2,802.25	2,802.25	2,802.25	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,870.76
FES Other	180.82	180.82	180.82	186.72	186.72	186.72	186.72	186.72	186.72	186.72	186.72	186.72	185.24

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.

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 \$13,340,700 Total Fund (\$715,200 General Fund) for FY 2020 and \$14,371,100 Total Fund (\$738,300 General Fund) for FY 2021.

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 2017 paid in SFY 2019 was \$25M. The projected reconciliation amounts for CYE 2018 to be paid in SFY 2020 and CYE 2019 to be paid in SFY 2021 are \$15M in each year. The resulting total fee-for-services estimates for the FQHC Recon are \$15,035,000 Total Fund (\$4,474,500 General Fund) for FY 2020 and \$15,255,600 Total Fund (\$4,508,500 General Fund) for FY 2021.

Traditional Fee-For-Service Requirement Breakdown:

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
TRADITIONAL MEDICAID SERVICES					
TRADITIONAL FEE FOR SERVICE					
	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	91,519,600	130,093,800	89,882,700	91,944,900	(38,148,900)
Federal Title XIX	572,656,200	698,931,300	604,734,700	641,638,100	(57,293,200)
Grand Total	664,175,800	829,025,100	694,617,400	733,583,000	(95,442,100)

In FY 2021, decrease the Traditional Fee-For-Service allocation by \$95,442,100 Total Fund (\$57,293,200 Federal fund decrease and \$38,148,900 General Fund decrease). The allocation detail was derived by using the FY 2019 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.

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 FY2020 – FY2021 reinsurance forecast. The SFY 2019 actual PMPMs were inflated in October 2019 and 2020 by DHCM developed risk pool rates. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2020 and 2021.

Member Month Forecast

Traditional Reinsurance utilizes the Traditional Capitation regular member month projections in order to develop the FY2020-FY2021 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 2018	563,317	6,947,160	1,758,786	694,306	598,545	10,562,114	-3.00%
Actual	SFY 2019	542,572	7,592,285	1,696,493	712,391	586,092	11,129,833	5.38%
Estimate	SFY 2020	497,337	7,601,464	1,714,637	725,933	583,325	11,122,696	-0.06%
Estimate	SFY 2021	496,004	7,615,161	1,756,208	744,805	583,021	11,195,200	0.65%

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 2019. This population is federally matched at the Title XXI rate. The child expansion reinsurance expenditures are estimated to be \$5,589,000 Total Fund (\$1,175,100 GF) for SFY 2020 and \$5,826,900 Total Fund (\$1,213,800 GF) for SFY 2021.

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 Title XIX Federal Medical Assistance Percentage (FMAP) of each risk population to the SFY 2020 total dollars. SFY2021 uses the FFIS estimate for the FFY 2021 FMAP of 70.30%. For specific rates, refer to the FMAP Table. The SFY 2020 forecast was \$159,313,000 Total Fund (\$46,574,400 General Fund). The SFY 2021 forecast was \$163,001,900 Total Fund (\$47,842,000 General Fund).

It is assumed that the Title XIX FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021. The Title XXI FMAP is expected to increase from 79.01% in FFY 2020 to 79.21% in FFY 2021. Estimates are based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

TRADITIONAL MEDICAID SERVICES

Traditional Reinsurance FMAP												
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
Title XIX	69.81%	69.81%	69.81%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
Title XXI	78.87%	78.87%	78.87%	79.01%	79.01%	79.01%	79.01%	79.01%	79.01%	79.01%	79.01%	79.01%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Title XIX	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
Title XXI	79.01%	79.01%	79.01%	79.21%	79.21%	79.21%	79.21%	79.21%	79.21%	79.21%	79.21%	79.21%

In SFY 2021, AHCCCS estimates an increase of \$6,563,400 Total Fund, including a decrease of \$1,415,500 General Fund and an increase of \$7,978,900 Federal Fund, in Traditional Reinsurance.

Proposed solution to the problem:

Adjust the FY 2020 allocation by the amounts stated in the following table.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
TRADITIONAL MEDICAID SERVICES					
TRADITIONAL REINSURANCE					
	FY 2019	FY 2020	FY 2020	FY 2021	FY 2021
	Actual	Allocation	Rebase	Request	Inc/(Dec)
General Fund	45,182,300	49,257,500	46,574,400	47,842,000	(1,415,500)
Subtotal State Match	45,182,300	49,257,500	46,574,400	47,842,000	(1,415,500)
Federal Title XIX	109,204,400	107,181,000	112,738,600	115,159,900	7,978,900
Subtotal Federal Funding	109,204,400	107,181,000	112,738,600	115,159,900	7,978,900
Grand Total	154,386,700	156,438,500	159,313,000	163,001,900	6,563,400

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:

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.

Medicare Premium Rates

The current calendar year 2019 Medicare Part A premium is \$437.00 per month. The current calendar year 2019 Medicare Part B premium is \$135.50. 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

		PMPM		% Change	
		Part A	Part B	Part A	Part B
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	Actual	\$ 437.00	\$ 135.50	3.55%	1.12%
2020.01 to 2020.12	Projected	\$ 443.49	\$ 144.24	1.49%	6.45%
2021.01 to 2021.12	Projected	\$ 450.08	\$ 153.54	1.49%	6.45%

Medicare Part A and Part B premiums projected for Calendar Years 2020 and 2021 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 FY2020 and FY2021, 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	8.50%	48,625.00	-0.30%	241,530.00	8.30%	153,686.33	1.30%
2013	627,624.21	4.60%	50,923.00	4.70%	262,706.00	8.80%	184,230.39	19.90%
2014	650,489.05	3.60%	56,427.00	10.80%	277,430.00	5.60%	189,203.99	2.70%
2015	672,604.99	3.40%	56,145.00	-0.50%	300,848.00	8.40%	200,471.33	6.00%
2016	686,869.32	2.10%	71,191.00	26.80%	335,588.00	11.50%	215,836.70	7.70%
2017	891,449.06	29.80%	80,510.00	13.10%	355,429.00	5.90%	224,281.79	3.90%
2018	783,400.35	-12.10%	93,247.00	15.80%	379,509.00	6.80%	227,946.56	1.60%
2019	712,390.96	-9.06%	80,172.00	-14.02%	408,091.00	7.53%	244,966.08	7.47%
2020	725,932.77	1.90%	75,126.94	-6.29%	424,688.79	4.07%	271,802.82	10.96%
2021	744,805.45	2.60%	78,114.49	3.98%	446,011.42	5.02%	290,077.87	6.72%

Proposed solution to the problem

Arizona Health Care Cost Containment System						
Fiscal Year 2021 Budget						
Medicare Cost Sharing Program Expenditure Forecast Summary						
		FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Increase
	(SM)	37,242,500	41,329,100	39,178,700	42,277,300	948,200
Part A and B	(TF)	123,441,700	126,177,600	130,464,000	142,026,100	15,848,500
	(SM)	5,160,100	5,726,300	4,750,600	5,168,500	(557,800)
QMB-Only	(TF)	17,102,900	17,482,000	15,819,500	17,361,600	(120,400)
	(SM)	19,485,800	21,623,900	20,822,000	23,073,300	1,449,400
SLMB	(TF)	64,586,400	66,017,900	69,337,700	77,515,300	11,497,400
	(SM)	-	-	-	-	-
QI-1	(TF)	33,012,300	33,743,900	38,036,800	43,212,100	9,468,200
	(SM)	61,888,400	68,679,300	64,751,300	70,519,100	1,839,800
	(FM)	176,254,900	174,742,100	188,906,700	209,596,000	34,853,900
Medicare Cost Sharing	(TF)	238,143,300	243,421,400	253,658,000	280,115,100	36,693,700

For Fiscal Year 2020, AHCCCS is allocated \$243,421,400 Total Fund (\$68,679,300 General Fund) from the Traditional Medicaid Services appropriation for Acute Medicare Premiums. For Fiscal Year 2021, AHCCCS requires an increase of \$36,693,700 in Total Funds consisting of \$1,839,800 General Fund and \$34,853,900 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.

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 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Actual 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	Estimate 10/1/2020 to 12/31/2020	Estimate 1/1/2021 to 9/30/2021
Total Fund PMPM	249.93	249.93	252.98	252.98	257.88	257.91	271.34	271.34	278.90
FMAP	69.24%	69.89%	69.89%	69.81%	69.81%	70.02%	70.02%	70.30%	70.30%
State Match PMPM	76.88	75.25	76.17	76.37	77.85	77.32	81.35	80.59	82.83
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	57.66	56.44	57.13	57.28	58.39	57.99	61.01	60.44	62.12

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 adjusted growth in the PMPM going back to the program's inception is 4.33%. The annual increase for CY 2019 was 1.94%. The announced parameters that will guide the Calendar Year 2020 PMPM change reflect a projected increase of 5.21%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 19-13 (April 5, 2019) as the basis for the CY 2019 PMPM and the CY 2020 PMPM. For the CY 2021 PMPM, AHCCCS is using the average growth for the past three years of 2.79%.
- 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 2020, the first quarter FMAP is 69.81%. Effective 10/1/19 it increases to 70.02%.
- It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).
- 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 BHS percentage is now part of the AHCCCS Acute line following the Merger in FY17. 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 an ARIMA forecasting model for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 0.70% in SFY 2020 and 2.43% in SFY 2021. Using this methodology, AHCCCS is forecasting that the 168,695 full benefit dual members (billed for clawback) in June 2019 will grow to 170,606 by June 2020 and 174,860 by June 2020.

In FY 2021, AHCCCS will require additional resources for this state only expenditure. The Acute Care is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	FY2019 Actual	FY2020 Allocation	FY2020 Rebase	FY2021 Request	FY2021 Inc.(Dec)
AHCCCS ACUTE					
General Fund	73,535,846	75,136,100	76,141,200	80,549,100	5,413,000
AHCCCS ALTCS					
General Fund	16,395,069	19,807,700	18,599,200	19,675,900	(131,800)
County Fund	22,156,351	24,566,900	21,318,100	22,552,300	(2,014,600)
TOTAL ALTCS	38,551,420	44,374,600	39,917,300	42,228,200	(2,146,400)
DES-DD	4,101,462	4,517,800	4,246,800	4,492,600	(25,200)
Grand Total	116,188,728	124,028,500	120,305,300	127,269,900	3,241,400

PROPOSED SOLUTION TO THE PROBLEM:

For FY21, AHCCCS requests an increase of \$5,413,000 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 \$2,146,400 consisting of a General Fund increase of \$131,800 and a County Fund increase of \$2,014,600.

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)

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. 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.

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.

The Fiscal Year 2020 allocation includes \$211,500 in State Match and \$833,000 in Federal Authority for a total fund allocation of \$1,044,500. The Fiscal Year 2020 BCCTP allocation is a component of the Traditional Medicaid Services appropriation. Fiscal Year 2019 actuals were used as the basis for the allocation of the Traditional Medicaid Services appropriation. The projected expenditures are shown in the following table. Based on the current projections, in State Fiscal Year 2021, AHCCCS forecasts an increase of \$578,600 Total Fund (\$82,000 State Funds, \$496,600 Federal Funds) to fund this population.

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

TRADITIONAL MEDICAID SERVICES

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
TRADITIONAL MEDICAID SERVICES					
TRADITIONAL BREAST AND CERVICAL CANCER PROGRAM					
	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	232,300	211,500	267,300	293,500	82,000
Subtotal State Match	232,300	211,500	267,300	293,500	82,000
Federal Title XIX	1,017,100	833,000	1,203,400	1,329,600	496,600
Subtotal Federal Funding	1,017,100	833,000	1,203,400	1,329,600	496,600
Grand Total	1,249,400	1,044,500	1,470,700	1,623,100	578,600

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 2020-2021 budgets.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 20. 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. The SFY 2020-2021 budget development utilizes two rates; a fully loaded rate consisting of acute care only, prospective dual and non-dual, prior period dual and non-dual, and non-facility FFS. The loaded rate was increased by the DHCM developed inflation rate for the Age 21+ population for SFY 2020 and SFY 2021 (3.0%). The second rate (FFS Facility only) is based on SFY 2019 actual experience and is inflated in January by the Traditional IHS Facilities weighted rate of 7.7%.

BCCTP RATES					
	2019.3	2019.4-2020.3	% Increase	2020.4-2021.2	% Increase
BCCTP Loaded	\$ 582.64	\$ 600.30	3.0%	\$ 618.50	3.0%
IHS Facilities Only	\$ 2,661.01	\$ 2,867.08	7.7%	\$ 3,089.11	7.7%

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

TRADITIONAL MEDICAID SERVICES

FMAP		
FFY 2019	78.87%	Actual
FFY 2020	79.01%	Actual
FFY 2021	79.21%	Estimate

Proposed Solution to the problem

Increase the Fiscal Year 2020 allocation by \$578,600 Total Fund, \$82,000 General Fund, and \$496,600 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 2020 allocation includes \$11,775,900 General Fund and \$24,954,200 Federal Authority for a total fund allocation of \$36,730,100. The Fiscal Year 2020 Freedom to Work allocation is a component of the Traditional Medicaid Services appropriation. Fiscal Year 2019 actuals were used as the basis for the allocation of the Traditional Medicaid Services appropriation.

The projected expenditures are shown in the following table. Based on the current projections for FY2021, AHCCCS will require \$37,226,200 Total Fund (\$10,964,200 State Match) for this program, or an increase of \$496,100 Total Fund (decrease of \$811,700 General Fund) compared to the FY2020 allocation. This population was significantly impacted by the Mercy Maricopa/Greater Arizona behavioral health integration.

A summary of the requested FY2020 allocation adjustments and the updated FMAP percentages that were used in the analysis are in the tables which follow.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
TRADITIONAL MEDICAID SERVICES					
TRADITIONAL FREEDOM TO WORK					
	FY 2019	FY 2020	FY 2020	FY 2021	FY 2021
	Actual	Allocation	Rebase	Request	Inc/(Dec)
General Fund	10,885,100	11,775,900	10,530,200	10,964,200	(811,700)
Subtotal State Match	10,885,100	11,775,900	10,530,200	10,964,200	(811,700)
Federal Title XIX	25,481,700	24,954,200	24,866,700	26,262,000	1,307,800
Subtotal Federal Funding	25,481,700	24,954,200	24,866,700	26,262,000	1,307,800
Grand Total	36,366,800	36,730,100	35,396,900	37,226,200	496,100

The projected member month forecast for FY 2020 and FY 2021 is based on ARIMA forecasting model. The rebase resulted in projected June 2020 total member month projection of 35,118 and a June 2021 total of 35,351. This is a decrease of 7.7% and an increase of 0.7% for FY2020 and FY2021, respectively.

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

LTC Coverage – LTC members are eligible for regular, fee-for-service, reinsurance, and Medicare Part B premium coverage.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 20. 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 2019 actual experience. The SFY 2020-2021 budget development utilizes two rates; a fully loaded rate consisting of acute coverage, LTC coverage and ACC. The loaded rate was increased by the DHCM developed total prospective and PPC inflation rate (3.8%). The second rate (FFS Facility only) is based on SFY 2019 actual experience and is inflated in January by the Traditional IHS Facilities weighted rate of 7.7%.

For more detail of rates used in the FY2020-FY2021 forecast, see Chart 1 below.

FREEDOM TO WORK RATES						
		2019.3	FFY/CY 2020	% Increase	FFY/CY 2021	% Increase
FTW Loaded	\$	988.61	\$ 1,025.71	3.8%	\$ 1,064.21	3.8%
IHS Facilities Only	\$	516.71	\$ 556.72	7.7%	\$ 599.83	7.7%

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		
FFY 2019	69.81%	Actual
FFY 2020	70.02%	Actual
FFY 2021	70.30%	Estimate

Proposed Solution to the problem

Based on the current projections for FY2021, AHCCCS will require \$37,226,200 Total Fund (\$10,964,200 State Match) for this program, or an increase of \$496,100 Total Fund (decrease of \$811,700 General Fund) compared to the FY2020 allocation

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

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 2021, AHCCCS will require additional resources for this state only expenditure. The Acute Care Clawback is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	FY2019 Actual	FY2020 Allocation	FY2020 Rebase	FY2021 Request	FY2021 Inc.(Dec)
AHCCCS ACUTE					
General Fund	73,535,846	75,136,100	76,141,200	80,549,100	5,413,000
AHCCCS ALTCS					
General Fund	16,395,069	19,807,700	18,599,200	19,675,900	(131,800)
County Fund	22,156,351	24,566,900	21,318,100	22,552,300	(2,014,600)
TOTAL ALTCS	38,551,420	44,374,600	39,917,300	42,228,200	(2,146,400)
DES-DD	4,101,462	4,517,800	4,246,800	4,492,600	(25,200)
Grand Total	116,188,728	124,028,500	120,305,300	127,269,900	3,241,400

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

TRADITIONAL MEDICAID SERVICES

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 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Actual 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	Estimate 10/1/2020 to 12/31/2020	Estimate 1/1/2021 to 9/30/2021
Total Fund PMPM	249.93	249.93	252.98	252.98	257.88	257.91	271.34	271.34	278.90
FMAP	69.24%	69.89%	69.89%	69.81%	69.81%	70.02%	70.02%	70.30%	70.30%
State Match PMPM	76.88	75.25	76.17	76.37	77.85	77.32	81.35	80.59	82.83
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	57.66	56.44	57.13	57.28	58.39	57.99	61.01	60.44	62.12

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 adjusted growth in the PMPM going back to the program's inception is 4.33%. The annual increase for CY 2019 was 1.94%. The announced parameters that will guide the Calendar Year 2020 PMPM change reflect a projected increase of 5.21%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 19-13 (April 5, 2019) as the basis for the CY 2019 PMPM and the CY 2020 PMPM. For the CY 2021 PMPM, AHCCCS is using the average growth for the past three years of 2.79%.
- 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 2020, the first quarter FMAP is 69.81%. Effective 10/1/19 it increases to 70.02%.
- It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).
- 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

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 BHS percentage is now part of the AHCCCS Acute line following the Merger in FY17. 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 an ARIMA forecasting model for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 0.70% in SFY 2020 and 2.43% in SFY 2021. Using this methodology, AHCCCS is forecasting that the 168,695 full benefit dual members (billed for clawback) in June 2019 will grow to 170,606 by June 2020 and 174,860 by June 2021.

PROPOSED SOLUTION TO THE PROBLEM:

For FY21, AHCCCS requests an increase of \$5,413,000 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 decrease of \$2,146,400 consisting of a General Fund decrease of \$131,800 and a County Fund decrease of \$2,014,600.

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
TRADITIONAL MEDICAID SERVICES APPROPRIATION
FISCAL YEAR 2021 DECISION PACKAGE
TABLE A**

	FY20 Approp	FY20 Rebase	FY21 Request	FY21 Inc/(Dec)
ACC Capitation				
General Fund	835,473,000	888,380,900	965,471,100	129,998,100
Local Match (APSI)	10,297,700	53,069,700	73,818,600	63,520,900
County Fund	46,161,700	46,161,700	46,161,700	-
Tobacco MNA	61,752,600	61,752,600	61,752,600	-
PDR State	140,158,600	140,158,600	140,158,600	-
TPL Fund	194,700	194,700	194,700	-
PDR Federal	572,638,300	572,638,300	572,638,300	-
Federal Funds	<u>2,170,717,400</u>	<u>2,371,082,100</u>	<u>2,562,547,800</u>	<u>391,830,400</u>
Total Funds	3,837,394,000	4,133,438,600	4,422,743,400	585,349,400
ACC Fee-for-Service				
General Fund	130,093,800	89,882,700	91,944,900	(38,148,900)
Federal Funds	<u>698,931,300</u>	<u>604,734,700</u>	<u>641,638,100</u>	<u>(57,293,200)</u>
Total Funds	829,025,100	694,617,400	733,583,000	(95,442,100)
ACC Reinsurance				
General Fund	49,257,500	46,574,400	47,842,000	(1,415,500)
Federal Funds	<u>107,181,000</u>	<u>112,738,600</u>	<u>115,159,900</u>	<u>7,978,900</u>
Total Funds	156,438,500	159,313,000	163,001,900	6,563,400
ACC Medicare Premiums				
General Fund	68,679,300	64,751,300	70,519,100	1,839,800
Federal Funds	<u>174,742,100</u>	<u>188,906,700</u>	<u>209,596,000</u>	<u>34,853,900</u>
Total Funds	243,421,400	253,658,000	280,115,100	36,693,700
Breast and Cervical Cancer				
General Fund	211,500	267,300	293,500	82,000
Federal Funds	<u>833,000</u>	<u>1,203,400</u>	<u>1,329,600</u>	<u>496,600</u>
Total Funds	1,044,500	1,470,700	1,623,100	578,600
Ticket to Work				
General Fund	11,775,900	10,530,200	10,964,200	(811,700)
Federal Funds	<u>24,954,200</u>	<u>24,866,700</u>	<u>26,262,000</u>	<u>1,307,800</u>
Total Funds	36,730,100	35,396,900	37,226,200	496,100
Medicare Clawback				
General Fund	75,136,100	76,141,200	80,549,100	5,413,000
Traditional Medicaid Services				
General Fund	1,170,627,100	1,176,528,000	1,267,583,900	96,956,800
Local Match (APSI)	10,297,700	53,069,700	73,818,600	63,520,900
County Fund	46,161,700	46,161,700	46,161,700	-
Tobacco MNA	61,752,600	61,752,600	61,752,600	-
TPL Fund	194,700	194,700	194,700	-
PDR State	140,158,600	140,158,600	140,158,600	-
PDR Federal	572,638,300	572,638,300	572,638,300	-
Federal Funds	<u>3,177,359,000</u>	<u>3,190,793,600</u>	<u>3,441,373,500</u>	<u>264,014,500</u>
Total Funds	5,179,189,700	5,241,297,200	5,603,681,900	424,492,200

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 2019 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 Care Base Capitation

Program:	Capitation	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	129,998.1
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:	129,998.1

Program:	Capitation	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	391,830.4
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:	391,830.4

Program:	Capitation	Calculated ERE:	\$0.00
Fund:	HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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 Base Capitation
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Travel In-State	0.0	
Travel Out-of-State	0.0	
Food	0.0	
Aid to Organizations & Individuals	63,520.9	
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:	63,520.9	

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Base Fee-For-Service

Program:	Fee-for-Service	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(38,148.9)
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:	(38,148.9)

Program:	Fee-for-Service	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(57,293.2)
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:	(57,293.2)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Base Reinsurance

Program:	Reinsurance	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(1,415.5)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>(1,415.5)</u>

Program:	Reinsurance	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	7,978.9
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>7,978.9</u>

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Base Medicare Premiums

Program:	Medicare Premiums	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	1,839.8
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:	1,839.8

Program:	Medicare Premiums	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	34,853.9
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:	34,853.9

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Clawback

Program:	SLI Acute Care Clawback Payments	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	5,413.0
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:	5,413.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Base Breast & Cervical Cancer

Program:	Breast and Cervical Cancer	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	82.0
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:	<u>82.0</u>

Program:	Breast and Cervical Cancer	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	496.6
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:	<u>496.6</u>

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Acute Care Freedom To Work

Program:	Ticket to Work	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(811.7)
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:	(811.7)

Program:	Ticket to Work	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	1,307.8
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:	1,307.8

PROPOSITION 204 CAPITATION

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

AHCCCS is requesting a FY 2021 decrease of \$264,170,700 Total Funds, consisting of a decrease of \$324,467,400 Federal Funds and an increase of \$60,296,700 State Funds for Proposition 204 Capitation within the Proposition 204 Services appropriation.

The following factors drive the FY 2021 funding request:

AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care began on October 1, 2018. This new integrated system joins 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 are now a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Access to Professional Services Initiative

The Access to Professional Services Initiative (APSI) seeks to provide enhanced support to certain professionals in order to (1) preserve and enhance access to these professionals who deliver essential services to Medicaid recipients in Arizona and (2) support professionals who are critical to professional training and education efforts. APSI is a program to preserve and promote access to medical services through a uniform percentage increase to the Contractors' rates for professional services provided by qualified physicians and non-physician professionals affiliated with designated hospitals who meet the following definition:

- A hospital facility with an ACGME-accredited teaching program and which is operated pursuant to the authority in Arizona Statute Title 48, Chapter 31; or,
- A hospital facility with:
 - An ACGME-accredited teaching program with a state university, and
 - AHCCCS inpatient discharge utilization volume greater than or equal to 30 percent as calculated by the Arizona Department of Health Services for calendar year 2014; or,
- A freestanding children's hospital or a pediatric unit of a general acute care hospital with greater than one hundred (100) licensed pediatric beds, excluding nursery beds.

The APSI provides a uniform percentage increase of 40% for CY19 and 85% for CY 20 and ongoing to otherwise contracted rates for qualified practitioners for all claims for which AHCCCS is the primary payer. The rate increase is intended to supplement, not supplant, payments to eligible providers.

The State Match funds for APSI are provided by political subdivisions. There is no General Fund impact. In CY19 APSI was included in the capitation rates, however, moving forward into CY20 and CY21 APSI will be paid in quarterly lump sums with an annual reconciliation.

For SFY 2020 in the Proposition 204 Services Program, the estimated APSI costs are \$45,148,700 (TF) and \$6,947,000 (SM - Political Subdivision Fund).

For SFY 2021 in the Proposition 204 Services Program, the estimated APSI costs are \$46,062,600 (TF) and \$7,394,800 (SM - Political Subdivision Fund).

Alternative Payment Model Reconciliation

Value Based Payment Alternative Payment Model (VBP-APM) Initiative promotes contractor activity in the area of quality improvement, particularly those initiatives that contribute to improved health outcomes and cost savings, by aligning the incentives of the Managed Care Organization (MCO) and provider through VBP-APM strategies. Performance Based Payments (PBP) represents payments to MCOs for providers that have met performance measures related to quality and costs. APM Reconciliation payments are made once per year.

For SFY 2020 in the Proposition 204 Services Program, the estimated APM Reconciliation costs are \$9,253,000 (TF) and \$1,423,800 (SM).

For SFY 2021 in the Proposition 204 Services Program, the estimated APM Reconciliation costs are \$9,845,700 (TF) and \$1,580,600 (SM).

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION



PROPOSITION 204 SERVICES APPROP

Below is a chart indicating member month forecasts by the ACC rate categories. SFY 2019 are actuals.

Arizona Health Care Cost Containment System								
Year-to-Year Changes								
STATE FISCAL YEAR	ESA	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	3,298,122	21,049	1,439,586	545,351	16,326	237,623	5,558,057	3,504
<i>FORECAST DATA</i>								
2019-20	3,479,111	20,035	1,454,990	571,550	18,539	248,662	5,792,887	3,707
2020-21	3,636,734	19,160	1,463,978	597,014	21,730	259,224	5,997,841	3,706
STATE FISCAL YEAR	ESA	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<i>FORECAST DATA</i>								
2019-20	5.49%	-4.82%	1.07%	4.80%	13.56%	4.65%	4.23%	5.78%
2020-21	4.53%	-4.37%	0.62%	4.46%	17.21%	4.25%	3.54%	-0.01%

(Above percentages exclude CMDP.)

TANF/1931 (AGE 1-20, AGE 21+) – It is forecast that these populations combined will increase slightly in SFY 2020 by 0.99% and by 0.55% in SFY 2021. These percentage increases are calculated based on the estimated change in total member months for each year. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2019.

Dual –For FY 2020, member months are expected to increase by 4.80% and then again by 4.46% in FY 2021 as predicted by an ARIMA model incorporating seasonality.

SMI Integrated – The SMI Integrated populations are expected to see modest growth for the forecasting period. An increase of 4.65% is expected in SFY 2020 and growth of 4.25% is forecast for SFY 2021.

Births - 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. An increase of 5.78% is expected in SFY 2020 and the population estimates are held flat for SFY 2021.

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 2019 (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).

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 2019 (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).

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 2020 and 2021 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 2018 to June 2019) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.

PROPOSITION 204 SERVICES APPROP

ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below.

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for Proposition 204 Services (including ESA) is \$54,723,300 Total Fund (\$7,109,200 General Fund).

Capitation Rates

Overall Acute Capitation rates for CYE 2020 are increasing by 3.8% over the blended rates for CYE 2019 that took effect January 1, 2019. CYE 2020 capitation rates were developed as a rate update from the previously submitted CYE 2019 capitation rates.

Primary drivers of the CYE 2020 rates include:

1. Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for an increase of 0.2%.
2. Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
3. Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of (0.2%).
4. Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rate to reflect the costs to administer and manage the program account for an increase of 0.3%.
5. APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of (0.5%).
6. Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.4%.

In CYE 2020, 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 2021 rate increase of 4.0% for all risk pools.

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION



PROPOSITION 204 SERVICES APPROP

Acute Prospective Capitation Rates (Excludes CMDP)

Capitation Rates								
Rate Cells	2019.3	2019.4	2020.1	2020.2	2020.3	2020.4	2021.1	2021.2
Age <1	\$558.73	\$ 587.47	\$ 587.47	\$ 587.47	\$ 587.47	\$ 610.97	\$ 610.97	\$ 610.97
Age 1-20	\$177.39	\$ 187.46	\$ 187.46	\$ 187.46	\$ 187.46	\$ 194.95	\$ 194.95	\$ 194.95
Age 21+	\$360.55	\$ 371.48	\$ 371.48	\$ 371.48	\$ 371.48	\$ 386.34	\$ 386.34	\$ 386.34
Duals	\$143.66	\$ 130.93	\$ 130.93	\$ 130.93	\$ 130.93	\$ 136.16	\$ 136.16	\$ 136.16
SSI w/o	\$1,222.16	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,271.13	\$ 1,271.13	\$ 1,271.13
ESA	\$404.04	\$ 428.93	\$ 428.93	\$ 428.93	\$ 428.93	\$ 446.09	\$ 446.09	\$ 446.09
NEA	\$619.12	\$ 647.22	\$ 647.22	\$ 647.22	\$ 647.22	\$ 673.11	\$ 673.11	\$ 673.11
Delivery	\$5,861.43	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,456.03	\$ 6,456.03	\$ 6,456.03
SMI RBHA	\$2,022.49	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,209.91	\$ 2,209.91	\$ 2,209.91
Crisis RBHA	\$4.55	\$5.55	\$ 5.55	\$ 5.55	\$ 5.55	\$ 5.77	\$ 5.77	\$ 5.77

Note: The rates for CYE 2020 are based on statewide weighted rates at all reinsurance deductible levels and use constant member month weighting based on projected CYE 2020 member months for KidsCare, Traditional Medicaid Services, and Proposition 204.

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.

It is assumed that the Regular FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on the Federal Funds Information for States (FFIS) Issue Brief 19-11 (March 27, 2019). FMAP rates for SFY 2020 and 2021 are given, by month, on the table below:

Proposition 204 FMAP												
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%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
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%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Regular	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
ESA	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%

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 2020 and FY 2021, the amount of the family planning adjustment is estimated at \$2,793,000 and \$2,927,400 respectively.

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.

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 2021 amount for the Prop 204 Protection Fund is unchanged from FY 2020 in the amount of \$102,000,000.

Proposed Solution to the Problem or Issue:

AHCCCS is requesting a FY 2021 decrease of \$264,170,700 Total Funds, consisting of a decrease of \$324,467,400 Federal Funds and an increase of \$60,296,700 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 2019	FY 2020	FY 2020	FY 2021	FY 2021
	Actual	Allocation	Rebase	Request	Inc/(Dec)
General Fund	18,688,200	93,254,100	79,775,500	95,855,200	2,601,100
Local Match (APSI)	1,931,900	2,564,700	6,947,000	7,394,800	4,830,100
Hospital Assessment	236,536,300	218,748,900	233,361,500	271,614,400	52,865,500
Tobacco MSA	87,000,000	102,000,000	102,000,000	102,000,000	-
Tobacco EHS	17,335,600	16,216,300	16,216,300	16,216,300	-
Tobacco P204 Protection	36,404,800	34,054,300	34,054,300	34,054,300	-
Subtotal State Match	397,896,800	466,838,300	472,354,600	527,135,000	60,296,700
Federal Title XIX	2,780,260,600	2,899,973,400	2,361,120,000	2,575,506,000	(324,467,400)
Subtotal Federal Funding	2,780,260,600	2,899,973,400	2,361,120,000	2,575,506,000	(324,467,400)
Grand Total	3,178,157,400	3,366,811,700	2,833,474,600	3,102,641,000	(264,170,700)

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 $\geq 99\%$.

STATUTORY AUTHORITY

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

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 2018 Actual	468,399	0.67%
SFY 2019 Actual	473,283	1.04%
SFY 2020 Estimate	485,542	2.59%
SFY 2021 Estimate	508,777	4.79%

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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 CY2019 were 6.60% and 6.56%, respectively. The most recent three year average inpatient/outpatient rate changes of 9.05% and 7.34%, respectively, were used for CY2020 and CY2021 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.

IHS Facilities Inflation Factors												
Historical IHS Payment Rates				Average Inflation		Programmatic Weights for IHS Inflation						
OP/IP	2012	2013	% +/-		% +/-	OP/IP	Program	Weights	Weighted Inflation Factor			
OP Rate	\$ 316.00	\$ 330.00	4.43%		2-Year Average	OP	Traditional	76.34%	5.60%			
IP Rate	\$ 2,165.00	\$ 2,272.00	4.94%		Outpatient	IP	Traditional	23.66%	2.14%			
					Inpatient	Total	Traditional	100.00%	7.74%			
	2013	2014	% +/-		3-Year Average	OP	Proposition 204	76.15%	5.59%			
OP Rate	\$ 330.00	\$ 342.00	3.64%		Outpatient	IP	Proposition 204	23.85%	2.16%			
IP Rate	\$ 2,272.00	\$ 2,413.00	6.21%		Inpatient	Total	Proposition 204	100.00%	7.75%			
	2014	2015	% +/-		4-Year Average	OP	Newly Eligible Children	85.88%	6.30%			
OP Rate	\$ 342.00	\$ 350.00	2.34%		Outpatient	IP	Newly Eligible Children	14.12%	1.28%			
IP Rate	\$ 2,413.00	\$ 2,443.00	1.24%		Inpatient	Total	Newly Eligible Children	100.00%	7.58%			
	2015	2016	% +/-		5-Year Average	OP	Newly Eligible Adults	85.04%	6.24%			
OP Rate	\$ 350.00	\$ 368.00	5.14%		Outpatient	IP	Newly Eligible Adults	14.96%	1.35%			
IP Rate	\$ 2,443.00	\$ 2,655.00	8.68%		Inpatient	Total	Newly Eligible Adults	100.00%	7.59%			
	2016	2017	% +/-			OP	ALTCS-EPD	58.80%	4.31%			
OP Rate	\$ 368.00	\$ 391.00	6.25%			IP	ALTCS-EPD	41.20%	3.73%			
IP Rate	\$ 2,655.00	\$ 2,933.00	10.47%			Total	ALTCS-EPD	100.00%	8.04%			
	2017	2018	% +/-									
OP Rate	\$ 391.00	\$ 427.00	9.21%									
IP Rate	\$ 2,933.00	\$ 3,229.00	10.09%									
	2018	2019	% +/-									
OP Rate	\$ 427.00	\$ 455.00	6.56%									
IP Rate	\$ 3,229.00	\$ 3,442.00	6.60%									

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The weighted inflation factor of 7.75% was applied to the average PMPM (Per Member Per Month) rate for the third quarter of SFY 2019 (January – March 2019) starting in January 2020, and again in January 2021, to produce the forecasted PMPM rates for SFY 2020 and SFY 2021, 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 2019 IHS rates were released in April 2019, 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”.

AIHP Facility - Expenditures and PMPM													
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	4,668,800	4,646,500	4,675,400	4,696,000	4,716,600	4,737,200	5,126,500	5,148,700	5,170,900	5,193,100	5,215,300	5,237,600	59,232,600
P204 ESA	16,169,300	16,308,600	16,301,600	16,326,900	16,353,700	16,359,300	17,958,000	17,857,400	17,914,400	17,986,200	18,042,300	18,106,700	205,684,400
Total	20,838,100	20,955,100	20,977,000	21,022,900	21,070,300	21,096,500	23,084,500	23,006,100	23,085,300	23,179,300	23,257,600	23,344,300	264,917,000
PMPM													
P204 Regular	437.77	437.77	437.77	437.77	437.77	437.77	471.69	471.69	471.69	471.69	471.69	471.69	454.73
P204 ESA	557.01	557.01	557.01	557.01	557.01	557.01	600.16	600.16	600.16	600.16	600.16	600.16	578.58
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
P204 Regular	5,259,800	5,282,000	5,304,200	5,326,400	5,348,700	5,370,900	5,810,900	5,834,900	5,858,800	5,882,700	5,906,700	5,930,600	67,116,600
P204 ESA	18,156,800	18,281,600	18,373,200	18,394,700	18,445,000	18,473,200	20,263,100	20,167,300	20,233,900	20,314,200	20,380,500	20,446,700	231,930,200
Total	23,416,600	23,563,600	23,677,400	23,721,100	23,793,700	23,844,100	26,074,000	26,002,200	26,092,700	26,196,900	26,287,200	26,377,300	299,046,800
PMPM													
P204 Regular	471.69	471.69	471.69	471.69	471.69	471.69	508.23	508.23	508.23	508.23	508.23	508.23	489.96
P204 ESA	600.16	600.16	600.16	600.16	600.16	600.16	646.65	646.65	646.65	646.65	646.65	646.65	623.41

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												
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%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
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%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Regular	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
ESA	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	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 2019 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2020 and 2021 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 2019*. 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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AIHP Non-Facility									
AIHP Non-Facility Inflation Factors						AIHP Non-Facility Weighted Inflation Rates			
Fiscal Year	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC	Program	SFY	Weighted Inflation
SFY 2021	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%	Traditional	SFY 2021	2.97%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%		Long Term	2.66%
							Proposition 204	SFY 2021	2.96%
								Long Term	2.61%
AIHP Non-Facility Programmatic Weights							Newly Eligible Children	SFY 2021	2.91%
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC		Long Term	2.63%
Traditional	19.55%	56.37%	20.42%	2.56%	64.00%	47.00%	Newly Eligible Adults	SFY 2021	2.93%
Proposition 204	17.12%	55.72%	22.77%	3.53%	2.00%	84.00%		Long Term	2.68%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%	ALTCS-EPD	SFY 2021	3.08%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	3.00%	88.00%		Long Term	2.39%
ALTCS-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 2019.
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2019.
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physician Services, First Quarter 2019.
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2019.
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2019.
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2019.
7. Total SFY2019 actual expenditures from PMMIS were used to derive the relevant weights for each program.

The Non-facility SFY2020 and SFY2021 PMPMs and expenditures are depicted in the following table and do not include estimates for the Newly Eligible Adult population:

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AIHP Non-Facility - Expenditures and PMPM													
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	2,710,100	2,697,200	2,713,900	2,937,000	2,949,900	2,962,800	2,975,700	2,988,600	3,001,500	3,014,400	3,027,300	3,040,200	35,018,600
P204 ESA	12,626,900	12,735,600	12,730,200	13,737,700	13,760,200	13,765,000	14,023,700	13,945,200	13,989,600	14,045,700	14,089,500	14,139,800	163,589,100
Total	15,337,000	15,432,800	15,444,100	16,674,700	16,710,100	16,727,800	16,999,400	16,933,800	16,991,100	17,060,100	17,116,800	17,180,000	198,607,700
PMPM													
P204 Regular	254.11	254.11	254.11	273.80	273.80	273.80	273.80	273.80	273.80	273.80	273.80	273.80	268.88
P204 ESA	434.97	434.97	434.97	468.67	468.67	468.67	468.67	468.67	468.67	468.67	468.67	468.67	460.25
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
P204 Regular	3,053,100	3,066,000	3,078,900	3,331,400	3,345,200	3,359,100	3,373,000	3,386,900	3,400,800	3,414,700	3,428,600	3,442,500	39,680,200
P204 ESA	14,178,900	14,276,400	14,347,900	15,477,600	15,519,900	15,543,600	15,823,800	15,749,000	15,801,000	15,863,700	15,915,400	15,967,200	184,464,400
Total	17,232,000	17,342,400	17,426,800	18,809,000	18,865,100	18,902,700	19,196,800	19,135,900	19,201,800	19,278,400	19,344,000	19,409,700	224,144,600
PMPM													
P204 Regular	273.80	273.80	273.80	295.01	295.01	295.01	295.01	295.01	295.01	295.01	295.01	295.01	289.71
P204 ESA	468.67	468.67	468.67	504.98	504.98	504.98	504.98	504.98	504.98	504.98	504.98	504.98	495.90

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 2019 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 2020 and SFY 2021:

Non-AIHP Expenditures													
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	60,800	74,700	47,500	74,000	66,900	55,900	51,900	62,600	66,400	71,300	65,200	56,600	753,800
P204 ESA	374,100	459,700	292,500	455,500	411,500	343,900	319,200	385,100	408,700	438,900	401,400	347,700	4,638,200
Total	434,900	534,400	340,000	529,500	478,400	399,800	371,100	447,700	475,100	510,200	466,600	404,300	5,392,000
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total
Expenditures													
P204 Regular	65,500	80,500	51,200	79,800	72,100	60,200	55,900	67,400	71,600	76,800	70,300	60,900	812,200
P204 ESA	403,100	495,400	315,200	490,800	443,400	370,600	343,900	415,000	440,400	472,900	432,500	374,300	4,997,500
Total	468,600	575,900	366,400	570,600	515,500	430,800	399,800	482,400	512,000	549,700	502,800	435,200	5,809,700

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 2019 through September 2019 was calculated using the actual expenditures and birth count for the period covering January 2019 through March 2019. Inflation of 3.26%, based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2019, was applied to the calculated PMPM in October 2019 and again in October 2020.

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 3.26% inflation rate mentioned above to increase the weighted average PMPM calculated from actual expenditures in the period from January 2019 through March 2019. 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 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													
FES Births	398,100	463,500	441,600	445,200	381,800	416,800	384,400	310,000	355,000	261,800	316,400	323,500	4,498,100
FES Other	2,834,600	2,834,500	2,835,600	2,936,200	2,940,500	2,918,500	2,917,600	2,910,100	2,909,600	2,936,600	2,960,200	2,989,800	34,923,800
Total	3,232,700	3,298,000	3,277,200	3,381,400	3,322,300	3,335,300	3,302,000	3,220,100	3,264,600	3,198,400	3,276,600	3,313,300	39,421,900
Enrollment													
FES Births	126	147	140	137	117	128	118	95	109	80	97	99	1,395
FES Other	67,641	67,639	67,665	67,853	67,954	67,444	67,423	67,251	67,240	67,863	68,409	69,093	813,475
Total	67,767	67,786	67,805	67,990	68,072	67,572	67,541	67,346	67,349	67,944	68,506	69,192	814,870
PMPM													
FES Births	3,151.20	3,151.20	3,151.20	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,228.25
FES Other	41.91	41.91	41.91	43.27	43.27	43.27	43.27	43.27	43.27	43.27	43.27	43.27	42.93
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
FES Births	385,600	435,000	425,300	426,800	353,700	395,400	354,100	285,900	321,000	236,800	274,400	296,200	4,190,200
FES Other	3,011,600	3,036,500	3,052,200	3,169,800	3,181,000	3,162,600	3,164,600	3,158,800	3,159,600	3,188,400	3,213,300	3,244,300	37,742,700
Total	3,397,200	3,471,500	3,477,500	3,596,600	3,534,700	3,558,000	3,518,700	3,444,700	3,480,600	3,425,200	3,487,700	3,540,500	41,932,900
Enrollment													
FES Births	118	134	131	127	105	118	105	85	96	70	82	88	1,259
FES Other	69,596	70,172	70,535	70,939	71,190	70,778	70,823	70,694	70,712	71,355	71,914	72,606	851,315
Total	69,714	70,306	70,666	71,066	71,295	70,896	70,928	70,779	70,808	71,425	71,995	72,694	852,574
PMPM													
FES Births	3,253.93	3,253.93	3,253.93	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,333.49
FES Other	43.27	43.27	43.27	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.33

AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care began on October 1, 2018. This new integrated system joins 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 are now a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

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.

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.

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 2017 paid in SFY 2019 was \$13.5M. The projected reconciliation amounts for CYE 2018 to be paid in SFY 2020 and CYE 2019 to be paid in SFY 2021 are \$8M in each year. The resulting total fee-for-services estimates for the FQHC Recon are \$7,788,600 Total Fund (\$1,138,200 General Fund) for FY 2020 and \$7,902,900 (\$1,199,900 General Fund) for FY 2021.

Proposition 204 Fee-For-Service Requirement Breakdown:

	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	1,314,200	1,834,400	1,430,100	1,666,500	(167,900)
Hospital Assessment	34,460,900	48,100,400	37,499,200	43,697,000	(4,403,400)
Subtotal State Match	35,775,100	49,934,800	38,929,300	45,363,500	(4,571,300)
Federal Title XIX	462,131,600	582,406,900	482,124,600	581,128,400	(1,278,500)
Subtotal Federal Funding	462,131,600	582,406,900	482,124,600	581,128,400	(1,278,500)
Grand Total	497,906,700	632,341,700	521,053,900	626,491,900	(5,849,800)

Proposed solution to the problem or issue:

In FY 2021, decrease the Proposition 204 Fee-For-Service allocation by \$5,849,800 Total Fund (\$1,278,500 Federal fund; \$167,900 General Fund; and \$4,403,400 Hospital Assessment). The allocation detail was derived by using the FY 2019 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 $\geq 99\%$.

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 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)

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.

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 FY2020 – FY2021 reinsurance forecast. The SFY 2019 actual PMPMs were inflated in October 2019 and 2020 by DHCM developed

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risk pool inflation rates. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2020 and 2021.

Member Month Forecast

		ESA	Age 1-20	Age 21+	Dual	SSI w/o	TOTAL	% Change
Actual	SFY 2018	3,281,959	24,602	1,485,240	528,030	17,931	5,337,762	
Actual	SFY 2019	3,298,122	21,049	1,439,586	545,351	16,326	5,320,434	-0.32%
Estimate	SFY 2020	3,479,111	20,035	1,454,990	571,550	18,539	5,544,225	4.21%
Estimate	SFY 2021	3,636,734	19,160	1,463,978	597,014	21,730	5,738,616	3.51%

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 forecasted total dollars. FFY 2020 FMAPs are based on the FFIS estimates for that period. For specific rates, refer to the FMAP Table below.

It is assumed that the Regular FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on the Federal Funds Information for States (FFIS) Issue Brief 19-11 (March 27, 2019). 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 2020 to 90.00% in FFY 2021. The updated FMAP percentages and member months that were used in the reinsurance forecast are shown in the tables below.

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Proposition 204 FMAP												
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%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
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%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Regular	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
ESA	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%

In FY 2021, AHCCCS estimates an increase of \$9,707,200 Total Fund, including \$7,666,000 Federal Funds and \$2,041,200 State Match compared to the FY 2020 allocation.

Proposed solution to the problem

Adjust the FY 2020 Allocation by the amounts in the following table.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
PROPOSITION 204 MEDICAID SERVICES					
PROPOSITION 204 REINSURANCE					
	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund					
Hospital Assessment	6,473,900	8,433,700	8,645,500	10,474,900	2,041,200
Subtotal State Match	6,473,900	8,433,700	8,645,500	10,474,900	2,041,200
Federal Title XIX	63,562,300	68,396,400	70,458,800	76,062,400	7,666,000
Subtotal Federal Funding	63,562,300	68,396,400	70,458,800	76,062,400	7,666,000
Grand Total	70,036,200	76,830,100	79,104,300	86,537,300	9,707,200

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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 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 2021, AHCCCS requires an increase of \$7,390,800 Total Fund consisting of \$1,512,900 State match and \$5,877,900 federal authority to the Proposition 204 Medicare Premiums allocation from the Proposition 204 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 2019 by the SSI with Medicare member months for that same period. For Calendar Year 2020 and Calendar Year 2021, this PMPM cost is inflated by 1.49%. The 1.49% 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 2019 by the SSI with Medicare member months for that same period. For Calendar Year 2020 and Calendar Year 2021, this PMPM cost is inflated by 6.45%. The 6.45% 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 2019 Medicare Part A premium is \$437.00 per month. The current calendar year 2019 Medicare Part B premium is \$135.50. 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

		PMPM		% Change	
		Part A	Part B	Part A	Part B
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	Actual	\$ 437.00	\$ 135.50	3.55%	1.12%
2020.01 to 2020.12	Projected	\$ 443.49	\$ 144.24	1.49%	6.45%
2021.01 to 2021.12	Projected	\$ 450.08	\$ 153.54	1.49%	6.45%

Medicare Part A and Part B premiums projected for Calendar Years 2020 and 2021 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. 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. The decrease 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. 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	11.40%
2013	345,267	4.00%
2014	363,976	5.40%
2015	393,689	8.20%
2016	418,288	6.20%
2017	284,938	-31.90%
2018	429,355	50.70%
2019	635,733	48.07%
2020	662,248	4.17%
2021	687,712	3.85%

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FMAP:

AHCCCS is assuming that the FMAP rate of 70.02% will increase in FFY 2021 to 70.30% based on FFIS estimates (Issue Brief 19-11, March 27, 2019).

Proposition 204 FMAP												
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%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
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%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Regular	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
ESA	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%

Proposed solution to the problem

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
PROPOSITION 204 MEDICAID SERVICES					
PROPOSITION 204 MEDICARE PREMIUMS					
	FY 2019	FY 2020	FY 2020	FY 2021	FY 2021
	Actual	Allocation	Rebase	Request	Inc/(Dec)
General Fund	-	-	-	-	-
Hospital Assessment	25,191,600	28,199,900	27,118,400	29,712,800	1,512,900
Subtotal State Match	25,191,600	28,199,900	27,118,400	29,712,800	1,512,900
Federal Title XIX	58,305,800	64,227,100	63,187,200	70,105,000	5,877,900
Subtotal Federal Funding	58,305,800	64,227,100	63,187,200	70,105,000	5,877,900
Grand Total	83,497,400	92,427,000	90,305,600	99,817,800	7,390,800

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For Fiscal Year 2020, AHCCCS is allocated \$92,427,000 Total Fund (\$28,199,900 State Match) from the Proposition 204 Services Appropriation for Proposition 204 Medicare Premiums. For Fiscal Year 2021, AHCCCS requires an increase of \$7,390,800 Total Fund consisting of \$1,512,900 State match and \$5,877,900 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 2021 DECISION PACKAGE
TABLE A**

	<u>FY20 Approp</u>	<u>FY20 Rebase</u>	<u>FY21 Request</u>	<u>FY21 Inc/(Dec)</u>
ACC Capitation				
General Fund	93,254,100	79,775,500	95,855,200	2,601,100
Local Match (APSI)	2,564,700	6,947,000	7,394,800	4,830,100
Hospital Assessment	218,748,900	233,361,500	271,614,400	52,865,500
Tobacco MSA	102,000,000	102,000,000	102,000,000	-
Tobacco EHS	16,216,300	16,216,300	16,216,300	-
Tobacco P204 Protection	34,054,300	34,054,300	34,054,300	-
Federal Funds	<u>2,899,973,400</u>	<u>2,361,120,000</u>	<u>2,575,506,000</u>	<u>(324,467,400)</u>
Total Funds	3,366,811,700	2,833,474,600	3,102,641,000	(264,170,700)
ACC Fee-for-Service				
General Fund	1,834,400	1,430,100	1,666,500	(167,900)
Hospital Assessment	48,100,400	37,499,200	43,697,000	(4,403,400)
Federal Funds	<u>582,406,900</u>	<u>482,124,600</u>	<u>581,128,400</u>	<u>(1,278,500)</u>
Total Funds	632,341,700	521,053,900	626,491,900	(5,849,800)
ACC Reinsurance				
Hospital Assessment	8,433,700	8,645,500	10,474,900	2,041,200
Federal Funds	<u>68,396,400</u>	<u>70,458,800</u>	<u>76,062,400</u>	<u>7,666,000</u>
Total Funds	76,830,100	79,104,300	86,537,300	9,707,200
ACC Medicare Premiums				
Hospital Assessment	28,199,900	27,118,400	29,712,800	1,512,900
Federal Funds	<u>64,227,100</u>	<u>63,187,200</u>	<u>70,105,000</u>	<u>5,877,900</u>
Total Funds	92,427,000	90,305,600	99,817,800	7,390,800
Proposition 204 Services				
General Fund	95,088,500	81,205,600	97,521,700	2,433,200
Hospital Assessment	303,482,900	306,624,600	355,499,100	52,016,200
Local Match (APSI)	2,564,700	6,947,000	7,394,800	4,830,100
Tobacco MSA	102,000,000	102,000,000	102,000,000	-
Tobacco EHS	16,216,300	16,216,300	16,216,300	-
Tobacco P204 Protection	34,054,300	34,054,300	34,054,300	-
Federal Funds	<u>3,615,003,800</u>	<u>2,976,890,600</u>	<u>3,302,801,800</u>	<u>(312,202,000)</u>
Total Funds	4,168,410,500	3,523,938,400	3,915,488,000	(252,922,500)

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 2019 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.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Proposition 204 Capitation

Program:	Proposition 204 - Capitation	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	2,601.1
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:	2,601.1

Program:	Proposition 204 - Capitation	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(324,467.4)
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:	(324,467.4)

Program:	Proposition 204 - Capitation	Calculated ERE:	\$0.00
Fund:	HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	Proposition 204 Capitation
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Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	4,830.1
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:	4,830.1
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Program:	Proposition 204 - Capitation	Calculated ERE:	\$0.00
Fund:	HC2576-N Hospital Assessment (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	52,865.5
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:	52,865.5

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Proposition 204 Fee-For-Service

Program:	Proposition 204 - Fee-for-Service	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(167.9)
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:	(167.9)

Program:	Proposition 204 - Fee-for-Service	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(1,278.5)
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:	(1,278.5)

Program:	Proposition 204 - Fee-for-Service	Calculated ERE:	\$0.00
Fund:	HC2576-N Hospital Assessment (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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 Proposition 204 Fee-For-Service

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(4,403.4)
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:	<u>(4,403.4)</u>

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Proposition 204 Reinsurance

Program: Proposition 204 - Reinsurance	Calculated ERE:	\$0.00
Fund: HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	7,666.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>7,666.0</u>

Program: Proposition 204 - Reinsurance	Calculated ERE:	\$0.00
Fund: HC2576-N Hospital Assessment (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	2,041.2
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>2,041.2</u>

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Proposition 204 Medicare Premiums

Program: Proposition 204 - Medicare	Calculated ERE:	\$0.00
Fund: HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	5,877.9
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>5,877.9</u>

Program: Proposition 204 - Medicare	Calculated ERE:	\$0.00
Fund: HC2576-N Hospital Assessment (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	1,512.9
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>1,512.9</u>

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 2021
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 this new law, the FY 2017 aggregate national reduction would have been \$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) further 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)

Preliminary 2019 Estimates for National Allotment and Arizona Allotment from Preliminary Allocation were provided by CMS in February 2019.

**PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE**

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION



AHCCCS is projecting the FFY 2020 allotment for Arizona will be reduced by 16.3% from the FFY 2019 base allotment based on the proportional reduction to the national allotment of \$4.0 billion in FFY 2020. The FY 2021 allotment would then be reduced by another \$4.0 billion, bringing the Arizona Allotment down to an estimated \$78,839,900 (a 32.3% reduction from FFY 2019).

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 2019
2012 Actual	103,891,000		103,891,000	-10.9%
2013 Actual	106,384,400		106,384,400	-8.7%
2014 Actual	107,980,100		107,980,100	-7.3%
2015 Actual	109,815,903	-	109,815,903	-5.8%
2016 Actual	110,145,351	-	110,145,351	-5.5%
2017 Actual	111,136,659	-	111,136,659	-4.6%
2018 Actual	113,803,939	-	113,803,939	-2.3%
2019 Prelim	116,535,200	-	116,535,200	0.0%
2020 Est	118,992,500	(21,417,400)	97,575,100	-16.3%
2020 Est	121,674,800	(42,834,900)	78,839,900	-32.3%

The FY 2020 Appropriation assumed that Congress would once again delay the national DSH reductions. In the attached worksheets, the “Appropriation” does not include the reduction, while the “Rebase” and “Request” does incorporate the reduction.

**PROPOSED SOLUTION:
Appropriated/Private DSH**

- The SFY 2020 appropriation for DSH of \$5,087,100 Total Fund (\$265,300 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 (\$265,300 General Fund)
- These same total fund amounts are carried forward for SFY 2021. Due to the change in FMAP for FFY 2021, the General Fund portion of the private hospital appropriation is decreased by \$2,500 to \$262,800.

Non-Appropriated Arizona State Hospitals (ASH)

- Laws 2019, Chapter 270, Section 15, includes a FY 2020 expenditure plan for the Arizona State Hospital of \$28,474,900 Total Fund (\$8,536,800 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 2021. Due to the change in FMAP for FFY 2021, the state match portion of the ASH appropriation is decreased by \$79,800 to \$8,457,000. 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 increases by \$139,600, from \$19,878,300 to \$20,017,900.

Non-Appropriated Maricopa Integrated Health Systems (MIHS)

- Laws 2019, Chapter 270, Section 15, includes a FY 2020 expenditure plan for the Maricopa Integrated Health Systems of \$109,616,200 Total Fund (\$34,122,800 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 \$105,876,700 (SM of \$33,001,700). This change will reduce the federal match available for deposit in the General Fund by \$2,618,400 from \$75,493,400 based on the appropriation to \$72,875,000 in FY 2020 rebase. This assumes that Maricopa will retain the \$4,202,300 historically appropriated.
- For FY 2021, the additional allotment reduction further reduces the maximum amount available for MIHS to \$78,585,800 (SM of \$24,588,100). This further reduces the federal match available for deposit in the GF by \$18,877,300 from \$72,875,000 to \$53,997,700.

Pool 5 Local Funded

- The FY 2020 appropriation included \$40,980,200 TF (\$12,285,900 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 or FY 2021. 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.

If the allotment reduction does take place, the changes to ASH and MIHS will result in a net decrease to federal monies deposited to the General Fund as shown in the table on the following page.

**PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE**

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION



	<u>GF Deposit</u>	<u>Change</u>
FY20 Approp	95,431,500	
FY20 Rebase	92,753,300	(2,678,200)
FY21 Request	74,015,600	(18,737,700)

See the attached SFY19-SFY21 DSH Funding summary for more details by fund source.

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
SFY19 - SFY21**

Table A (Not Including Prior Year Adjustments)

		SFY2019	SFY2020	SFY2020	SFY2021	SFY2021
		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)	6,553,000	12,285,900	-	-	(12,285,900)
Pool 5 Local Funded ⁶	(TF)	21,705,900	40,980,200	-	-	(40,980,200)
	(SM)	267,100	265,300	265,300	262,800	(2,500)
Private Hospitals	(TF)	884,800	884,800	884,800	884,800	-
	(SM)	6,820,100	12,551,200	265,300	262,800	(12,288,400)
Appropriated Subtotal	(TF)	26,793,000	46,067,300	5,087,100	5,087,100	(40,980,200)
			265,300	265,300	262,800	
			5,087,100	5,087,100	5,087,100	
Non-Appropriated						
	(SM)	618,200	-	-	-	-
Pool 5 Local Funded ⁶	(TF)	2,047,800	-	-	-	-
	(SM)	8,596,600	8,536,800	8,596,600	8,457,000	(79,800)
ASH	(TF)	28,474,900	28,474,900	28,474,900	28,474,900	-
	(SM)	34,361,800	34,122,800	33,001,700	24,588,100	(9,534,700)
MIHS	(TF)	109,616,200	109,616,200	105,876,700	78,585,800	(31,030,400)
	(SM)	43,576,600	42,659,600	41,598,300	33,045,100	(9,614,500)
Non-Approp Subtotal	(TF)	140,138,900	138,091,100	134,351,600	107,060,700	(31,030,400)
Total						
	(SM)	7,171,200	12,285,900	-	-	(12,285,900)
	(FM)	16,582,500	28,694,300	-	-	(28,694,300)
Pool 5 Local Funded	(TF)	23,753,700	40,980,200	-	-	(40,980,200)
	(SM)	8,596,600	8,536,800	8,596,600	8,457,000	(79,800)
ASH ²	(TF)	28,474,900	28,474,900	28,474,900	28,474,900	-
	(SM)	34,361,800	34,122,800	33,001,700	24,588,100	(9,534,700)
MIHS	(TF)	113,818,500	113,818,500	110,079,000	82,788,100	(31,030,400)
	(SM)	267,100	265,300	265,300	262,800	(2,500)
Private Hospitals (Approp)	(TF)	884,800	884,800	884,800	884,800	-
	(SM)	50,396,700	55,210,800	41,863,600	33,307,900	(21,902,900)
Total³	(TF)	166,931,900	184,158,400	139,438,700	112,147,800	(72,010,600)

Net GF Revenue	95,132,700	95,431,500	92,753,300	74,015,600
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Total Federal Expense	116,535,200	128,947,600	97,575,100	78,839,900
Federal Allotment ⁸	116,535,200	97,575,100	97,575,100	78,839,900
Federal Allotment Variance ⁹	-	(31,372,500)	-	-

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 (69.81% in FFY19; 70.02% in FFY20; 70.30% in FFY21)
- 4) FY19 Actual Expenditures include planned administrative adjustments and do not include prior year reconciliations, therefore, do not tie to AFIS for FY19. Additionally, the SM for ASH and MIHS is CPE and therefore does not flow through AFIS.
- 5) FY20 Appropriation based on Laws 2019, Chapter 270, Section 15 and Laws 2019, Chapter 263, 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) FFY19 DSH Allotment is preliminary from CMS (Fed Reg V84, N28, February 11, 2019). FFY20 and FFY21 DSH Allotments based on proposed national allotment reductions in current law and assume that AZ experiences proportional allotment reductions to CMS estimated FY18 reduction proposal.
- 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: 1 DISPRO SHARE

Program:	SLI Disproportionate Share Payments	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(2.5)
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:	(2.5)

Program:	SLI Disproportionate Share Payments	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	2.5
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:	2.5

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 DISPRO SHARE Voluntary

Program: SLI Disproportionate Share Payments Voluntary Match	Calculated ERE:	\$0.00
Fund: HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(28,694.3)
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:	(28,694.3)

Program: SLI Disproportionate Share Payments Voluntary Match	Calculated ERE:	\$0.00
Fund: HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(12,285.9)
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:	(12,285.9)

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) required, 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 2020, the legislature appropriated the voluntary GME in the amount of \$293,607,800 Total Fund (\$88,581,500 State Match – Locally Funded). AHCCCS is projecting \$337,614,500 Total Fund (\$101,394,100 State Match – Locally Funded) for FY 2021. See the table that follows for detail by hospital, fund, and GME year.

The FY21 projection is based on the GME Year 2019 spending plan with 20 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. 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.

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 2021 request is based on the blended FMAP for SFY 2020 of 69.97% (25% at the FFY 2019 FMAP of 69.81% and 75% at the FFY 2020 FMAP of 70.02%).

The FY 2020 appropriation includes General Fund Appropriations for GME for the first time since FY 2010. In order to increase GME payments for hospitals located in health professional shortage areas, \$9,943,700 Total Fund (\$3,000,000 GF) was appropriated. Due to the necessary steps to implement a new GME program, AHCCCS does not anticipate spending this amount in FY20.

AHCCCS was also appropriated \$750,000 General Fund in one-time funding for community health centers for provider shortages in Northern Arizona.

PROPOSED SOLUTION:

Increase the Graduate Medical Education - Voluntary Match appropriation line by \$44,006,700 Total Fund (\$12,812,600 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 2021.

AHCCCS proposes that the \$9,943,700 Total Fund (\$3,000,000 General Fund) appropriated for FY2020 for health professional shortage areas be moved into FY2021 (for the purposes of this submittal there is no new increase in funding, just continued appropriation) and then the scheduled increases in funding for this program slated for FY21 and FY22 be shifted into FY22 and FY23.

AHCCCS is including a reduction of the one-time General Fund appropriation of \$750,000 General Fund for Community Health Center GME.

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

**PAYMENTS TO HOSPITALS
GRADUATE MEDICAL EDUCATION**

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

	FY19 Actual	FY20 Rebase	FY21 Request
Abrazo Arrowhead		2,876,419	2,876,419
Abrazo Central	2,901,305	3,197,113	3,197,113
Banner Health - Boswell		641,772	641,772
Banner Health - Del Webb		305,724	305,724
Banner Health - UMC Phoenix	43,796,188	48,382,343	48,382,343
Banner Health - UMC South	18,431,794	26,394,075	26,394,075
Banner Health - UMC Tucson	64,999,201	70,577,480	70,577,480
John C. Lincoln North	1,474,938	1,608,902	1,608,902
Canyon Vista MC	2,480,750	3,134,364	3,134,364
HonorHealth Rehab		1,906,044	1,906,044
Kingman Regional Medical Center	3,261,875	3,654,536	3,654,536
Maricopa Medical Center	56,966,637	55,288,295	55,288,295
Mountain Vista MC	6,767,313	7,921,224	7,921,224
Phoenix Children's Hospital	69,060,330	43,380,774	43,380,774
Scottsdale Healthcare - Osborn	2,784,527	3,277,967	3,277,967
Scottsdale Healthcare - Shea	848,025	867,451	867,451
Scottsdale Healthcare - Thompson	1,493,309	3,103,356	3,103,356
St. Joseph's Hospital & Medical Ctr.	49,582,515	48,633,143	48,633,143
Tucson Medical Center	7,624,058	9,484,798	9,484,798
Yuma Regional Medical Center	2,668,203	2,978,696	2,978,696
	335,140,967	337,614,477	337,614,477
Federal	233,449,717	235,756,189	236,220,409
State	101,691,250	101,858,288	101,394,068
	335,140,967	337,614,477	337,614,477
GME Year 2017	41,533,193	-	-
GME Year 2018	293,607,775	-	-
GME Year 2019	-	337,614,477	-
GME Year 2020	-	-	337,614,477
	335,140,967	337,614,477	337,614,477

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2021 BUDGET
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

	FY2019 Actual	FY2020 Approp	FY2020 Rebase	FY2021 Request	FY2021 Inc./(Dec.)
Voluntary GME:					
State and Local Match	101,691,250	88,581,500	101,858,300	101,394,100	12,812,600
Federal Funds	233,449,717	205,026,300	235,756,200	236,220,400	31,194,100
Total Voluntary GME	<u>335,140,967</u>	<u>293,607,800</u>	<u>337,614,500</u>	<u>337,614,500</u>	<u>44,006,700</u>
Health Professional Shortage GME:					
General Fund	-	3,000,000	-	3,000,000	-
Federal Funds	-	6,943,700	-	6,943,700	-
Total HPS GME	<u>-</u>	<u>9,943,700</u>	<u>-</u>	<u>9,943,700</u>	<u>-</u>
Community Health Center GME:					
General Fund	-	750,000	750,000	-	(750,000)
Total GME:					
General Fund	-	3,750,000	750,000	3,000,000	(750,000)
State and Local Match (IGA)	101,691,250	88,581,500	101,858,300	101,394,100	12,812,600
Federal Funds	233,449,717	211,970,000	235,756,200	243,164,100	31,194,100
Total GME	<u>335,140,967</u>	<u>304,301,500</u>	<u>338,364,500</u>	<u>347,558,200</u>	<u>43,256,700</u>
Effective FMAP	69.66%	69.83%	69.83%	69.97%	

Notes:

- 1) The FY 2019 Actual payments include payments associated with GME years 2017 and 2018.
- 2) The FY 2020 Rebase includes the 2019 GME Plan.
- 3) The FY 2021 Request is based on the 2019 GME plan.
- 4) Actual GME amounts for FY 2020 and FY 2021 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 2021 amount will be based on the blended SFY 2020 FMAP.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 GME

Program:	SLI Graduate Medical Education	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(750.0)
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:	(750.0)

Program:	SLI Graduate Medical Education	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	31,194.1
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:	31,194.1

Program:	SLI Graduate Medical Education	Calculated ERE:	\$0.00
Fund:	HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	GME
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Travel In-State	0.0	
Travel Out-of-State	0.0	
Food	0.0	
Aid to Organizations & Individuals	12,812.6	
Other Operating Expenditures	0.0	
Equipment	0.0	
Capital Outlay	0.0	
Debt Services	0.0	
Cost Allocation	0.0	
Transfers	0.0	
	0.0	
Program / Fund Total:	12,812.6	

RURAL HOSPITALS APPROPRIATION

RURAL HOSPITALS APPROPRIATION

For FY20, AHCCCS was appropriated \$28,612,400 Total Fund (\$8,578,000 General Fund) for Rural Hospitals. This appropriation includes funding for the Critical Access Hospital and the Rural Hospital Reimbursement programs. In FY21, AHCCCS requests a General Fund decrease of \$80,100 and a Federal Funds increase of \$80,100 for a net zero total fund change within the Rural Hospitals and Critical Access Hospitals appropriations. This change is due to an anticipated increase in the Federal Medical Assistance Percentage (FMAP). The tables below show the requested amounts by component.

CRITICAL ACCESS HOSPITAL PROGRAM

	FY 2019 Actual	FY 2020 Appropriation	FY 2020 Rebase	FY 2021 Request	FY 2021 Increase/(Decrease)
General Funds	4,967,553	4,933,000	4,933,000	4,886,900	(46,100)
Federal Funds	11,486,747	11,521,300	11,521,300	11,567,400	46,100
Total Funds	16,454,300	16,454,300	16,454,300	16,454,300	-
FMAP	69.81%	70.02%	70.02%	70.30%	

RURAL HOSPITAL REIMBURSEMENT PROGRAM

	FY 2019 Actual	FY 2020 Appropriation	FY 2020 Rebase	FY 2021 Request	FY 2021 Increase/(Decrease)
General Funds	3,670,530	3,645,000	3,645,000	3,611,000	(34,000)
Federal Funds	8,487,570	8,513,100	8,513,100	8,547,100	34,000
Total Funds	12,158,100	12,158,100	12,158,100	12,158,100	-
FMAP	69.81%	70.02%	70.02%	70.30%	

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 2019, 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 2020, the Critical Access Hospital allocation is \$16,454,300 Total Fund (\$4,933,000 General Fund) with the federal share based on the FFY 2020 FMAP of 70.02%. For FFY 2021, AHCCCS is assuming the FMAP increases to 70.30% based on FFIS estimates (Issue Brief 19-11, March 27, 2019)

Proposed solution to the problem:

Decrease the General Fund for FY 2021 by \$46,100 to \$4,886,900 and increase Federal Expenditure authority by \$46,100 to \$11,567,400.

Impact of not funding this issue:

If this funding adjustment is not made, there will be a General Fund surplus of \$46,100 in this budget line.

RURAL HOSPITALS APPROPRIATION

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.

RURAL HOSPITALS APPROPRIATION

For FY 2020, the Rural Hospital Reimbursement allocation is \$12,158,100 Total Fund (\$3,645,000 General Fund) with the federal share based on the FFY 2020 FMAP of 70.02%. For FFY 2021, AHCCCS is assuming the FMAP increases to 70.30% based on FFIS estimates (Issue Brief 19-11, March 27, 2019)

Proposed solution to the problem:

Increase the General Fund for FY 2021 by \$34,000 to \$3,611,000 and increase Federal Expenditure authority by \$34,000 to \$8,547,100.

Impact of not funding this issue:

If this funding adjustment is not made, there will be a General Fund surplus of \$34,000 in this budget line.

STATUTORY AUTHORITY:

A.R.S. § 36-2905.02

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
RURAL HOSPITALS APPROPRIATION**

	<u>FY19 Actual</u>	<u>FY20 Approp</u>	<u>FY21 Request</u>	<u>FY21 Inc/(Dec)</u>
Critical Access Hospitals				
General Fund	4,967,553	4,933,000	4,886,900	(46,100)
Federal Funds	11,486,747	11,521,300	11,567,400	46,100
Total Funds	<u>16,454,300</u>	<u>16,454,300</u>	<u>16,454,300</u>	-
Rural Hospital Reimbursement				
General Fund	3,670,530	3,645,000	3,611,000	(34,000)
Federal Funds	8,487,570	8,513,100	8,547,100	34,000
Total Funds	<u>12,158,100</u>	<u>12,158,100</u>	<u>12,158,100</u>	-
Rural Hospitals Appropriation				
General Fund	8,638,083	8,578,000	8,497,900	(80,100)
Federal Funds	19,974,316	20,034,400	20,114,500	80,100
Total Funds	<u>28,612,400</u>	<u>28,612,400</u>	<u>28,612,400</u>	-

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 RHR

Program:	SLI Rural Hospital Reimbursement	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(34.0)
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:	<u>(34.0)</u>

Program:	SLI Rural Hospital Reimbursement	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	34.0
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:	<u>34.0</u>

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 CAH

Program: Critical Access Hospitals	Calculated ERE:	\$0.00
Fund: AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(46.1)
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:	(46.1)

Program: Critical Access Hospitals	Calculated ERE:	\$0.00
Fund: HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	46.1
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:	46.1

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>

TARGETED INVESTMENTS PROGRAM

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 \(HB2704\)](#)

TARGETED INVESTMENTS PROGRAM

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 2018 amounts paid in SFY 2019 and the FFY 2019 amounts will be paid in SFY 2020. 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 a decrease of \$20,000,000 Total Fund, including \$6,375,700 DSRIP Fund State Match in FY 2021. The DSRIP Fund and associated federal expenditures are continuously appropriated. See Table A below.

Table A. Decision Package

	SFY 19 Actual	SFY 20 Approp	SFY 20 Estim.	SFY 21 Request	SFY 21 Increase/ (Decrease)
DSRIP Fund	15,957,875	28,062,400	28,062,400	21,686,700	(6,375,700)
Federal Funds	49,945,588	61,937,600	61,937,600	48,313,300	(13,624,300)
Total Funds	65,903,463	90,000,000	90,000,000	70,000,000	(20,000,000)

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION



TARGETED INVESTMENTS PROGRAM

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:						
	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

Performance Measures to quantify the success of the solution:

AHCCCS is still working with CMS on performances measures for this project, but below are examples of measures under consideration:

- Increase the % of newly-enrolled CMDP 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 2021 BUDGET
TARGETED INVESTMENTS PROGRAM**

	SFY 19 Actual	SFY 20 Approp	SFY 20 Estim.	SFY 21 Request	SFY 21 Increase/ (Decrease)
DSRIP Fund	15,957,875	28,062,400	28,062,400	21,686,700	(6,375,700)
Federal Funds	49,945,588	61,937,600	61,937,600	48,313,300	(13,624,300)
Total Funds	65,903,463	90,000,000	90,000,000	70,000,000	(20,000,000)

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. FFY19 Amount will pay in SFY20. FFY20 Amount will pay in SFY21.
3. Funding includes both programmatic and administrative components.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Targeted Investments

Program:	Targeted Investments Program	Calculated ERE:	\$0.00
Fund:	HC2130-N Delivery System Reform Incentive Payment Fund(Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(20,000.0)
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:	(20,000.0)

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, and sufficient CHIP allotment for FFY 2020 and FFY 2021

In FY 2021, AHCCCS requests a decrease of \$683,605 Total Fund over the FY 2020 allocation. This includes increases of \$11,621,901 General Fund and \$285,800 Local Match (APSI), and a decrease of \$12,591,307 in the CHIP Federal fund.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
CHILDREN'S HEALTH INSURANCE PROGRAM					
TABLE A - KIDSCARE					
	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	-	7,523,800	5,989,810	19,145,701	11,621,901
Local Match (APSI)	-	76,300	311,400	362,100	285,800
Subtotal State Match	-	7,600,100	6,301,210	19,507,801	11,907,701
CHIP - Title XXI Federal	71,638,259	98,916,200	79,724,560	86,324,893	(12,591,307)
Subtotal Federal Funding	71,638,259	98,916,200	79,724,560	86,324,893	(12,591,307)
Grand Total	71,638,259	106,516,300	86,025,771	105,832,695	(683,605)

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 2019, 33,411 children were enrolled in KidsCare. By June 2020, AHCCCS anticipates 37,977 members and by June 2021 43,594 members. This analysis is based on ARIMA forecasting modeling that was developed.

SFY 2020	
	Members
7/1/2019	33353
8/1/2019	33828
9/1/2019	34223
10/1/2019	34644
11/1/2019	35044
12/1/2019	35449
1/1/2020	35858
2/1/2020	36272
3/1/2020	36691
4/1/2020	37115
5/1/2020	37544
6/1/2020	37977
7/1/2020	38416

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 SFY19 with estimated premiums for SFY20 are shown in the following table.

SFY	Premiums Paid
SFY17 Actual	\$4,549,700
SFY18 Actual	\$6,761,700
SFY19 Actual	\$8,633,259
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 an average 4.67% from CYE 19 to CYE 20.

KidsCare Capitation Rates					
Group	10/1/2018	7/1/2019	10/1/2019	Jul.2019–Oct.2019 % Change	Oct. to Oct. % Change
Age <1	568.76	582.98	587.47	0.7%	3.2%
Age 1-20	178.66	183.13	187.46	2.4%	4.9%
Births	5,862.21	6,008.76	6,207.72	3.3%	5.9%
Crisis RBHA	4.76	4.88	1.74	-64.34%	-63.4%

ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below.

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for [Program Name] is \$1,080,300 Total Fund (\$599,200 General Fund).

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 \$256,400 Total Fund and \$54,185 General Fund FY 2020; for FY 2021 \$260,200 Total Fund and \$54,606 General Fund.

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 90.51%.

FFY	Period	Enhanced
2019	October 18 – September 19	100.00%
2020	October 19 – September 20	90.51%
2021	October 20 – September 21	79.21%

PROPOSED SOLUTION TO THE PROBLEM:

AHCCCS requires a decrease of \$683,605 Total Fund in FY 2021. This includes increases of \$11,621,901 General Fund and \$285,800 Local Match (APSI), and a decrease of \$12,591,307 in the CHIP Federal fund.

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
TABLE A - KIDSCARE**

	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	-	7,523,800	5,989,810	19,145,701	11,621,901
Local Match (APSI)	-	76,300	311,400	362,100	285,800
Subtotal State Match	-	7,600,100	6,301,210	19,507,801	11,907,701
CHIP - Title XXI Federal	71,638,259	98,916,200	79,724,560	86,324,893	(12,591,307)
Subtotal Federal Funding	71,638,259	98,916,200	79,724,560	86,324,893	(12,591,307)
Grand Total	71,638,259	106,516,300	86,025,771	105,832,695	(683,605)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 KidsCare

Program:	Children's Health Insurance Program Services	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	11,621.9
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:	11,621.9

Program:	Children's Health Insurance Program Services	Calculated ERE:	\$0.00
Fund:	HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(12,591.3)
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:	(12,591.3)

Program:	Children's Health Insurance Program Services	Calculated ERE:	\$0.00
Fund:	HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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 KidsCare

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	285.8
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:	<u>285.8</u>

AFFORDABLE CARE ACT

MEDICAID ELIGIBILITY EXPANSION – NEWLY ELIGIBLE ADULTS

DESCRIPTION OF THE PROBLEM:

AHCCCS is requesting an increase of \$66,364,800 in Total Funds, and an increase of \$13,877,500 in State Match (\$12,179,000 SM from Hospital Assessment and \$444,600 from Political Subdivision/APSI and \$1,253,900 in General Fund) for the ACA Newly Eligible Adult population over the FY 2020 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 2020 costs are estimated at \$543,754,800 Total Fund (\$38,373,800 SM from Hospital Assessment, \$589,900 from Political Subdivisions/APSI, and \$5,305,200 from General Fund). For SFY 2021, the cost of this program is estimated at \$593,383,600 Total Fund (\$49,568,000 SM from Hospital Assessment, \$624,500 from Political Subdivisions/APSI, and \$6,647,300 from General Fund).

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 FY21 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 percentagewise based on the percentage that each program represented of total birth for SFY 2019.
- 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 2019 through March 2019. The average IHS Facility rate of \$539.42 is increased by 7.59%, the weighted inpatient/outpatient IHS Facility inflation rate, in January of FY 2020 and FY 2021. The average Non-Facility rate of \$307.58 is increased by 2.93% in October FY 2020 and 2021; this is based on the weighted inpatient/outpatient Prop. 204 IHS Non-Facility inflation rates for Prop. 204.
- 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 2019 (YTD) of \$10.34 inflated by 3.8% (CYE20 overall ACC Capitation rate increase) in October 2019 to \$10.73 and then by an additional 3.8% to \$11.14 in October 2020.

Capitation Rates

Overall Acute Capitation rates for CYE 2020 are increasing by 3.8% over the blended rates for CYE 2019 that took effect January 1, 2019. CYE 2020 capitation rates were developed as a rate update from the previously submitted CYE 2019 capitation rates.

Primary drivers of the CYE 2020 rates include:

1. Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for an increase of 0.2%.
2. Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
3. Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of (0.2%).
4. Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rate to reflect the costs to administer and manage the program account for an increase of 0.3%.
5. APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of (0.5%).
6. Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.4%.

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 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.

ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the following table.

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION**



Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for Newly Eligible Adults is \$8,050,500 Total Fund (\$805,000 General Fund).

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 2017 paid in SFY 2019 was \$25M. The projected reconciliation amounts for CYE 2018 to be paid in SFY 2020 and CYE 2019 to be paid in SFY 2021 are \$35M in each year. The resulting total fee-for-services estimates for the NEA FQHC Recon are \$1,396,300 Total Fund (\$97,700 GF) for FY 2020 and \$1,416,800 (\$141,700 GF) for FY 2021.

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 an increase of \$66,364,800 in Total Funds, and an increase of \$13,877,500 in State Match (\$12,179,000 SM from Hospital Assessment, \$444,600 from Political Subdivision/APSI, and \$1,253,900 in General Fund) for the ACA Newly Eligible Adult population over the FY 2020 Appropriation.

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION**



ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
NEWLY ELIGIBLE ADULTS MEDICAID SERVICES					
NEWLY ELIGIBLE ADULTS ALL EXPENDITURES					
	FY 2019	FY 2020	FY 2020	FY 2021	FY 2021
	Actual	Allocation	Rebase	Request	Inc/(Dec)
General Fund	5,111,800	5,393,400	5,305,200	6,647,300	1,253,900
Local Match (APSI)	123,800	179,900	589,900	624,500	444,600
Hospital Assessment	26,272,900	37,389,000	38,373,800	49,568,000	12,179,000
Subtotal State Match	31,508,500	42,962,300	44,268,900	56,839,800	13,877,500
Federal Title XIX	473,388,000	484,056,500	499,485,900	536,543,800	52,487,300
Subtotal Federal Funding	473,388,000	484,056,500	499,485,900	536,543,800	52,487,300
Grand Total	504,896,500	527,018,800	543,754,800	593,383,600	66,364,800

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 2021 DECISION PACKAGE SUMMARY
 TABLE A**

	<u>FY20 Approp</u>	<u>FY21 Request</u>	<u>FY21 Inc/(Dec)</u>
General Fund	5,393,400	6,647,300	1,253,900
Hospital Assessment	37,389,000	49,568,000	12,179,000
Local Match (APSI)	179,900	624,500	444,600
Federal Funds	484,056,500	536,543,800	52,487,300
Total Funds	527,018,800	593,383,600	66,364,800

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
NEWLY ELIGIBLE ADULTS MEDICAID SERVICES
NEWLY ELIGIBLE ADULTS ALL EXPENDITURES**

	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	5,111,800	5,393,400	5,305,200	6,647,300	1,253,900
Local Match (APSI)	123,800	179,900	589,900	624,500	444,600
Hospital Assessment	26,272,900	37,389,000	38,373,800	49,568,000	12,179,000
Subtotal State Match	31,508,500	42,962,300	44,268,900	56,839,800	13,877,500
Federal Title XIX	473,388,000	484,056,500	499,485,900	536,543,800	52,487,300
Subtotal Federal Funding	473,388,000	484,056,500	499,485,900	536,543,800	52,487,300
Grand Total	504,896,500	527,018,800	543,754,800	593,383,600	66,364,800

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 ACA NEA

Program:	ACA Expansion	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	1,253.9
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:	<u>1,253.9</u>

Program:	ACA Expansion	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	52,487.3
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>52,487.3</u>

Program:	ACA Expansion	Calculated ERE:	\$0.00
Fund:	HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 ACA NEA

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	444.6
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:	444.6

Program: ACA Expansion	Calculated ERE:	\$0.00
Fund: HC2576-N Hospital Assessment (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	12,179.0
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:	12,179.0

Issue: 1 SUDS Fund Technical Adjustment

Program: SLI Substance Use Disorder Services	Calculated ERE:	\$0.00
Fund: HC2325-N Substance Use Disorder Services Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(4,591.5)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 SUDS Fund Technical Adjustment

Transfers	<u>0.0</u>
Program / Fund Total:	(4,591.5)

ALTCS SERVICES APPROPRIATION

ARIZONA LONG TERM CARE SYSTEM APPROPRIATION

For FY 2020, AHCCCS was appropriated \$1,642,692,900 Total Fund for ALTCS Services. This appropriation includes funding for the ALTCS EPD lump sum and ALTCS Medicare Part D Clawback subprograms. In FY 2021, AHCCCS requests a Total Fund increase of \$396,356,900 (General Fund increase of \$62,901,900; County Fund increase of \$51,941,300; APSI \$1,150,900; and a Federal Fund increase of \$280,362,800).

ARIZONA LONG-TERM CARE SYSTEM EPD LUMP SUM

Description of the Problem:

AHCCCS is requesting an increase for FY 2021 over the FY 2020 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 passage of Proposition 206. In FY 2021, AHCCCS requires an additional \$396,356,900 in Total Funds (\$115,994,100 increase in State Match). The General Fund portion of state match increased by \$62,901,900. The SFY 2021 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).

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

ALTCS SERVICES APPROPRIATION

	SFY2019 Actual	SFY2020 Approp	SFY2020 Rebase	SFY2021 Request	SFY2021 Inc/Dec
General	\$196,449,400	\$214,234,600	\$247,299,600	\$277,136,500	\$62,901,900
PDR State	\$7,441,300	\$7,578,400	\$7,578,400	\$7,578,400	\$0
County	\$290,276,100	\$265,709,200	\$306,718,900	\$317,650,500	\$51,941,300
Political Sub Contrib (inc APSI)		\$0	\$989,800	\$1,150,900	\$1,150,900
Subtotal SM	\$494,166,800	\$487,522,200	\$562,586,700	\$603,516,300	\$115,994,100
PDR FF	\$33,346,728	\$36,422,000	\$36,422,000	\$36,422,000	\$0
Federal	\$1,126,530,572	\$1,118,748,700	\$1,288,745,700	\$1,399,111,500	\$280,362,800
Subtotal FM	\$1,159,877,300	\$1,155,170,700	\$1,325,167,700	\$1,435,533,500	\$280,362,800
Total	\$1,654,044,100	\$1,642,692,900	\$1,887,754,400	\$2,039,049,800	\$396,356,900

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, 2019 Arizona population numbers from EPS, Arizona counties qualified for a total of \$19,945,376 as a result of the per capita circuit breaker in FY21, compared with \$15,917,500 in FY20. The benefit from the per capita cap circuit breaker to Maricopa County increased by 56.8% from \$8,762,000 in FY20 to \$13,740,162 in FY21.

At the time of this budget submittal, the most recent population figures approved by EPS were for July 1, 2019.

MEMBER GROWTH

A description of the methodology used in the SFY2021 request follows:

Demographic growth is expected in both FY 2020 and FY 2021 due to population growth and an aging population. The following table presents ALTCS member month growth for FY 2018 through FY 2021. FY 2018 and FY 2019 figures are actuals.

	Caseload Growth - August 2019 Projections					
	EPD		Tribal		Total	
SFY	Y-o-Y	J-o-J	Y-o-Y	J-o-J	Y-o-Y	J-o-J
2018	2.09%	2.19%	-0.09%	0.2%	1.90%	2.01%
2019	4.96%	5.47%	4.68%	5.07%	4.94%	5.44%
2020	3.50%	4.40%	3.97%	4.51%	3.67%	4.41%
2021	3.06%	3.42%	4.37%	4.79%	3.90%	3.54%

AHCCCS estimates that there will be modest growth in the ALTCS population in FY 2020 and FY 2021. For the EPD and Tribal Case Management populations, the growth rate forecasts are based on ARIMA forecasting models incorporating seasonality shifts.

CAPITATION RATES

On October 1, 2019, ALTCS rates will increase for the new contract year based on the new RFP (see Attachment A). Overall, the CYE 2020 rates represent an approximate increase of 6.9% (700 basis points) over the CYE 2019 rates that took effect January 1, 2019.

Primary drivers of the CYE 2020 ALTCS rate increase include:

- Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for an increase of 0.2%.
- Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
- Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of (0.2%).
- Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rate to reflect the costs to administer and manage the program account for an increase of 0.3%.
- APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of (0.5%).
- Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.4%.

Pharmacy Reimbursement Savings

In recognition that pharmacy costs are a significant driver of overall medical expense trends, AHCCCS analyzed pharmacy reimbursement by MCO to determine if savings is achievable. Based on this analysis, AHCCCS determined that MCO pharmacy reimbursement is on average greater than reimbursement would be under the AHCCCS Fee-for-Service program. AHCCCS estimates that revaluing encounters to the lesser of Health Plan Paid amounts or the AHCCCS FFS repriced amounts would result in annual savings of \$68.2 million or 5.6% of pharmacy spend for Federal Fiscal Year (FFY) 2018 across all programs. AHCCCS MCOs should reasonably be able to achieve pharmacy pricing that is at or near that achieved by the AHCCCS FFS program and so AHCCCS has assumed pharmacy savings in the CYE 2020 capitation rates. Recognizing that the full savings amount may not be reasonably achievable in a single year, only 33% of the total estimated potential savings has been assumed. Based on continued analysis, further adjustments may be made to phase-in larger savings amounts in subsequent contract periods. The impact on overall AHCCCS capitation rates is a decrease of approximately (0.2%).

Removal of Access to Professional Services Initiative

In CYE 2018 and 2019, funding for APSI was included in capitation rates in order to provide a uniform percentage increase of 40% to otherwise contracted rates for qualified practitioners for all claims for which AHCCCS was the primary payer. This initiative is funded by Intergovernmental Transfers (IGTs), as permitted by Arizona law, and includes no State General Fund (GF). The rate increase was intended to supplement, not supplant payments to eligible providers. Beginning CYE 2020, APSI will no longer be included in capitation rates and will instead be paid on a lump sum payment basis, outside of capitation. The removal of this component results in a decrease of (0.5%).

Administration, Care Management, and Case Management

Across all programs, the adjustment of rates to address the costs to administer the programs and manage care for enrollees accounts for an increase of 0.3%. Specific items are described further in the program information summarized below.

Other Factors

AHCCCS makes adjustments to provider rates based on access to care issues, when rates are tied to Medicare, and for legislative mandates. The impact on overall AHCCCS capitation rates from these fee schedule adjustments is an increase of 0.2%. AHCCCS also revised the criteria for its Differential Adjusted Payments (DAP) programs, resulting in an additional increase of 0.2%.

In order to ensure the actuarial soundness of capitation rates, AHCCCS estimated the financial impact of programmatic and policy changes and included corresponding adjustments to capitation rates as applicable. These items included changes to the AHCCCS preferred drug list, pharmacy rebates, and shifts in utilization associated with non-emergency transportation (NEMT) services and changes to the telehealth policy.

Changes implemented as a result of recommendations from the AHCCCS Pharmacy and Therapeutics (P&T) committee resulted in a capitation rate reduction of 0.04%.

Effective May 1, 2019, AHCCCS implemented a new Transportation Network Company (TNC) provider type that delivers NEMT services through a ride-sharing model. The TNC-specific fee schedule is lower than ordinary NEMT base rates. The projected shift in utilization of services from traditional NEMT providers to TNCs results in savings of \$2.7 million, and a (0.03%) reduction in capitation rates.

Effective October 1, 2019, AHCCCS is implementing changes to its telehealth policy in order to ensure access to care in rural and urban areas. The policy changes will remove current restrictions on the service categories for which telehealth and telemonitoring can be used and remove restrictions on the distant and originating sites of service. These changes are anticipated to increase the use of telehealth services, resulting in additional utilization associated with increased office visits, partially offset by a reduction in the use of NEMT. The estimated financial impact is a cost of \$4.4 million in CYE 2020, and a 0.05% increase in capitation rates.



FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

ALTCS SERVICES APPROPRIATION

ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below.

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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.

ALTCS SERVICES APPROPRIATION

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for Long-Term Care EPD is \$1,998,600 Total Fund (\$938,400 General Fund).

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 2019 through March 2019 for IHS non-facility claims was \$8,9340.48. This PMPM was used to estimate the first quarter of FY 2020. Thereafter, an EPD blended rate of 13.71 % was applied resulting in a PMPM of \$10,166.43, which was used for the remainder of FY 2020 and the first quarter of FY 2021. An inflation rate of 4.00% was then applied to arrive at the PMPM of \$10,573.09 used for the remainder of FY 2021. 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 outpatient/inpatient rate changes of 7.34% and 9.05% respectively, were used for CY 2019 and CY 2020 budget calculations. A weighted average of inpatient/outpatient of 8.04%% is applied to IHS PMPMs in January of each projected year.

The FFS PMPM for IHS facilities for July 2018 2019 through March 2019 was \$642.67. This PMPM was used to estimate the first two quarters of FY 2020 and then the blended DHCM developed rate of 13.71% was applied resulting in a PMPM of \$730.79 which was used for the final three quarters of FY 2020. This same inflation factor of 4.00% was applied again in October of 2020 yielding a rate of \$760.03 which was used to estimate the final three quarters of FY 2021. For further details regarding the derivation of this weighted inflation rate, see the following chart.

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

ALTCS SERVICES APPROPRIATION

IHS Facilities Inflation Factors

Historical IHS Payment Rates				Average Inflation		Programmatic Weights for IHS Inflation			
P/IP	2012	2013	% +/-		% +/-	OP/IP	Program	Weights	Weighted Inflation Fac
Rate	\$ 316.00	\$ 330.00	4.43%	2-Year Average		OP	Traditional	76.34%	5.60%
Rate	\$ 2,165.00	\$ 2,272.00	4.94%	Outpatient	7.88%	IP	Traditional	23.66%	2.14%
				Inpatient	8.34%	Total	Traditional	100.00%	7.74%
	2013	2014	% +/-	3-Year Average		OP	Proposition 204	76.15%	5.59%
Rate	\$ 330.00	\$ 342.00	3.64%	Outpatient	7.34%	IP	Proposition 204	23.85%	2.16%
Rate	\$ 2,272.00	\$ 2,413.00	6.21%	Inpatient	9.05%	Total	Proposition 204	100.00%	7.75%
	2014	2015	% +/-	4-Year Average		OP	Newly Eligible Children	85.88%	6.30%
Rate	\$ 342.00	\$ 350.00	2.34%	Outpatient	6.79%	IP	Newly Eligible Children	14.12%	1.28%
Rate	\$ 2,413.00	\$ 2,443.00	1.24%	Inpatient	8.96%	Total	Newly Eligible Children	100.00%	7.58%
	2015	2016	% +/-	5-Year Average		OP	Newly Eligible Adults	85.04%	6.24%
Rate	\$ 350.00	\$ 368.00	5.14%	Outpatient	5.90%	IP	Newly Eligible Adults	14.96%	1.35%
Rate	\$ 2,443.00	\$ 2,655.00	8.68%	Inpatient	7.42%	Total	Newly Eligible Adults	100.00%	7.59%
	2016	2017	% +/-			OP	ALTCS-EPD	58.80%	4.31%
Rate	\$ 368.00	\$ 391.00	6.25%			IP	ALTCS-EPD	41.20%	3.73%
Rate	\$ 2,655.00	\$ 2,933.00	10.47%			Total	ALTCS-EPD	100.00%	8.04%
	2017	2018	% +/-						
Rate	\$ 391.00	\$ 427.00	9.21%						
Rate	\$ 2,933.00	\$ 3,229.00	10.09%						
	2018	2019	% +/-						
Rate	\$ 427.00	\$ 455.00	6.56%						
Rate	\$ 3,229.00	\$ 3,442.00	6.60%						

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 2020 and FY 2021 were estimated using Arima Forecasting modeling.

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 2020.

It is estimated that FY 2020 reconciliations will total \$ 20,592,231 (\$6,173,531 State Match).

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

ALTCS SERVICES APPROPRIATION

RECONCILIATION	SM	FF	TF
SOC for CY19	\$ 2,099,950	\$ 4,899,898	\$ 6,999,848.00
PPC for CY19	\$ 398,042	\$ 928,763	\$ 1,326,805.02
Tiered for CY19	\$ 3,679,674	\$ 8,585,904	\$ 12,265,578.00
TOTAL	\$ 6,173,531	\$ 14,418,700	\$ 20,592,231

REINSURANCE

ALTCS Reinsurance includes High Cost Behavioral Health (HCBH), as well as transplants and other reinsurance. Expenditures for ALTCS reinsurance, excluding HCBH, for SFY 2019 were \$37,365,800.

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. The SFY 2019 average PMPM was used to develop the SFY 2020-2021 forecasts. In addition, the blended DHCM rate was used to develop SFY 2020 forecasts, and an inflation rate (4.0%) was applied to SFY 2021 forecasts.

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 \$705,400 Total Fund, consisting of \$492,600 Federal Fund and \$212,800 State Match for FY 2020 and \$715,700, consisting of \$500,800 Federal Fund and \$214,900 State Match for FY 2021.

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 2019 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 2020 and 2021 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 1.49%.
- (2) The Medicare Part B premium projected for Calendar Years 2020 and 2021 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 6.45%.

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 increase from 69.81% in FFY 2019 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 18-11 (March 23, 2019).

FFY	FMAP
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	70.02%
Oct. 2020 – Sept. 2021	70.30%

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 2021, 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.

	FY2019 Actual	FY2020 Allocation	FY2020 Rebase	FY2021 Request	FY2021 Inc.(Dec)
AHCCCS ACUTE					
General Fund	73,535,846	75,136,100	76,141,200	80,549,100	5,413,000
AHCCCS ALTCS					
General Fund	16,395,069	19,807,700	18,599,200	19,675,900	(131,800)
County Fund	22,156,351	24,566,900	21,318,100	22,552,300	(2,014,600)
TOTAL ALTCS	38,551,420	44,374,600	39,917,300	42,228,200	(2,146,400)
DES-DD	4,101,462	4,517,800	4,246,800	4,492,600	(25,200)
Grand Total	116,188,728	124,028,500	120,305,300	127,269,900	3,241,400

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION

ALTCS SERVICES APPROPRIATION

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 FY19 Actual of 44.64% General and 55.36% County based on Appropriated split from JLBC FY20 Appropriations Report.
- 4) County/General Fund split for FY20 Allocation and FY21 Request is based on the ALTCS county model.
- 5) In FY20, 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 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Actual 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	Estimate 10/1/2020 to 12/31/2020	Estimate 1/1/2021 to 9/30/2021
Total Fund PMPM	249.93	249.93	252.98	252.98	257.88	257.91	271.34	271.34	278.90
FMAP	69.24%	69.89%	69.89%	69.81%	69.81%	70.02%	70.02%	70.30%	70.30%
State Match PMPM	76.88	75.25	76.17	76.37	77.85	77.32	81.35	80.59	82.83
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	57.66	56.44	57.13	57.28	58.39	57.99	61.01	60.44	62.12

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 adjusted growth in the PMPM going back to the program's inception is 4.33%. The annual increase for CY 2019 was 1.94%. The announced parameters that will guide the Calendar Year 2020 PMPM change reflect a projected increase of 5.21%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 19-13 (April 5, 2019) as the basis for the CY 2019 PMPM and the CY 2020 PMPM. For the CY 2021 PMPM, AHCCCS is using the average growth for the past three years of 2.79%.
- 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 2020, the first quarter FMAP is 69.81%. Effective 10/1/19 it increases to 70.02%.
- It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).
- 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 BHS percentage is now part of the AHCCCS Acute line following the Merger in FY17. The percentages are as follows:

ALTCS SERVICES APPROPRIATION

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 an ARIMA forecasting model for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 0.70% in SFY 2020 and 2.43% in SFY 2021. Using this methodology, AHCCCS is forecasting that the 168,695 full benefit dual members (billed for clawback) in June 2019 will grow to 170,606 by June 2020 and 174,860 by June 2020.

PROPOSED SOLUTION TO THE PROBLEM:

Within the ALTCS Clawback line item, AHCCCS requests a state match decrease of \$2,146,400 consisting of a General Fund decrease of \$131,800 and a County Fund decrease of \$2,014,600.

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 2021 DECISION PACKAGE
TABLE A**

	<u>FY20 Approp</u>	<u>FY20 Rebase</u>	<u>FY21 Request</u>	<u>FY21 Inc/(Dec)</u>
EPD Lump Sum				
General Fund	214,234,600	247,299,600	277,136,500	62,901,900
County Fund	265,709,200	306,718,900	317,650,500	51,941,300
PDR State	7,578,400	7,578,400	7,578,400	-
Political Sub Contrib Fund (APSI)	-	989,800	1,150,900	1,150,900
PDR Federal	36,422,000	36,422,000	36,422,000	-
Federal Funds	<u>1,118,748,700</u>	<u>1,288,745,700</u>	<u>1,399,111,500</u>	<u>280,362,800</u>
Total Funds	<u>1,642,692,900</u>	<u>1,887,754,400</u>	<u>2,039,049,800</u>	<u>396,356,900</u>
Medicare Clawback				
General Fund	19,807,700	18,599,200	19,675,900	(131,800)
County Fund	<u>24,566,900</u>	<u>21,318,100</u>	<u>22,552,300</u>	<u>(2,014,600)</u>
Total Funds	<u>44,374,600</u>	<u>39,917,300</u>	<u>42,228,200</u>	<u>(2,146,400)</u>
ALTCS Services Appropriation				
General Fund	234,042,300	265,898,800	296,812,400	62,770,100
County Fund	290,276,100	328,037,000	340,202,800	49,926,700
PDR State	7,578,400	7,578,400	7,578,400	-
Political Sub Contrib Fund (APSI)	-	989,800	1,150,900	1,150,900
PDR Federal	36,422,000	36,422,000	36,422,000	-
Federal Funds	<u>1,118,748,700</u>	<u>1,288,745,700</u>	<u>1,399,111,500</u>	<u>280,362,800</u>
Total Funds	<u>1,687,067,500</u>	<u>1,927,671,700</u>	<u>2,081,278,000</u>	<u>394,210,500</u>

Notes:

- 1) Nursing Facility Assessment is tracked in a separate subprogram

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 ALTCS Lump Sum

Program:	SLI EPD ALTCS Services	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	62,901.9
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:	62,901.9

Program:	SLI EPD ALTCS Services	Calculated ERE:	\$0.00
Fund:	HC2223-N Long Term Care System Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	280,362.8
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:	280,362.8

Program:	SLI EPD ALTCS Services	Calculated ERE:	\$0.00
Fund:	HC9691-N County Funds (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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 ALTCS Lump Sum

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	51,941.3
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: 51,941.3

Program: SLI EPD ALTCS Services	Calculated ERE:	\$0.00
Fund: HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	1,150.9
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:	1,150.9

Issue: 1 SUDS Fund Technical Adjustment

Program: SLI Substance Use Disorder Services	Calculated ERE:	\$0.00
Fund: HC2325-N Substance Use Disorder Services Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(4,591.5)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0

Funding Issue Detail

Agency:	Arizona Health Care Cost Containment System
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Issue:	1	SUDS Fund Technical Adjustment
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Transfers	0.0
Program / Fund Total:	(4,591.5)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 ALTCS Clawback

Program:	SLI Long Term Care Clawback Payments	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(131.8)
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:	(131.8)

Program:	SLI Long Term Care Clawback Payments	Calculated ERE:	\$0.00
Fund:	HC9691-N County Funds (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(2,014.6)
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:	(2,014.6)

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 SUDS Fund Technical Adjustment

Program:	SLI Substance Use Disorder Services	Calculated ERE:	\$0.00
Fund:	HC2325-N Substance Use Disorder Services Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(4,591.5)
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:	(4,591.5)

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 from \$10.50 to \$15.63. This results in increased collections of approximately \$10.8 million on an annualized basis. Half of the increase impacted FY 2017 and the fully annualized impact was realized in FY 2018.

The FY 2020 and FY 2021 estimates for revenue generation are based on the current year appropriation. No further increases are projected in FY 2021. 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 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 70.02% for an average SFY 2020 rate of 69.97%. For FY 2021 this is a blended rate of one quarter at the FFY 2020 rate of 70.02% and three quarters at the FFY 2021 rate of 70.30% for an average SFY 2021 rate of 70.23%.

**LONG TERM CARE PROGRAM
NURSING FACILITY ASSESSMENT**

FISCAL YEAR 2021
DECISION PACKAGE JUSTIFICATION



	FY 2019 Actual	FY 2020 Approp	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc.(Dec)
NF Assessment Fund State	28,030,178	\$32,989,600	\$32,989,600	\$32,989,600	\$0
NF Assessment Fund Fed	\$64,877,273	\$76,856,700	\$76,856,700	\$77,825,300	\$968,600
Total Funds	\$92,907,452	\$109,846,300	\$109,846,300	\$110,814,900	\$968,600

Proposed solution to the problem or issue:

Increase the Nursing Facility Assessment program by \$968,600 Total Fund (an increase of \$968,600 Federal Fund). This will allow for the maximum federal revenue to be drawn in.

AHCCCS requests that the footnote language allowing AHCCCS to increase the appropriation for payments in excess of the published appropriation be continued in FY 2021.

Statutory Authority:

Title 36, Chapter 29, Article 6
A.R.S. 36-2999.51 through A.R.S. 36-2999.57

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Nursing Facility Assessment

Program:	Nursing Facility Assessment	Calculated ERE:	\$0.00
Fund:	HC2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	968.6
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>968.6</u>

Issue: 1 SUDS Fund Technical Adjustment

Program:	SLI Substance Use Disorder Services	Calculated ERE:	\$0.00
Fund:	HC2325-N Substance Use Disorder Services Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(4,591.5)
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>(4,591.5)</u>

**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.

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 resulted in a shift of \$85,367,400 Total Fund (\$26,054,100 General Fund) in FY2020. For FY2021 this amount is annualized with a shift of \$28,455,800 Total Fund (\$8,684,700 General Fund)

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.

Proposed Solution

Shift funding from AHCCCS appropriations to ADES appropriations as shown below:

			AHCCCS	ADES
BHS	Traditional Cap	1000	(8,684,700)	
BHS	Traditional Cap	2120	(19,771,100)	
BHS	LTC-Pass-Through	2500		8,684,700
BHS	LTC-Pass-Through	2223		19,771,100

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 ADES DD LTC Pass-Through Base Modification

Program:	Capitation	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(8,684.7)
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:	(8,684.7)

Program:	Capitation	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(19,771.1)
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:	(19,771.1)

Program:	Programmatic Pass Through Funding	Calculated ERE:	\$0.00
Fund:	HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	ADES DD LTC Pass-Through Base Modification
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Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	8,684.7
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:	8,684.7
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Program:	Programmatic Pass Through Funding	Calculated ERE:	\$0.00
Fund:	HC2223-N Long Term Care System Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	19,771.1
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:	19,771.1

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 5.64% (based on actual activity since inception), with the remaining 94.36% 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.

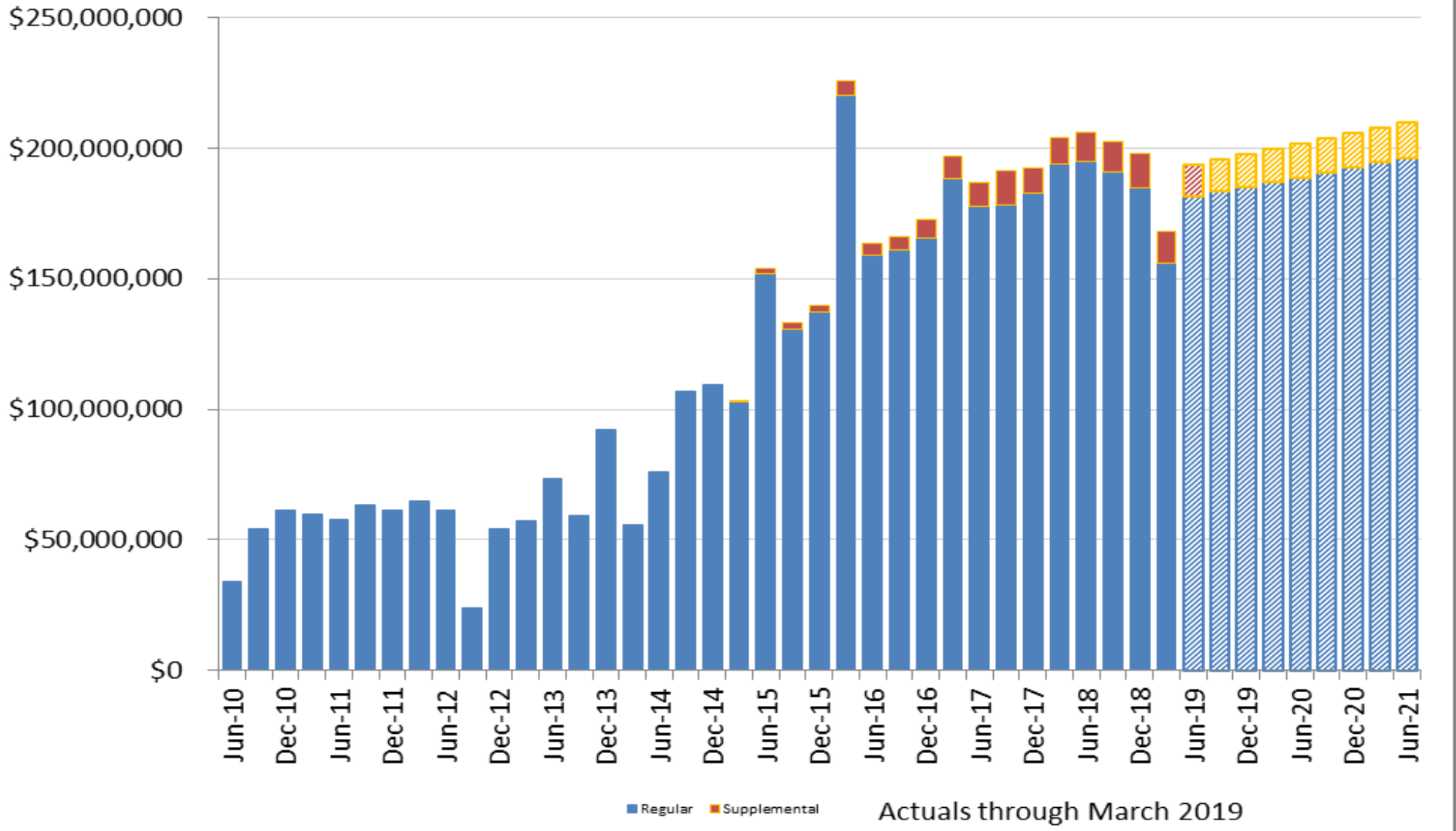
In May 2015, CMS approved a state plan amendment to allow AHCCCS to initiate supplemental drug rebate agreements with manufacturers for certain drug classes. The first supplemental drug rebate invoices went out in March 2016.

Collections Experience

Through June 2019, AHCCCS has collected nearly \$4.1 billion in Total Fund Prescription Drug Rebates since the program's inception. The collection rate, adjusted for credit balances, is approximately 99%. 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.

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 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.

Prescription Drug Rebate - Invoices



FY 2020 and FY 2021 Methodology

AHCCCS is projecting total fund collections of \$771.3 million in FY 2020 and \$814.4 million in FY 2021, as shown in the attached Table A.

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 5.64% 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 2021 Decision Package

In FY 2021, AHCCCS is estimating an increase in non-appropriated federal collections of \$43,176,700 Federal Funds, compared to the FY 2020 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 2021 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.

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 FUNDING

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 Disbursements are projected to remain at the current FY 2020 appropriated amounts. Although this amount is less than the projected annual State collections amounts, fund sweeps of \$52.6 M in FY 2019 and \$69,000,000 in FY 2020 are expected to result in lower ending balances. For FY 2021, the ending balance will increase to \$123.5 M Total Fund (\$12.3 million State share) 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 2020-2021
TABLE A**

Actual Based on CMS 64	State Savings		
	TF Savings	Fed 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
SFY19 Total	787,994,213	628,157,607	159,836,606
Grand Total	4,076,629,040	3,122,258,099	954,370,941

Invoice Date	Total Fund	Federal Share	State Share	Date of Service	Effective FMAP with ACA %
May 2019 (Note 3)	84,170,600	66,764,100	17,406,500	FFY19 Q2 (Jan-Mar 2019)	79.32%
August 2019	193,836,925	152,464,200	41,372,725	FFY19 Q3 (Apr-June 2019)	78.66%
November 2019	195,750,100	153,987,400	41,762,700	FFY19 Q4 (July-Sept 2019)	78.67%
February 2020	197,682,100	155,358,400	42,323,700	FFY20 Q1 (Oct-Dec 2019)	78.59%
May 2020 (Note 4)	99,816,700	78,662,100	21,154,600	FFY20 Q2 (Jan-Mar 2020)	78.81%
Total SFY 2020 Projection	771,256,425	607,236,200	164,020,225		

Invoice Date	Total Fund	Federal Share	State Share	Date of Service	Effective FMAP with ACA %
May 2020 (Note 4)	99,816,700	78,662,100	21,154,600	FFY20 Q2 (Jan-Mar 2020)	78.81%
August 2020	201,603,700	158,876,800	42,726,900	FFY20 Q3 (Apr-June 2020)	78.81%
November 2020	203,593,500	160,444,900	43,148,600	FFY20 Q4 (July-Sept 2020)	78.81%
February 2021	205,603,000	162,318,900	43,284,100	FFY21 Q1 (Oct-Dec 2020)	78.95%
May 2021 (Note 4)	103,816,200	81,286,200	22,530,000	FFY21 Q2 (Jan-Apr 2021)	78.30%
Total SFY 2021 Projection	814,433,100	641,588,900	172,844,200		

Notes and Assumptions:

- 1) Future collections assumes 99% collection rate.
- 2) Future fund sourcing assumes ACA rate (100% Federal return) of 5.64% (based on average since inception).
- 3) This represents approximately 50% of the May 2019 invoices which is expected to be received in SFY 2020.
- 4) While shown as a SFY 2020 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 2020, 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 2019-2021
 TABLE B**

	<u>FY19 Actual</u>	<u>FY20 Approp</u>	<u>FY20 Rebase</u>	<u>FY21 Request</u>	<u>FY21 DP</u>
Beginning Balance	(183,348,709)	NA	(125,997,600)	(68,667,000)	NA
Total Collections (Non-Approp Fund)	(787,562,826)		(771,256,400)	(814,433,100)	(43,176,700)
Total Available (BB plus Collections)	<u>(970,911,535)</u>	<u>NA</u>	<u>(897,254,000)</u>	<u>(883,100,100)</u>	<u>NA</u>
State Disbursements					
Traditional Capitation	140,158,600	140,158,600	140,158,600	140,158,600	-
ALTCS	7,578,400	7,578,400	7,578,400	7,578,400	-
Administration	445,423	2,789,700	2,789,700	2,789,700	-
Subtotal State Disbursements	<u>148,182,423</u>	<u>150,526,700</u>	<u>150,526,700</u>	<u>150,526,700</u>	<u>-</u>
Federal Disbursements					
Traditional Capitation	609,085,200	572,638,300	572,638,300	572,638,300	-
ALTCS	35,151,988	36,422,000	36,422,000	36,422,000	-
Subtotal Return of Federal Share	<u>644,237,188</u>	<u>609,060,300</u>	<u>609,060,300</u>	<u>609,060,300</u>	<u>-</u>
State Share Fund Sweep	52,600,000	69,000,000	69,000,000	-	-
Total Disbursements	<u>845,019,611</u>	<u>828,587,000</u>	<u>828,587,000</u>	<u>759,587,000</u>	<u>-</u>
Other Adjustments	(105,675)	-	-	-	-
Ending Balance	(125,997,599)	NA	(68,667,000)	(123,513,100)	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
FY20 Beginning Fund Balance (June 2019) ¹	45,537,975	80,459,624	125,997,599
Projected FY20 Collections	164,020,225	607,236,200	771,256,425
Less Unable to Utilize June Collections	<u>(21,154,600)</u>	<u>(78,662,100)</u>	<u>(99,816,700)</u>
FY20 Available to Spend in FY20	188,403,600	609,033,724	797,437,324
Fund Sweep	69,000,000	-	-
FY20 Spending Plan	<u>150,526,700</u>	<u>609,033,724</u>	<u>759,560,424</u>
Estimated FY20 Ending Balance	(9,968,500)	78,662,100	68,693,600
Projected FY21 Collections	172,844,200	641,588,900	814,433,100
Less Unable to Utilize June Collections	<u>(22,530,000)</u>	<u>(81,286,200)</u>	<u>(103,816,200)</u>
FY21 Expenditure Plan	150,526,700	609,060,300	759,587,000
FY20 Appropriation Base	150,526,700	609,060,300	759,587,000
Surplus/Shortfall to Appropriation	-	-	-
Estimated FY20 Ending Balance	12,349,000	111,190,700	123,539,700

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: 1 Prescription Drug Rebate Collections

Program: Capitation Fund: HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)	Calculated ERE: \$0.00 Uniform Allowance: \$0.00
--	---

Expenditure Categories	FY 2021
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	(43,176.7)
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:	(43,176.7)

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		FY19 Actual	FY20 Approp/Est	FY21 Request	FY21 DP
DES DD	2500	517,884,500	604,477,400	667,077,400	62,600,000
	2223	1,074,204,800	1,277,015,200	1,427,815,200	150,800,000
	TF	1,592,089,300	1,881,492,600	2,094,892,600	213,400,000

STATUTORY AUTHORITY

A.R.S. §41-1954.

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
FY2019-FY2021
PROGRAMMATIC PASS-THROUGH LINES**

ACUTE - 3010		<u>FY19 Actual</u>	<u>FY20 Approp/Est</u>	<u>FY21 Request</u>	<u>FY21 DP</u>
DOC/Counties/JDOC	2500	7,826,865	7,826,900	7,826,900	-
DCS Case Management	2500	3,569,117	3,569,100	3,569,100	
Trauma Centers	2494	24,227,729	24,227,700	24,227,700	-
MNA Transfers Out	1306	700,000	700,000	700,000	-
DHS ASIIS	2120	106,962	107,000	107,000	-
Tobacco Cessation	2500	238,628	238,600	238,600	-
HIT EHR Incentive Payments	2120	10,921,796	10,921,800	10,921,800	-
Acute TPL	3791	937,003	937,000	937,000	-
Total Acute - 3010					
	2500	8,065,493	8,065,500	8,065,500	-
	1306	700,000	700,000	700,000	-
	2494	24,227,729	24,227,700	24,227,700	-
	3791	937,003	937,000	937,000	-
	2120	<u>11,028,758</u>	<u>11,028,800</u>	<u>11,028,800</u>	-
	TF	<u>44,958,982</u>	<u>44,959,000</u>	<u>44,959,000</u>	-

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 DDD - LTC Pass Through

Program: Programmatic Pass Through Funding	Calculated ERE:	\$0.00
Fund: HC2500-N IGA and ISA Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	62,600.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>62,600.0</u>

Program: Programmatic Pass Through Funding	Calculated ERE:	\$0.00
Fund: HC2223-N Long Term Care System Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	150,800.0
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>150,800.0</u>

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 SFY2019 reconciliation payment of \$21,142,900 was for SFY2016. The SFY2020 reconciliation payment estimate of \$22,814,000 is for SFY2017 and the SFY2021 estimate of \$24,617,200 is for SFY2018.

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.

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.

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 2021
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.

METHODOLOGY

Expenditures in all four categories (DSC, DSC TPA, Reconciliation, and MAC) are forecasted by inflating the FY19 actual expenditures by the actual increase from FY19 over FY18. The expenditure flows by quarter are based on an average of the FY18 and FY19 experience.

	FY 2019 <u>Actual</u>	FY 2020 <u>Rebase</u>	FY 2021 <u>Request</u>	FY 2021 <u>Change</u>
Direct Service	30,286,214	34,479,400	39,253,100	4,773,700
TPA Fee	2,956,328	3,581,300	4,338,400	757,100
Reconciliation Pymnts	21,142,912	22,814,000	24,617,200	1,803,200
DSC Total	<u>54,385,453</u>	<u>60,874,700</u>	<u>68,208,700</u>	<u>7,334,000</u>
MAC	<u>6,829,625</u>	<u>9,163,800</u>	<u>12,295,700</u>	<u>3,131,900</u>
MAC Total	<u>6,829,625</u>	<u>9,163,800</u>	<u>12,295,700</u>	<u>3,131,900</u>
Total	<u><u>61,215,078</u></u>	<u><u>70,038,500</u></u>	<u><u>80,504,400</u></u>	<u><u>10,465,900</u></u>

SCHOOL BASED SERVICES - FY 2021 REQUEST

The school based services programs are expected to require \$10,465,900 more in federal authority compared to the rebased FY2020 estimate. This is a non-appropriated program that utilizes continuously appropriated funding.

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 2021 Budget Submittal
School Based Services Program**

	<u>FY 2019 Actual</u>	<u>FY 2020 Rebase</u>	<u>FY 2021 Request</u>	<u>FY 2021 Change</u>
Direct Service	30,286,214	34,479,400	39,253,100	4,773,700
TPA Fee	2,956,328	3,581,300	4,338,400	757,100
Reconciliation Pymnts	21,142,912	22,814,000	24,617,200	1,803,200
DSC Total	54,385,453	60,874,700	68,208,700	7,334,000
MAC	6,829,625	9,163,800	12,295,700	3,131,900
MAC Total	6,829,625	9,163,800	12,295,700	3,131,900
Total	61,215,078	70,038,500	80,504,400	10,465,900

Notes:

1. Budget is federal funds only.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 School Based Services

Program: Medicaid in the Public Schools	Calculated ERE: \$0.00
Fund: HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance: \$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	3,131.9
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	7,334.0
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:	10,465.9

SUBSTANCE USE DISORDER SERVICES FUND

PROGRAM DESCRIPTION:

The Substance Use Disorder Services Fund ensures that uninsured or underinsured Arizonans have better access to increased treatment resources.

In a Special Session of the Legislature, members of the Arizona House and Senate Legislature unanimously passed the Arizona Opioid Epidemic Act, which was signed into law on January 26, 2018.

\$10M of General Fund monies have been appropriated to the Substance Use Disorder Services Fund to spend for 2018 through 2020. With interest earned, the projected total spend is estimated to be \$10,147,200.

Expenditures by Fiscal Year:

SFY 2018	\$	248,000
SFY 2019	\$	5,307,700
SFY 2020	\$	<u>4,591,500</u>
	\$	10,147,200

The appropriation will be fully expended in SFY 2020, therefore, a technical decision package to reduce the FY20 spend is included. For SFY 2021, the SUDS Fund expenditures should be reduced by \$4,591,500.

STATUTORY AUTHORITY:

A.R.S Title 36, chapter 29, article 1, section 2930.06

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 SUDS Fund Technical Adjustment

Program:	SLI Substance Use Disorder Services	Calculated ERE:	\$0.00
Fund:	HC2325-N Substance Use Disorder Services Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(4,591.5)
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:	(4,591.5)

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 took 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 SFY21 to foster children enrolled in CMDP.

COMPREHENSIVE MEDICAL AND DENTAL PLAN APPROPRIATION

Description of the Problem:

In FY 2021, AHCCCS requests a Total Fund increase of \$23,555,800 (\$6,508,100 General Fund) over the FY 2020 CMDP allocation.

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM					
COMPREHENSIVE MEDICAL AND DENTAL PROGRAM					
CMDP ALL EXPENDITURES					
	FY 2019	FY 2020	FY 2020	FY 2021	FY 2021
	Actual	Allocation	Rebase	Request	Inc/(Dec)
General Fund	54,800,100	54,297,600	58,510,100	60,805,700	6,508,100
Subtotal State Match	54,800,100	54,297,600	58,510,100	60,805,700	6,508,100
Federal Title XIX	126,975,300	126,431,900	136,350,800	143,479,600	17,047,700
Subtotal Federal Funding	126,975,300	126,431,900	136,350,800	143,479,600	17,047,700
Grand Total	181,775,400	180,729,500	194,860,900	204,285,300	23,555,800

CMDP Budget Methodology:

Member Growth

The following table shows actual and projected member months for CMDP as of June of each year for FY 2019 through FY 2021.

Fiscal Year	Total CMDP
June 2019 (actual)	13,202
June 2020 (projected)	13,197
June 2021 (projected)	13,307

Member months are forecast based on ARIMA analysis.

CMDP Rates

The changes in rates for SFY 2019 through SFY 2021 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 20. Prior to this, rates had been set separately for prospective and prior period.

CAPITATION RATES	
Rate Period	CMDP Rates
2019 (Eff. 10/1/18)	\$304.71
2020 (Eff. 10/1/19)	\$325.55
2021 (Eff. 10/1/20)	\$338.57

The overall rate adjustment for CMDP in CYE 2020 is an increase of 6.84% from the most recently submitted rates. Several factors contributed to this increase:

- 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.
- Benefit cost assumptions, including utilization and unit cost trends.
- 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.
- Increased administrative expenses, including spreading fixed administrative costs across fewer member months.
- 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 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.

FMAP:

It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).

FFY	FMAP
2019 (Actual)	69.81%
2020 (Forecast)	70.02%
2021 (Forecast)	70.30%

PROPOSED SOLUTION:

AHCCCS is requesting an increase of \$23,555,800 Total Fund (\$6,508,100 General Fund) for the Comprehensive Medical and Dental Plan compared to the FY 2020 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 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	54,800,100	54,297,600	58,510,100	60,805,700	6,508,100
Subtotal State Match	54,800,100	54,297,600	58,510,100	60,805,700	6,508,100
Federal Title XIX	126,975,300	126,431,900	136,350,800	143,479,600	17,047,700
Subtotal Federal Funding	126,975,300	126,431,900	136,350,800	143,479,600	17,047,700
Grand Total	181,775,400	180,729,500	194,860,900	204,285,300	23,555,800

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 CMDP

Program:	SLI Comprehensive Medical and Dental Program	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	6,508.1
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>6,508.1</u>

Program:	SLI Comprehensive Medical and Dental Program	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	<u>0.0</u>
Professional & Outside Services	0.0
Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	17,047.7
Other Operating Expenditures	0.0
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	<u>0.0</u>
Program / Fund Total:	<u>17,047.7</u>

DIVISION: DIVISIONS OF MEMBER SERVICES AND HEALTH CARE MANAGEMENT**TITLE OF ISSUE: CRS BASE MODIFICATION****Description of Issue:**

The Children's Rehabilitative Services (CRS) program (which is now fully integrated) 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.

Prior to FY2012, AHCCCS contracted with the Arizona Department of Health Services (ADHS) for the CRS program. On January 1, 2011 AHCCCS entered into an Intergovernmental Agreement (IGA) to transfer complete administrative oversight of the CRS program from ADHS to AHCCCS. The authority for the CRS program officially transferred to AHCCCS on July 1, 2011 in Laws 2011, Chapter 31, Sections 1-6; 8-9; 12; 15 and 39.

In FY 2012, AHCCCS was appropriated \$110,126,600 TF (\$36,410,600 GF) in the CRS line item to cover the costs associated with the CRS program. The capitation rates used in the development of this appropriation included an administrative load of \$10.72 per member per month. The \$10.72 multiplied by the JLBC Baseline Member Months of 265,668 for FY12 would allow for administrative expenditures of \$2,848,000 Total Fund. While under ADHS control, ADHS was considered a pseudo health-plan, thus administrative expenditures were eligible for FMAP, resulting in \$941,000 General Fund for administration. However, under AHCCCS control, as the single State Medicaid Agency, the administrative expenditures are matched at 50% Federal Financial Participation (FFP). Therefore, the most that could be spent on administration is \$1,883,200 TF (\$941,600 GF). AHCCCS, however, through administrative efficiencies, is only incurring CRS administrative requirements of \$1,027,600 TF (\$513,800 GF).

The administrative funding includes the complex eligibility determinations for CRS which are based on medical diagnosis and require more specialized staff within the Division of Member Services. It also includes funding within the Division of Health Care Management for medical management, quality care reviews, and actuarial analysis.

For FY 2012 through FY 2019, AHCCCS has submitted a line item transfer to realign administrative expenditures from the CRS special line item (which was merged into the Traditional Medicaid Services line item in FY 2019) to the Operating Lump Sum appropriation special line item.

[Type text]

Proposed solution to the Issue:

Beginning in FY21, AHCCCS is requesting a permanent base modification of \$1,027,600 TF (513,800 GF) from the Traditional Medicaid Services line item to the Operating Lump Sum line item. This Base Modification nets to a zero request of funds.

	GF 1000	AF 2120	Total Funds
Operating Lump Sum	\$ 513,800	\$ 513,800	\$ 1,027,600
Traditional Services	\$ (513,800)	\$ (513,800)	\$ (1,027,600)
	\$ -	\$ -	\$ -

Alternatives considered:

No change to the current appropriation.

Impact of not implementing this Issue:

Continuation of the current process will mean that AHCCCS will have to continue to request line item transfers on a yearly basis to move the administration portion to the administration appropriation.

[Type text]

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 CRS Admin Base Mod

Program:	Central Administration	Calculated ERE:	\$77.50
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	359.7
Employee Related Expenses	<u>154.1</u>
Subtotal Personal Services and ERE:	513.8
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	<u>0.0</u>
Program / Fund Total:	513.8

Program:	Central Administration	Calculated ERE:	\$77.50
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	359.7
Employee Related Expenses	<u>154.1</u>
Subtotal Personal Services and ERE:	513.8
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	<u>0.0</u>
Program / Fund Total:	513.8

Program:	Capitation	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	<u>0.0</u>
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	CRS Admin Base Mod
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Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	(513.8)
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:	(513.8)

Program:	Capitation	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	(513.8)
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:	(513.8)

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)**DIVISION: ISD****TITLE OF ISSUE: PMMIS Replacement Roadmap Decision Package****Description of problem or issue and how this furthers the agency mission or goals:**

AHCCCS is beginning the process of updating a 30-year-old Pre-Paid Medicaid Management Information System (MMIS) through modular system development and integration. The current MMIS was built on 1980s technology (CA IDEAL using CA DATACOM database) and took more than five years to design, develop and implement. The MMIS first went live in 1990 and has been modified throughout the years to accommodate changes in Medicaid and Arizona's approach to healthcare for its members. In 2001, Arizona and Hawaii entered into an agreement where Arizona would provide MMIS services for Hawaii.

The MMIS consists of the following functions (modules) that are part of the mainframe architecture:

1. Financials
2. Reference
3. Provider
4. Case Management
5. Prior Authorization
6. Claims
7. Encounter and Reinsurance processing
8. Recipient
9. Eligibility and Enrollment
10. Data Warehouse
11. EDI
12. SFTP
13. Web processes

The MMIS currently operates out of the IBM cloud under a contract managed by the Arizona Department of Administration. Given the age of the technology, AHCCCS is finding it increasingly difficult to maintain and enhance to meet the states' growing business needs. CMS mandates a

functional MMIS system and provides 90% federal match for MMIS development and 75% federal match for ongoing MMIS operations through the approval of Advanced Planning Documents (APD).

With its State Medicaid Director's Letter #16-010, CMS further clarified its 7 Standards and Conditions where a modular approach to replacing existing MMIS technology is encouraged and required in order for states to receive enhanced funding for system replacement. However, there is no single approach to MMIS systems and modules, or how best to transition from an existing, monolithic approach to a modular system.

It is estimated that the complete replacement of the existing system with a modular system that meets CMS requirements will take multiple years and will cost multiple hundreds of million dollars.

To embark on a project of this magnitude ill prepared could be potentially disastrous. Therefore, the state is seeking consultant expertise to help develop a roadmap for MMIS replacement. The roadmap should be holistic, looking at technological, budgetary, staffing and business process challenges the states will face as they convert from a single, monolithic mainframe system into the modular approach advocated by CMS. The output roadmap would be used to develop the states' Medicaid Enterprise Certification Lifecycle documentation with CMS, such as the MMIS Concept of Operations, Advanced Planning Documents, Requirements and Design Documents, and so forth. It will also be used to guide the states in their annual budget requests, resource planning, and other project planning activities.

Proposed solution to the problem or issue:

In FY2021, AHCCCS requires \$780,000 Total Fund (\$78,000 General Fund) to procure a roadmap development consultant to evaluate the current MMIS system and business process and develop a roadmap for modernization. This funding also includes supplemental staffing resources for quality assurance and project management activities. The state of Hawaii will share in the cost of this project. The amounts shown above represent only the Arizona portion of the project.

AHCCCS Strategic Goal: 1 - Pursue and implement long-term strategies that bend the cost curve while improving member health outcomes, 2 - Pursue continuous quality improvement, 4 - Maintain core organizational capacity, infrastructure and workforce planning that effectively serve AHCCCS operations

Benefits of funding:

For this initial phase, the roadmap will form the next decade or more of IT development strategy for the States' MMIS. This replacement technology and resulting business process improvements will:

- Align with the MITA framework and the CMS Seven Conditions and Standards guidelines

- Maximize the use of cost-effective, industry-related, and application-ready commercial off-the-shelf (COTS) and software-as-a-service(SaaS) technologies wherever feasible
- Integrate “best-of-breed” solutions
- Provide flexible rules-based technology to adapt to a dynamic health care industry and evolving state and federal standards, regulations, and processes
- Align with the State’s business objectives and with current and any future federal and state regulations
- Provide capabilities to support provider and member centric business models
- Provide comprehensive and adaptable analytic reporting capabilities to support the States programs’ needs

Impact of not funding:

The state would be entering into a multi-year, multi-million project without a thorough understanding of the best practices and most cost efficient methodologies for MMIS modernization.

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 MMIS Roadmap

Program:	Central Administration	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	78.0
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:	78.0

Program:	Central Administration	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
FTE	0.0
Personal Services	0.0
Employee Related Expenses	0.0
Subtotal Personal Services and ERE:	0.0
Professional & Outside Services	702.0
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:	702.0



ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM (AHCCCS)

TITLE OF ISSUE: Ongoing IT Project Funding

Description of problem:

The AHCCCS FY2020 Budget Request included a request for ongoing funding for three federally mandated IT projects: Asset Verification System (AVS), Electronic Visit Verification (EVV), and Provider Management System Upgrade (PMSU). The development for each of these projects started in FY2019. Funding was not requested for the development of these projects in FY2019 because the required start dates did not coincide with the budget cycle. Therefore, AHCCCS used base budget funding and increased vacancy savings to begin work on these projects as two of the three had hard federal deadlines that would have resulted in financial penalties to the state if they were not met. AHCCCS was able to absorb the development costs primarily due to the 90% federal match which was available for all three projects, however, the ongoing costs are only matched at 75% (and in some cases 50%). Additionally, for both AVS and EVV, the development cost are relatively low, while the ongoing costs (which are more transaction based) represent a much higher portion of the cost.

The Executive Budget recommendation included ongoing funding for these three projects, however, in the final budget agreement, the projects were funded through a one-time back-of-the-bill appropriation using Prescription Drug Rebate as the state match.

Laws 2019, Chapter 263, Section 120:

	State	Federal	Total
AVS	125,100	324,600	449,700
EVV	1,163,000	3,490,700	4,653,700
PMSU	779,900	3,994,700	4,774,600
	2,068,000	7,810,000	9,878,000

A brief description of each project follows:

ASSET VERIFICATION – System is Live as of January 2019; CMS Deadline was February 6, 2019

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 (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.

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

The AHCCCS, Office of the Inspector General (OIG) is confident 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.

ELECTRONIC VISIT VERIFICATION – Scheduled go live January 2020 – CMS Deadline January 2020

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.

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

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.

Goals of EVV include: 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, and support the federal goal to generate cost savings from the prevention of fraud, waste and abuse.



PROVIDER MANAGEMENT SYSTEM UPGRADE – Scheduled to go live March 2020

In order to receive federal matching funds for Medicaid, CMS requires states to have fully functional Medicaid Management Information System (MMIS) that meets federal guidelines. AHCCCS relies on a MMIS which is currently built on a mainframe using 1980s technology. This system needs to be replaced 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 and Hawaii (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.

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 and Hawaii. The solution consists of a web portal to be used by providers to submit their registration documentation and any supporting information needed.

Proposed Solution:

AHCCCS is requesting permanent ongoing funding for these three critical IT projects in the amounts shown below. Note that the amount for EVV has increased from last year’s request. At the time of the budget submittal, AHCCCS had an active RFP on the streets for this product. At the time of the Executive Recommendation, AHCCCS had received the responses, however, a vendor had not yet been selected. Based on the final contract pricing structure, the ongoing funding requirement increased. Also, note that the amount for PMSU has decreased slightly based on a revised pricing structure and determination of final Hawaii share of the cost. In total, AHCCCS is requesting \$11,972,100 Total Fund (\$3,005,700 General Fund). AHCCCS has approved PIJ in place for all three projects.

	State	Federal	Total
AVS	125,100	324,600	449,700
EVV	1,995,900	5,987,700	7,983,600
PMSU	884,700	2,654,100	3,538,800
	3,005,700	8,966,400	11,972,100



Alternatives Considered:

AHCCCS does not have sufficient funding in the base budget to fund the ongoing costs associated with these projects. Based on AHCCCS average salary and ERE, AHCCCS would have to hold over 110 positions vacant to generate the funding required for these projects.

AHCCCS Strategic Goal: 4 - Maintain core organizational capacity, infrastructure and workforce planning that effectively serve AHCCCS operations

Funding Issue Detail

Agency: Arizona Health Care Cost Containment System

Issue: 1 Ongoing IT Projects

Program:	Central Administration	Calculated ERE:	\$0.00
Fund:	AA1000-A General Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	3,005.7
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	3,005.7

Program:	Central Administration	Calculated ERE:	\$0.00
Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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	1,156.4
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	1,156.4

Program:	Central Administration	Calculated ERE:	\$0.00
Fund:	HC2546-A Prescription Drug Rebate Fund (Appropriated)	Uniform Allowance:	\$0.00

Expenditure Categories	FY 2021
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 Ongoing IT Projects

Travel In-State	0.0
Travel Out-of-State	0.0
Food	0.0
Aid to Organizations & Individuals	0.0
Other Operating Expenditures	(2,068.0)
Equipment	0.0
Capital Outlay	0.0
Debt Services	0.0
Cost Allocation	0.0
Transfers	0.0
Program / Fund Total:	<u>(2,068.0)</u>

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Administration

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program Summary				
1-1 Central Administration	179,304.5	206,804.4	3,901.7	210,706.1
1-2 ADOA Data Center	15,697.1	19,325.8	0.0	19,325.8
1-4 SLI DES Eligibility	88,083.9	88,874.5	0.0	88,874.5
1-6 Title XIX Pass-Through - DHS	245.8	0.0	0.0	0.0
1-11 Children's Health Insurance Program Administratio	1,720.8	5,573.9	0.0	5,573.9
Program Summary Total:	285,052.1	320,578.6	3,901.7	324,480.3
Expenditure Categories				
0000 FTE Positions	1,905.8	1,908.2	0.0	1,908.2
6000 Personal Services	44,581.4	46,314.7	719.4	47,034.1
6100 Employee Related Expenses	18,798.2	19,669.8	308.2	19,978.0
6200 Professional and Outside Services	13,601.7	16,833.9	780.0	17,613.9
6500 Travel In-State	103.7	120.1	0.0	120.1
6600 Travel Out of State	44.1	77.6	0.0	77.6
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	64,656.3	79,516.1	0.0	79,516.1
7000 Other Operating Expenses	49,607.6	64,267.1	2,094.1	66,361.2
8000 Equipment	220.9	242.7	0.0	242.7
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	93,438.2	93,536.6	0.0	93,536.6
Expenditure Categories Total:	285,052.1	320,578.6	3,901.7	324,480.3
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	56,633.4	60,044.2	3,597.5	63,641.7
HC2409-A KIDSCARE - FED Revenue and Expenditures (App	3,845.4	5,733.9	0.0	5,733.9
HC2546-A Prescription Drug Rebate Fund (Appropriated)	423.5	2,728.8	(2,068.0)	660.8
	60,902.3	68,506.9	1,529.5	70,036.4
Non-Appropriated Funds				
HC2000-N Federal Grants FUND (Non-Appropriated)	77,956.4	99,456.6	0.0	99,456.6
HC2120-N AHCCCS Fund (Non-Appropriated)	129,598.4	141,213.7	2,372.2	143,585.9
HC2442-N AHCCCS Intergovernmental Service Fund (Non-A	10,449.2	11,400.0	0.0	11,400.0
HC2449-N Employee Recognition Fund (Non-Appropriated)	0.0	1.4	0.0	1.4
HC2500-N IGA and ISA Fund (Non-Appropriated)	245.8	0.0	0.0	0.0

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Administration

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)	0.0	0.0	0.0	0.0
HC2586-N AHCCCS Restitution Fund (Non-Appropriated)	5,900.0	0.0	0.0	0.0
	224,149.8	252,071.7	2,372.2	254,443.9
Fund Source Total:	285,052.1	320,578.6	3,901.7	324,480.3

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 2020 appropriation is \$91,485,300 Total Fund (\$28,487,900 General Fund).

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Administration

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program Summary				
1-1 Central Administration	179,304.5	206,804.4	3,901.7	210,706.1
1-2 ADOA Data Center	15,697.1	19,325.8	0.0	19,325.8
1-4 SLI DES Eligibility	88,083.9	88,874.5	0.0	88,874.5
1-6 Title XIX Pass-Through - DHS	245.8	0.0	0.0	0.0
1-11 Children's Health Insurance Program Administratio	1,720.8	5,573.9	0.0	5,573.9
Program Summary Total:	285,052.1	320,578.6	3,901.7	324,480.3
Expenditure Categories				
0000 FTE Positions	1,905.8	1,908.2	0.0	1,908.2
6000 Personal Services	44,581.4	46,314.7	719.4	47,034.1
6100 Employee Related Expenses	18,798.2	19,669.8	308.2	19,978.0
6200 Professional and Outside Services	13,601.7	16,833.9	780.0	17,613.9
6500 Travel In-State	103.7	120.1	0.0	120.1
6600 Travel Out of State	44.1	77.6	0.0	77.6
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	64,656.3	79,516.1	0.0	79,516.1
7000 Other Operating Expenses	49,607.6	64,267.1	2,094.1	66,361.2
8000 Equipment	220.9	242.7	0.0	242.7
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	93,438.2	93,536.6	0.0	93,536.6
Expenditure Categories Total:	285,052.1	320,578.6	3,901.7	324,480.3
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	56,633.4	60,044.2	3,597.5	63,641.7
HC2409-A KIDSCARE - FED Revenue and Expenditures (App	3,845.4	5,733.9	0.0	5,733.9
HC2546-A Prescription Drug Rebate Fund (Appropriated)	423.5	2,728.8	(2,068.0)	660.8
	60,902.3	68,506.9	1,529.5	70,036.4
Non-Appropriated Funds				
HC2000-N Federal Grants FUND (Non-Appropriated)	77,956.4	99,456.6	0.0	99,456.6
HC2120-N AHCCCS Fund (Non-Appropriated)	129,598.4	141,213.7	2,372.2	143,585.9
HC2442-N AHCCCS Intergovernmental Service Fund (Non-A	10,449.2	11,400.0	0.0	11,400.0
HC2449-N Employee Recognition Fund (Non-Appropriated)	0.0	1.4	0.0	1.4
HC2500-N IGA and ISA Fund (Non-Appropriated)	245.8	0.0	0.0	0.0

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Administration

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)	0.0	0.0	0.0	0.0
HC2586-N AHCCCS Restitution Fund (Non-Appropriated)	5,900.0	0.0	0.0	0.0
	224,149.8	252,071.7	2,372.2	254,443.9
Fund Source Total:	285,052.1	320,578.6	3,901.7	324,480.3

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 2021 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 2021 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.

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.

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 ALTCS 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 and 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.

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.

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.

AHCCCS ADMINISTRATION

ADMINISTRATION JUSTIFICATION

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 – DEPTRECIATION 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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
0000 FTE	977.3	977.3	0.0	977.3
6000 Personal Services	43,903.3	44,129.2	719.4	44,848.6
6100 Employee Related Expenses	18,536.7	18,827.0	308.2	19,135.2
6200 Professional and Outside Services	13,510.2	16,538.9	780.0	17,318.9
6500 Travel In-State	103.7	118.9	0.0	118.9
6600 Travel Out of State	44.1	75.5	0.0	75.5
6700 Food	0.0	0.0	0.0	0.0
6800 Aid to Organizations and Individuals	64,649.1	79,516.1	0.0	79,516.1
7000 Other Operating Expenses	20,014.3	29,484.5	2,094.1	31,578.6
8000 Equipment	220.9	226.6	0.0	226.6
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	18,322.2	17,887.7	0.0	17,887.7
Expenditure Categories Total:	179,304.5	206,804.4	3,901.7	210,706.1
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	27,032.1	28,637.6	3,597.5	32,235.1
HC2546-A Prescription Drug Rebate Fund (Appropriated)	423.5	2,728.8	(2,068.0)	660.8
	27,455.6	31,366.4	1,529.5	32,895.9
Non-Appropriated Funds				
HC2000-N Federal Grants FUND (Non-Appropriated)	77,956.4	99,456.6	0.0	99,456.6
HC2120-N AHCCCS Fund (Non-Appropriated)	57,543.3	64,580.0	2,372.2	66,952.2
HC2442-N AHCCCS Intergovernmental Service Fund (Non-Appropriated)	10,449.2	11,400.0	0.0	11,400.0
HC2449-N Employee Recognition Fund (Non-Appropriated)	0.0	1.4	0.0	1.4
HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)	0.0	0.0	0.0	0.0
HC2586-N AHCCCS Restitution Fund (Non-Appropriated)	5,900.0	0.0	0.0	0.0
	151,848.9	175,438.0	2,372.2	177,810.2
Fund Source Total:	179,304.5	206,804.4	3,901.7	210,706.1

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 2020 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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 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	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	15,697.1	19,325.8	0.0	19,325.8
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	0.0	0.0	0.0	0.0
Expenditure Categories Total:				
	15,697.1	19,325.8	0.0	19,325.8
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	5,067.1	5,915.4	0.0	5,915.4
HC2409-A KIDSCARE - FED Revenue and Expenditures (App	88.3	160.0	0.0	160.0
	5,155.4	6,075.4	0.0	6,075.4
Non-Appropriated Funds				
HC2120-N AHCCCS Fund (Non-Appropriated)	10,541.7	13,250.4	0.0	13,250.4
	10,541.7	13,250.4	0.0	13,250.4
Fund Source Total:				
	15,697.1	19,325.8	0.0	19,325.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ADOA Data Center

	FY 2019 Actual	FY 2020 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
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Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
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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	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:	ADOA Data Center

	FY 2019 Actual	FY 2020 Expd. Plan
Other Operating Expenses		19,325.8
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	15,697.1	
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:	ADOA Data Center

	FY 2019 Actual	FY 2020 Expd. Plan
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	
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:	ADOA Data Center

	FY 2019 Actual	FY 2020 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	15,697.1	19,325.8
Appropriated		
AA1000-A General Fund (Appropriated)	5,067.1	5,915.4
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate	88.3	160.0
	5,155.4	6,075.4
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	10,541.7	13,250.4
	10,541.7	13,250.4
Fund Source Total	15,697.1	19,325.8
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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:	ADOA Data Center

	FY 2019 Actual	FY 2020 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
<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 2021
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 2020 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 Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request	
Program:	SLI DES Eligibility				
Fund:	AA1000-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	1,241.8	1,290.3	0.0	1,290.3	
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	23,292.4	24,200.9	0.0	24,200.9	
Appropriated Total:	24,534.2	25,491.2	0.0	25,491.2	
Fund Total:	24,534.2	25,491.2	0.0	25,491.2	
Fund:	HC2120-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	11,741.9	12,098.8	0.0	12,098.8	
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI DES Eligibility			
Fund:	HC2120-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	49,771.5	51,284.5	0.0	51,284.5
Non-Appropriated Total:	61,513.4	63,383.3	0.0	63,383.3
Fund Total:	61,513.4	63,383.3	0.0	63,383.3
Fund:	HC2409-A KIDSCARE - FED Revenue and Expenditures			
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	273.5	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	1,762.8	0.0	0.0	0.0
Appropriated Total:	2,036.3	0.0	0.0	0.0
Fund Total:	2,036.3	0.0	0.0	0.0
Program Total For Selected Funds:	88,083.9	88,874.5	0.0	88,874.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

	FY 2019 Actual	FY 2020 Expd. Plan
FTE	885.0	885.0
Expenditure Category Total	885.0	885.0
Appropriated		
AA1000-A General Fund (Appropriated)	442.6	442.6
	442.6	442.6
Non-Appropriated		
HC2120-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

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

	FY 2019 Actual	FY 2020 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		13,389.1
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	10,725.5	
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 2019 Actual	FY 2020 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	2,531.7	
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 2019 Actual	FY 2020 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	13,257.2	13,389.1
Appropriated		
AA1000-A General Fund (Appropriated)	1,241.8	1,290.3
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate	273.5	0.0
	1,515.3	1,290.3
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	11,741.9	12,098.8
	11,741.9	12,098.8
Fund Source Total	13,257.2	13,389.1
<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 DES Eligibility

	FY 2019 Actual	FY 2020 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	74,826.7	75,485.4

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI DES Eligibility

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	74,826.7	75,485.4
Appropriated		
AA1000-A General Fund (Appropriated)	23,292.4	24,200.9
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate	1,762.8	0.0
	25,055.2	24,200.9
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	49,771.5	51,284.5
	49,771.5	51,284.5
Fund Source Total	74,826.7	75,485.4

FISCAL YEAR 2021
ADMINISTRATION JUSTIFICATION



DHS TXIX PT

DHS TITLE XIX PASS-THROUGH SLI

BUDGET JUSTIFICATION

The DHS Title XIX Pass-Through amount contains no appropriated funding in the AHCCCS budget. Instead, this funding is appropriated directly to the Department of Health Services (DHS). Funding is passed through AHCCCS for administrative purposes related to the Federal Match of Title XIX dollars. The funding is used for Title XIX licensure and screening activities.

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

Expenditure Categories	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 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	7.2	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	238.6	0.0	0.0	0.0
<hr/>				
Expenditure Categories Total:	245.8	0.0	0.0	0.0
<hr/>				
Fund Source				
Non-Appropriated Funds				
HC2500-N IGA and ISA Fund (Non-Appropriated)	245.8	0.0	0.0	0.0
<hr/>				
Fund Source Total:	245.8	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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Title XIX Pass-Through - DHS					
Fund: HC2500-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	7.2	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	238.6	0.0	0.0	0.0
Non-Appropriated Total:		245.8	0.0	0.0	0.0
Fund Total:		245.8	0.0	0.0	0.0
Program Total For Selected Funds:		245.8	0.0	0.0	0.0

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 2020 CHIP allocation (within the Central Administration appropriation) is \$5,573,900 Total Fund (\$0 General Fund).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019	FY 2020	FY 2021	FY 2021	
	Actual	Expd. Plan	Fund. Issue	Total Request	
Program:	Children's Health Insurance Program Administration				
Fund:	HC2409-A KIDSCARE - FED Revenue and Expenditures				
	Appropriated				
0000	FTE	43.5	45.9	0.0	45.9
6000	Personal Services	678.1	2,185.5	0.0	2,185.5
6100	Employee Related Expenses	261.5	842.8	0.0	842.8
6200	Professional and Outside Services	91.5	295.0	0.0	295.0
6500	Travel In-State	0.0	1.2	0.0	1.2
6600	Travel Out of State	0.0	2.1	0.0	2.1
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	639.0	2,067.7	0.0	2,067.7
8000	Equipment	0.0	16.1	0.0	16.1
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	50.7	163.5	0.0	163.5
	Appropriated Total:	1,720.8	5,573.9	0.0	5,573.9
	Fund Total:	1,720.8	5,573.9	0.0	5,573.9
	Program Total For Selected Funds:	1,720.8	5,573.9	0.0	5,573.9

Program Expenditure Schedule

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

	FY 2019 Actual	FY 2020 Expd. Plan
FTE	43.5	45.9
Expenditure Category Total	43.5	45.9
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	43.5	45.9
Fund Source Total	43.5	45.9
<hr/>		
Personal Services	678.1	2,185.5
Boards and Commissions	0.0	0.0
Expenditure Category Total	678.1	2,185.5
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	678.1	2,185.5
Fund Source Total	678.1	2,185.5
<hr/>		
Employee Related Expenses	261.5	842.8
Expenditure Category Total	261.5	842.8
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	261.5	842.8
Fund Source Total	261.5	842.8
<hr/>		
Professional and Outside Services		295.0
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	6.8	
Attorney General Legal Services	0.0	
External Legal Services	6.7	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	57.0	
Hospital Services	0.0	
Other Medical Services	0.8	
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	20.2	

Program Expenditure Schedule

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

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	91.5	295.0
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	91.5	295.0
Fund Source Total	91.5	295.0
<hr/>		
Travel In-State	0.0	1.2
Expenditure Category Total	0.0	1.2
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	0.0	1.2
Fund Source Total	0.0	1.2
<hr/>		
Travel Out of State	0.0	2.1
Expenditure Category Total	0.0	2.1
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	0.0	2.1
Fund Source Total	0.0	2.1
<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		2,067.7
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	4.1	
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 2019 Actual	FY 2020 Expd. Plan
Other Insurance-Related Charges	0.0	
Internal Service Data Processing	19.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	23.1	
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	1.3	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	32.9	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	4.3	
Sanitation Waste Disposal	0.0	
Water	0.4	
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	1.2	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	0.3	
Miscellaneous Rent	0.0	
Interest On Overdue Payments	0.0	
All Other Interest Payments	0.5	
Internal Acct/Budg/Financial Svcs	0.0	
Other Internal Services	0.0	
Repair And Maintenance - Buildings	2.6	
Repair And Maintenance - Vehicles	0.5	
Repair And Maint - Mainframe And Legacy	0.1	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	1.7	
Other Repair And Maintenance	6.7	
Software Support And Maintenance	40.2	
Uniforms	0.0	
Inmate Clothing	0.0	
Security Supplies	0.0	
Office Supplies	17.5	
Computer Supplies	0.0	
Housekeeping Supplies	1.0	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	0.8	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	1.9	
Other Operating Supplies	0.0	

Program Expenditure Schedule

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

	FY 2019 Actual	FY 2020 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	0.4	
Conference Registration-Attendance Fees	0.6	
Other Education And Training Costs	0.3	
Advertising	0.1	
Sponsorships	0.0	
Internal Printing	(0.1)	
External Printing	349.6	
Photography	0.0	
Postage And Delivery	108.5	
Document shredding and Destruction Services	0.2	
Translation and Sign Language Services	0.2	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	0.2	
Entertainment And Promotional Items	0.0	
Dues	0.5	
Books- Subscriptions And Publications	0.9	
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	5.4	
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.	0.8	
Other Miscellaneous Operating	11.3	

Program Expenditure Schedule

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

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	639.0	2,067.7
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	639.0	2,067.7
Fund Source Total	639.0	2,067.7

Current Year Expenditures		16.1
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	
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 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	0.0	16.1
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	0.0	16.1
Fund Source Total	0.0	16.1
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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
<hr/>		
Transfers	50.7	163.5
Expenditure Category Total	50.7	163.5
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate)	50.7	163.5
Fund Source Total	50.7	163.5

Employee Retirement Coverage			
Retirement System	FTE	Personal Services	Fund#
Arizona State Retirement System	45.9	2,185.5	HC2409-A

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Long Term Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program Summary				
2-1 SLI EPD ALTCS Services	1,466,568.7	1,642,692.9	396,356.9	2,039,049.8
2-2 Board of Nursing	209.7	0.0	0.0	0.0
2-3 Programmatic Pass Through Funding	1,592,089.3	1,881,492.6	241,855.8	2,123,348.4
2-4 SLI Long Term Care Clawback Payments	38,551.4	44,374.6	(2,146.4)	42,228.2
2-5 Nursing Facility Assessment	91,225.5	109,846.3	968.6	110,814.9
Program Summary Total:	3,188,644.6	3,678,406.4	637,034.9	4,315,441.3
Expenditure Categories				
0000 FTE Positions	0.0	0.0	0.0	0.0
6000 Personal Services	53.6	0.0	0.0	0.0
6100 Employee Related Expenses	23.4	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	3,187,910.8	3,678,406.4	637,034.9	4,315,441.3
7000 Other Operating Expenses	409.7	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	247.1	0.0	0.0	0.0
Expenditure Categories Total:	3,188,644.6	3,678,406.4	637,034.9	4,315,441.3
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	198,827.8	234,042.3	62,770.1	296,812.4
HC2546-A Prescription Drug Rebate Fund (Appropriated)	7,578.4	7,578.4	0.0	7,578.4
	206,406.2	241,620.7	62,770.1	304,390.8
Non-Appropriated Funds				
HC2120-N AHCCCS Fund (Non-Appropriated)	104.8	0.0	0.0	0.0
HC2223-N Long Term Care System Fund (Non-Appropriated)	2,337,871.6	2,420,330.8	450,933.9	2,871,264.7
HC2500-N IGA and ISA Fund (Non-Appropriated)	517,884.5	604,477.4	72,435.6	676,913.0
HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)	35,152.0	36,422.0	0.0	36,422.0
HC2567-N Nursing Facility Provider Assessment Fund (Non-A	91,225.5	109,846.3	968.6	110,814.9
HC9691-N County Funds (Non-Appropriated)	0.0	265,709.2	49,926.7	315,635.9

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Long Term Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Fund Source Total:	2,982,238.4	3,436,785.7	574,264.8	4,011,050.5
	3,188,644.6	3,678,406.4	637,034.9	4,315,441.3

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Long Term Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Fund: AA1000-A General Fund (Appropriated)				
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
2-1 SLI EPD ALTCS Services	182,327.0	214,234.6	62,901.9	277,136.5
2-2 Board of Nursing	104.9	0.0	0.0	0.0
2-4 SLI Long Term Care Clawback Payments	16,395.9	19,807.7	(131.8)	19,675.9
Total	198,827.8	234,042.3	62,770.1	296,812.4

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	198,722.9	234,042.3	62,770.1	296,812.4
Other Operating Expenses	104.9	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:	198,827.8	234,042.3	62,770.1	296,812.4
Fund AA1000-A Total:	198,827.8	234,042.3	62,770.1	296,812.4

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Long Term Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
2-2	Board of Nursing	104.8	0.0	0.0	0.0
	Total	104.8	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	104.8	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:	104.8	0.0	0.0	0.0
Fund HC2120-N Total:	104.8	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:	Long Term Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request	
Fund: HC2223-N Long Term Care System Fund (Non-Appropriated)					
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	1,241,511.3	1,118,748.7	280,362.8	1,399,111.5
2-3	Programmatic Pass Through Funding	1,074,204.8	1,277,015.2	170,571.1	1,447,586.3
2-4	SLI Long Term Care Clawback Payments	22,155.5	24,566.9	0.0	24,566.9
	Total	2,337,871.6	2,420,330.8	450,933.9	2,871,264.7

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	2,337,624.5	2,420,330.8	450,933.9	2,871,264.7
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	247.1	0.0	0.0	0.0

Expenditure Categories Total:	2,337,871.6	2,420,330.8	450,933.9	2,871,264.7
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Fund HC2223-N Total:	2,337,871.6	2,420,330.8	450,933.9	2,871,264.7
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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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2500-N IGA and ISA Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	0.0	0.0	1,150.9	1,150.9
2-3	Programmatic Pass Through Funding	517,884.5	604,477.4	71,284.7	675,762.1
	Total	517,884.5	604,477.4	72,435.6	676,913.0

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		517,884.5	604,477.4	72,435.6	676,913.0
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:	517,884.5	604,477.4	72,435.6	676,913.0
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Fund HC2500-N Total:	517,884.5	604,477.4	72,435.6	676,913.0
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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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2546-A Prescription Drug Rebate Fund (Appropriated)
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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
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	7,578.4	7,578.4	0.0	7,578.4
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
Transfers	0.0	0.0	0.0	0.0
Expenditure Categories Total:	7,578.4	7,578.4	0.0	7,578.4
Fund HC2546-A Total:	7,578.4	7,578.4	0.0	7,578.4

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Long Term Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	35,152.0	36,422.0	0.0	36,422.0
	Total	35,152.0	36,422.0	0.0	36,422.0

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	35,152.0	36,422.0	0.0	36,422.0
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:	35,152.0	36,422.0	0.0	36,422.0
Fund HC2546-N Total:	35,152.0	36,422.0	0.0	36,422.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Long Term Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	0.0	0.0	0.0	0.0
2-5	Nursing Facility Assessment	91,225.5	109,846.3	968.6	110,814.9
Total		91,225.5	109,846.3	968.6	110,814.9

Non-Appropriated Funding

Expenditure Categories

FTE Positions		0.0	0.0	0.0	0.0
Personal Services		53.6	0.0	0.0	0.0
Employee Related Expenses		23.4	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		90,948.5	109,846.3	968.6	110,814.9
Other Operating Expenses		200.0	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:		91,225.5	109,846.3	968.6	110,814.9
Fund HC2567-N Total:		91,225.5	109,846.3	968.6	110,814.9

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Long Term Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC9691-N County Funds (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
2-1	SLI EPD ALTCS Services	0.0	265,709.2	51,941.3	317,650.5
2-4	SLI Long Term Care Clawback Payments	0.0	0.0	(2,014.6)	(2,014.6)
	Total	0.0	265,709.2	49,926.7	315,635.9

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		0.0	265,709.2	49,926.7	315,635.9
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:	0.0	265,709.2	49,926.7	315,635.9
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Fund HC9691-N Total:	0.0	265,709.2	49,926.7	315,635.9
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Program 2 Total:	3,188,644.6	3,678,406.4	637,034.9	4,315,441.3
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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.

ALTCS FUNDING SUMMARY

Description of the Problem:

AHCCCS is requesting an increase for FY 2021 over the FY 2020 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 passage of Proposition 206. In FY 2021, AHCCCS requires an additional \$396,356,900 in Total Funds (\$115,994,100 increase in State Match). The General Fund portion of state match increased by \$62,901,900. The SFY 2021 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).

	SFY2019 Actual	SFY2020 Approp	SFY2020 Rebase	SFY2021 Request	SFY2021 Inc/Dec
General	\$196,449,400	\$214,234,600	\$247,299,600	\$277,136,500	\$62,901,900
PDR State	\$7,441,300	\$7,578,400	\$7,578,400	\$7,578,400	\$0
County	\$290,276,100	\$265,709,200	\$306,718,900	\$317,650,500	\$51,941,300
Political Sub Contrib (inc APSI)		\$0	\$989,800	\$1,150,900	\$1,150,900
Subtotal SM	\$494,166,800	\$487,522,200	\$562,586,700	\$603,516,300	\$115,994,100
PDR FF	\$33,346,728	\$36,422,000	\$36,422,000	\$36,422,000	\$0
Federal	\$1,126,530,572	\$1,118,748,700	\$1,288,745,700	\$1,399,111,500	\$280,362,800
Subtotal FM	\$1,159,877,300	\$1,155,170,700	\$1,325,167,700	\$1,435,533,500	\$280,362,800
Total	\$1,654,044,100	\$1,642,692,900	\$1,887,754,400	\$2,039,049,800	\$396,356,900

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, 2019 Arizona population numbers from EPS, Arizona counties qualified for a total of \$19,945,400 as a result of the per capita circuit breaker in FY21, compared with \$15,917,500 in FY20. The benefit from the per capita cap circuit breaker to Maricopa County increased by 56.8% from \$8,762,000 in FY20 to \$13,740,200 in FY21.

At the time of this budget submittal, the most recent population figures approved by EPS were for July 1, 2019.

Methodology:

A description of the methodology used in the SFY2021 request follows:

Demographic growth is expected in both FY 2020 and FY 2021 due to population growth and an aging population. The following table presents ALTCS member month growth for FY 2018 through FY 2021. FY 2018 and FY 2019 figures are actuals.

	Caseload Growth - August 2019 Projections					
	EPD		Tribal		Total	
SFY	Y-o-Y	J-o-J	Y-o-Y	J-o-J	Y-o-Y	J-o-J
2018	2.09%	2.19%	-0.09%	0.2%	1.90%	2.01%
2019	4.96%	5.47%	4.68%	5.07%	4.94%	5.44%
2020	3.50%	4.40%	3.97%	4.51%	3.67%	4.41%
2021	3.06%	3.42%	4.37%	4.79%	3.90%	3.54%

AHCCCS estimates that there will be modest growth in the ALTCS population in FY 2020 and FY 2021. For the EPD and Tribal Case Management populations, the growth rate forecasts are based on ARIMA forecasting models incorporating seasonality shifts.

CAPITATION RATES

On October 1, 2019, ALTCS rates will increase for the new contract year based on the new RFP (see Attachment A). Overall, the CYE 2020 rates represent an approximate increase of 6.9% (700 basis points) over the CYE 2019 rates that took effect January 1, 2019.

Primary drivers of the CYE 2020 ALTCS rate increase include:

- Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for an increase of 0.2%.
- Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
- Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of (0.2%).
- Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rate to reflect the costs to administer and manage the program account for an increase of 0.3%.
- APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of (0.5%).
- Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.4%.

Pharmacy Reimbursement Savings

In recognition that pharmacy costs are a significant driver of overall medical expense trends, AHCCCS analyzed pharmacy reimbursement by MCO to determine if savings is achievable. Based on this analysis, AHCCCS determined that MCO pharmacy reimbursement is on average greater than reimbursement would be under the AHCCCS Fee-for-Service program. AHCCCS estimates that revaluing encounters to the lesser of Health Plan Paid amounts or the AHCCCS FFS repriced amounts results in annual savings of \$68.2 million or 5.6% of pharmacy spend for Federal Fiscal Year (FFY) 2018 across all programs. AHCCCS MCOs should reasonably be able to achieve pharmacy pricing that is at or near that achieved by the AHCCCS FFS program and so AHCCCS has assumed pharmacy savings in the CYE 2020 capitation rates. Recognizing that the full savings amount may not be reasonably achievable in a single year, only 33% of the total estimated potential savings has been assumed. Based on continued analysis, further adjustments may be made to phase-in larger savings amounts in subsequent contract periods. The impact on overall AHCCCS capitation rates is a decrease of approximately (0.2%).

Removal of Access to Professional Services Initiative

In CYE 2018 and 2019, funding for APSI was included in capitation rates in order to provide a uniform percentage increase of 40% to otherwise contracted rates for qualified practitioners for all claims for which AHCCCS was the primary payer. This initiative is funded by Intergovernmental Transfers (IGTs), as permitted by Arizona law, and includes no State General Fund (GF). The rate increase was intended to supplement, not supplant payments to eligible providers. Beginning CYE 2020, APSI will no longer be included in capitation rates and will instead be paid on a lump sum payment basis, outside of capitation. The removal of this component results in a decrease of (0.5%).

Administration, Care Management, and Case Management

Across all programs, the adjustment of rates to address the costs to administer the programs and manage care for enrollees accounts for an increase of 0.3%. Specific items are described further in the program information summarized below.

Other Factors

AHCCCS makes adjustments to provider rates based on access to care issues, when rates are tied to Medicare, and for legislative mandates. The impact on overall AHCCCS capitation rates from these fee schedule adjustments is an increase of 0.2%. AHCCCS also revised the criteria for its Differential Adjusted Payments (DAP) programs, resulting in an additional increase of 0.2%.

In order to ensure the actuarial soundness of capitation rates, AHCCCS estimated the financial impact of programmatic and policy changes and included corresponding adjustments to capitation rates as applicable. These items included changes to the AHCCCS preferred drug list, pharmacy rebates, and shifts in utilization associated with non-emergency transportation (NEMT) services and changes to the telehealth policy.

Changes implemented as a result of recommendations from the AHCCCS Pharmacy and Therapeutics (P&T) committee resulted in a capitation rate reduction of 0.04%.

Effective May 1, 2019, AHCCCS implemented a new Transportation Network Company (TNC) provider type that delivers NEMT services through a ride-sharing model. The TNC-specific fee schedule is lower than ordinary NEMT base rates. The projected shift in utilization of services from traditional NEMT providers to TNCs results in savings of \$2.7 million, and a (0.03%) reduction in capitation rates.

Effective October 1, 2019, AHCCCS is implementing changes to its telehealth policy in order to ensure access to care in rural and urban areas. The policy changes will remove current restrictions on the service categories for which telehealth and telemonitoring can be used and remove restrictions on the distant and originating sites of service. These changes are anticipated to increase the use of telehealth services, resulting in additional utilization associated with increased office visits, partially offset by a reduction in the use of NEMT. The estimated financial impact is a cost of \$4.4 million in CYE 2020, and a 0.05% increase in capitation rates.



ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below.

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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.

ALTCS SERVICES

FISCAL YEAR 2021



LONG-TERM CARE EPD

BUDGET JUSTIFICATION

The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for Long-Term Care EPD is \$1,998,600 Total Fund (\$938,400 General Fund).

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 2019 through March 2019 for IHS non-facility claims was \$8,934. This PMPM was used to estimate the first quarter of FY 2020. Thereafter, an EPD blended rate of 13.71 % was applied resulting in a PMPM of \$10,166, which was used for the remainder of FY 2020 and the first quarter of FY 2021. An inflation rate of 4.00% was then applied to arrive at the PMPM of \$10,573 used for the remainder of FY 2021. 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 outpatient/inpatient rate changes of 7.34% and 9.05% respectively, were used for CY 2019 and CY 2020 budget calculations. A weighted average of inpatient/outpatient of 8.04%% is applied to IHS PMPMs in January of each projected year.

ALTCS SERVICES

FISCAL YEAR 2021



LONG-TERM CARE EPD

BUDGET JUSTIFICATION

The FFS PMPM for IHS facilities for July 2018 2019 through March 2019 was \$642.67. This PMPM was used to estimate the first two quarters of FY 2020 and then the blended DHCM developed rate of 13.71% was applied resulting in a PMPM of \$730.79 which was used for the final three quarters of FY 2020. This same inflation factor of 4.00% was applied again in October of 2020 yielding a rate of \$760.03 which was used to estimate the final three quarters of FY 2021. For further details regarding the derivation of this weighted inflation rate, see the following chart.

IHS Facilities Inflation Factors												
Historical IHS Payment Rates				Average Inflation				Programmatic Weights for IHS Inflation				
OP/IP	2012	2013	% +/-			% +/-	OP/IP	Program	Weights	Weighted Inflation Factor		
OP Rate	\$ 316.00	\$ 330.00	4.43%		<u>2-Year Average</u>		OP	Traditional	76.34%	5.60%		
IP Rate	\$ 2,165.00	\$ 2,272.00	4.94%		Outpatient	7.88%	IP	Traditional	23.66%	2.14%		
					Inpatient	8.34%	Total	Traditional	100.00%	7.74%		
	2013	2014	% +/-		<u>3-Year Average</u>							
OP Rate	\$ 330.00	\$ 342.00	3.64%		Outpatient	7.34%	OP	Proposition 204	76.15%	5.59%		
IP Rate	\$ 2,272.00	\$ 2,413.00	6.21%		Inpatient	9.05%	IP	Proposition 204	23.85%	2.16%		
							Total	Proposition 204	100.00%	7.75%		
	2014	2015	% +/-		<u>4-Year Average</u>							
OP Rate	\$ 342.00	\$ 350.00	2.34%		Outpatient	6.79%	OP	Newly Eligible Children	85.88%	6.30%		
IP Rate	\$ 2,413.00	\$ 2,443.00	1.24%		Inpatient	8.96%	IP	Newly Eligible Children	14.12%	1.28%		
							Total	Newly Eligible Children	100.00%	7.58%		
	2015	2016	% +/-		<u>5-Year Average</u>							
OP Rate	\$ 350.00	\$ 368.00	5.14%		Outpatient	5.90%	OP	Newly Eligible Adults	85.04%	6.24%		
IP Rate	\$ 2,443.00	\$ 2,655.00	8.68%		Inpatient	7.42%	IP	Newly Eligible Adults	14.96%	1.35%		
							Total	Newly Eligible Adults	100.00%	7.59%		
	2016	2017	% +/-									
OP Rate	\$ 368.00	\$ 391.00	6.25%				OP	ALTCS-EPD	58.80%	4.31%		
IP Rate	\$ 2,655.00	\$ 2,933.00	10.47%				IP	ALTCS-EPD	41.20%	3.73%		
							Total	ALTCS-EPD	100.00%	8.04%		
	2017	2018	% +/-									
OP Rate	\$ 391.00	\$ 427.00	9.21%									
IP Rate	\$ 2,933.00	\$ 3,229.00	10.09%									
	2018	2019	% +/-									
OP Rate	\$ 427.00	\$ 455.00	6.56%									
IP Rate	\$ 3,229.00	\$ 3,442.00	6.60%									

ALTCS SERVICES

FISCAL YEAR 2021



LONG-TERM CARE EPD

BUDGET JUSTIFICATION

AIHP Non-Facility									
AIHP Non-Facility Inflation Factors							AIHP Non-Facility Weighted Inflation Rates		
Fiscal Year	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC	Program	SFY	Weighted Inflation
SFY 2021	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%	Traditional	SFY 2021	2.97%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%		Long Term	2.66%
AIHP Non-Facility Programmatic Weights							Proposition 204	SFY 2021	2.96%
Program	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC		Long Term	2.61%
Traditional	19.55%	56.37%	20.42%	2.56%	64.00%	47.00%	Newly Eligible Children	SFY 2021	2.91%
Proposition 204	17.12%	55.72%	22.77%	3.53%	2.00%	84.00%		Long Term	2.63%
Newly Eligible Children	9.13%	74.85%	9.53%	4.18%	2.31%	0.00%	Newly Eligible Adults	SFY 2021	2.93%
Newly Eligible Adults	14.82%	65.00%	12.53%	6.74%	3.00%	88.00%		Long Term	2.68%
ALTCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%	ALTCS-EPD	SFY 2021	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 2019.
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2019.
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physician Services, First Quarter 2019.
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2019.
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2019.
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2019.
7. Total SFY2019 actual expenditures from PMMIS were used to derive the relevant weights for each program.

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 2020 and FY 2021 were estimated using Arima Forecasting modeling.

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 2020.

It is estimated that FY 2020 reconciliations will total \$ 20,592,231 (\$6,173,531 State Match).

RECONCILIATION	SM	FF	TF
SOC for CY19	\$ 2,099,950	\$ 4,899,898	\$ 6,999,848
PPC for CY19	\$ 398,042	\$ 928,763	\$ 1,326,805
Tiered for CY19	\$ 3,679,674	\$ 8,585,904	\$ 12,265,578
TOTAL	\$ 6,173,531	\$ 14,418,700	\$ 20,592,231

REINSURANCE

ALTCS Reinsurance includes High Cost Behavioral Health (HCBH), as well as transplants and other reinsurance. Expenditures for ALTCS reinsurance, excluding HCBH, for SFY 2019 were \$37,365,800.

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. The SFY 2019 average PMPM was used to develop the SFY 2020-2021 forecasts. In addition, the blended DHCM rate was used to develop SFY 2020 forecasts, and an inflation rate (4.0%) was applied to SFY 2021 forecasts.

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 \$705,400 Total Fund, consisting of \$492,600 Federal Fund and \$212,800 State Match for FY 2020 and \$715,700, consisting of \$500,800 Federal Fund and \$214,900 State Match for FY 2021.

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 2019 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 2020 and 2021 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 1.49%.

(2) The Medicare Part B premium projected for Calendar Years 2020 and 2021 was based on an average of the most recent five years percentage increase (excluding years in which the rate decreased) or 6.45%.

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 increase from 69.81% in FFY 2019 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).

FFY	FMAP
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	70.02%
Oct. 2020 – Sept. 2021	70.30%

ALTCS EPD PROGRAM EXPENDITURES - ALL

TOTAL FUND

FY 19 ACTUAL

	<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:	98,883,404	100,043,844	99,749,362	102,535,989	105,159,131	107,650,074	107,358,443	106,819,844	108,140,242	108,255,206	108,598,073	108,789,123	1,261,982,736
REINSURANCE	4,537,399	2,920,226	4,337,312	4,912,387	4,498,477	1,529,481	3,356,015	2,514,707	2,395,002	313,487	2,747,019	3,304,277	37,365,789
FEE-FOR-SERVICE	21,485,798	29,050,738	24,086,207	28,253,236	19,982,580	27,662,538	27,836,705	23,415,954	23,928,079	23,977,349	27,676,591	25,608,463	302,964,239
MEDICARE PREMIUMS	4,141,448	4,149,309	4,195,396	4,229,008	4,243,121	4,279,533	4,314,979	4,390,645	4,386,939	4,497,974	4,433,464	4,469,618	51,731,433
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	129,048,049	136,164,117	132,368,277	139,930,620	133,883,309	141,121,626	142,866,142	137,141,150	138,850,262	137,044,017	143,455,148	142,171,482	1,654,044,197

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>TOTAL</u>
CAPITATION:	118,368,687	119,048,336	119,633,759	120,202,898	120,622,524	124,377,176	122,534,606	122,790,232	123,799,825	144,239,199	124,113,825	125,197,710	1,484,928,779
REINSURANCE	2,603,100	3,741,200	3,245,000	3,663,200	3,676,100	3,681,700	3,734,600	3,742,500	3,754,400	3,768,700	3,783,000	3,797,300	43,190,800
FEE-FOR-SERVICE	25,995,800	26,034,100	26,198,800	29,665,300	29,762,900	30,482,500	30,017,000	30,087,100	30,247,900	30,413,100	30,601,100	30,762,700	350,268,300
MEDICARE PREMIUMS	4,496,137	4,522,213	4,544,593	4,564,420	4,580,474	4,587,472	4,858,420	4,868,624	4,884,178	4,902,767	4,921,365	4,939,898	56,670,562
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	151,463,724	153,345,850	153,622,152	158,095,818	158,641,999	163,128,848	161,144,626	161,488,457	162,686,303	183,323,766	163,419,290	164,697,608	1,935,058,440

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	
CAPITATION:	125,004,817	125,679,056	128,267,970	131,813,216	132,247,126	134,597,975	132,127,324	132,337,574	133,293,088	133,077,342	133,526,601	134,591,232	1,576,563,319
REINSURANCE	3,810,300	3,831,000	3,849,700	4,019,300	4,031,600	4,035,300	4,027,900	4,034,300	4,044,400	4,057,000	4,070,700	4,084,200	47,895,700
FEE-FOR-SERVICE	30,897,400	31,062,500	31,233,000	31,435,600	31,533,100	32,286,800	32,753,200	32,825,700	32,975,900	33,133,600	33,327,700	33,527,700	386,992,200
MEDICARE PREMIUMS	4,956,900	4,983,800	5,008,000	5,027,700	5,043,000	5,047,600	5,342,800	5,351,300	5,364,800	5,381,400	5,399,600	5,417,300	62,324,200
HIF	-	-	-	-	-	-	1,998,600	-	-	-	-	-	1,998,600
TOTAL	164,669,417	165,556,356	168,358,670	172,295,816	172,854,826	175,967,675	176,249,824	174,548,874	175,678,188	175,649,342	176,324,601	177,620,432	2,075,774,019

ALTCS EPD PROGRAM EXPENDITURES - ALL

FEDERAL FUND

FY 19 ACTUAL

	<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:	69,029,600	69,841,300	69,633,800	71,499,300	73,330,800	75,069,500	74,865,900	74,489,500	75,411,600	75,490,600	75,729,000	75,862,500	880,253,400
REINSURANCE	3,171,200	2,040,900	3,031,300	3,429,300	3,140,400	1,067,700	2,342,800	1,755,500	1,672,000	218,800	1,917,700	2,306,700	26,094,300
FEE-FOR-SERVICE	15,417,300	20,916,300	17,331,800	20,391,700	14,377,800	19,764,900	19,921,400	16,827,700	17,213,900	16,863,100	19,455,900	18,924,100	217,405,900
MEDICARE PREMIUMS	2,894,500	2,900,000	2,932,200	2,952,300	2,962,100	2,987,500	3,012,300	3,065,100	3,062,500	3,140,000	3,095,000	3,120,200	36,123,700
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	90,512,600	95,698,500	92,929,100	98,272,600	93,811,100	98,889,600	100,142,400	96,137,800	97,360,000	95,712,500	100,197,600	100,213,500	1,159,877,300

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>TOTAL</u>
CAPITATION:	82,550,600	83,107,600	83,516,300	84,166,100	84,459,900	84,587,600	85,798,700	85,977,800	86,251,200	100,996,300	86,904,500	87,230,000	1,035,546,600
REINSURANCE	1,817,200	2,611,700	2,265,300	2,565,000	2,574,000	2,577,900	2,615,000	2,620,500	2,628,800	2,638,800	2,648,900	2,658,900	30,222,000
FEE-FOR-SERVICE	18,671,900	18,699,500	18,817,800	21,298,600	21,368,700	21,871,500	21,619,400	21,669,900	21,785,700	21,904,700	22,040,100	22,156,500	251,904,300
MEDICARE PREMIUMS	3,138,800	3,157,000	3,172,600	3,196,000	3,207,200	3,212,100	3,401,900	3,409,000	3,419,900	3,432,900	3,445,900	3,458,900	39,652,200
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	106,178,500	107,575,800	107,772,000	111,225,700	111,609,800	112,249,100	113,435,000	113,677,200	114,085,600	128,972,700	115,039,400	115,504,300	1,357,325,100

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
CAPITATION:	87,430,600	87,902,200	89,714,400	92,560,100	92,864,800	94,517,300	92,780,400	92,928,000	93,599,100	93,447,000	93,762,200	94,510,000	1,106,016,100
REINSURANCE	2,668,000	2,682,500	2,695,600	2,825,600	2,834,200	2,836,800	2,831,600	2,836,100	2,843,200	2,852,100	2,861,700	2,871,200	33,638,600
FEE-FOR-SERVICE	22,253,300	22,372,300	22,495,100	22,746,300	22,816,900	23,345,200	23,675,600	23,728,000	23,836,600	23,950,600	24,091,000	24,235,600	279,546,500
MEDICARE PREMIUMS	3,470,800	3,489,700	3,506,600	3,534,500	3,545,200	3,548,500	3,756,000	3,762,000	3,771,500	3,783,100	3,795,900	3,808,400	43,772,200
HIF	-	-	-	-	-	-	1,060,200	-	-	-	-	-	1,060,200
TOTAL	115,822,700	116,446,700	118,411,700	121,666,500	122,061,100	124,247,800	124,103,800	123,254,100	124,050,400	124,032,800	124,510,800	125,425,200	1,464,033,600

ALTCS EPD PROGRAM EXPENDITURES - ALL

STATE FUND

FY 19 ACTUAL

	<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:	29,853,804	30,202,544	30,115,562	31,036,689	31,828,331	32,580,574	32,492,543	32,330,344	32,728,642	32,764,606	32,869,073	32,926,623	381,729,336
REINSURANCE	1,366,200	879,300	1,306,000	1,483,100	1,358,100	461,800	1,013,200	759,200	723,000	94,700	829,300	997,600	11,271,500
FEE-FOR-SERVICE	6,068,500	8,134,500	6,754,500	7,861,500	5,604,800	7,897,700	7,915,300	6,588,300	6,714,100	7,114,300	8,220,700	6,684,300	85,558,500
MEDICARE PREMIUMS	1,357,337	1,365,213	1,371,993	1,368,420	1,373,274	1,375,372	1,456,520	1,459,624	1,464,278	1,469,867	1,475,465	1,480,998	17,018,362
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	38,645,841	40,581,557	39,548,054	41,749,709	40,164,506	42,315,446	42,877,563	41,137,468	41,630,020	41,443,472	43,394,538	42,089,521	495,577,697

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>TOTAL</u>
CAPITATION:	35,818,087	36,023,436	36,200,659	36,131,498	36,257,624	37,383,276	36,830,906	36,907,732	37,210,925	43,339,199	37,306,225	37,631,610	447,041,179
REINSURANCE	785,900	1,129,500	979,700	1,098,200	1,102,100	1,103,800	1,119,600	1,122,000	1,125,600	1,129,900	1,134,100	1,138,400	12,968,800
FEE-FOR-SERVICE	7,323,900	7,334,600	7,381,000	8,366,700	8,394,200	8,611,000	8,397,600	8,417,200	8,462,200	8,508,400	8,561,000	8,606,200	98,364,000
MEDICARE PREMIUMS	1,357,337	1,365,213	1,371,993	1,368,420	1,373,274	1,375,372	1,456,520	1,459,624	1,464,278	1,469,867	1,475,465	1,480,998	17,018,362
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	45,285,224	45,852,750	45,933,352	46,964,818	47,127,199	48,473,448	47,804,626	47,906,557	48,263,003	54,447,366	48,476,790	48,857,208	575,392,340

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>Jan-00</u>
CAPITATION:	37,574,217	37,776,856	38,553,570	39,253,116	39,382,326	40,080,675	39,346,924	39,409,574	39,693,988	39,630,342	39,764,401	40,081,232	470,547,219
REINSURANCE	1,142,300	1,148,500	1,154,100	1,193,700	1,197,400	1,198,500	1,196,300	1,198,200	1,201,200	1,204,900	1,209,000	1,213,000	14,257,100
FEE-FOR-SERVICE	8,644,100	8,690,200	8,737,900	8,689,300	8,716,200	8,941,600	9,077,600	9,097,700	9,139,300	9,183,000	9,236,700	9,292,100	107,445,700
MEDICARE PREMIUMS	1,486,100	1,494,100	1,501,400	1,493,200	1,497,800	1,499,100	1,586,800	1,589,300	1,593,300	1,598,300	1,603,700	1,608,900	18,552,000
HIF	-	-	-	-	-	-	938,400	-	-	-	-	-	938,400
TOTAL	48,846,717	49,109,656	49,946,970	50,629,316	50,793,726	51,719,875	52,146,024	51,294,774	51,627,788	51,616,542	51,813,801	52,195,232	611,740,419

ALTCS EPD PROGRAM EXPENDITURES - CAPITATION

TOTAL FUND

FY 19 ACTUAL

	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	97,705,022	98,655,671	98,614,352	100,662,003	102,908,693	104,984,155	104,289,978	104,310,548	105,106,892	105,248,054	105,663,873	106,080,802	1,234,230,043
TRIBAL CASE MGMT.	402,320	398,481	407,790	408,868	407,893	408,845	409,301	411,036	408,897	415,971	420,090	420,103	4,919,594
TOTAL REG CAP	98,107,342	99,054,152	99,022,142	101,070,871	103,316,585	105,393,000	104,699,279	104,721,584	105,515,789	105,664,024	106,083,963	106,500,905	1,239,149,637
TOTAL PP CAP	776,062	989,692	727,220	1,465,118	1,842,546	2,257,074	2,659,165	2,098,259	2,624,453	2,591,181	2,514,110	2,288,218	22,833,099
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS													-
TOTAL CAPITATION SFY19:	98,883,404	100,043,844	99,749,362	102,535,989	105,159,131	107,650,074	107,358,443	106,819,844	108,140,242	108,255,206	108,598,073	108,789,123	1,261,982,736

FY 20 REBASE

	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	117,081,724	117,760,756	118,343,528	118,859,846	119,277,910	119,460,136	121,176,298	121,430,813	121,818,754	122,282,374	122,746,249	123,208,472	1,443,446,861
TRIBAL CASE MGMT.	416,863	417,480	420,132	472,952	474,514	474,740	474,708	475,819	478,371	480,993	483,975	486,539	5,557,087
TOTAL REG CAP	117,498,587	118,178,236	118,763,659	119,332,798	119,752,424	119,934,876	121,651,006	121,906,632	122,297,125	122,763,368	123,230,225	123,695,010	1,449,003,948
TOTAL PP CAP	870,100	870,100	870,100	870,100	870,100	870,100	883,600	883,600	883,600	883,600	883,600	883,600	10,522,200
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS										20,592,231			20,592,231
APSI			-			2,063,400			619,100			619,100	3,301,600
APM Recon			-			1,508,800			-			-	1,508,800
TOTAL CAPITATION SFY20:	118,368,687	119,048,336	119,633,759	120,202,898	120,622,524	124,377,176	122,534,606	122,790,232	123,799,825	144,239,199	124,113,825	125,197,710	1,484,928,779

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
REG CAPITATION:													
EPD	123,632,703	124,304,323	124,908,830	130,414,062	130,811,068	130,930,891	130,690,462	130,899,560	131,227,790	131,634,444	132,080,622	132,517,179	1,554,051,933
TRIBAL CASE MGMT.	488,514	491,133	493,840	515,554	517,158	517,784	517,962	519,114	521,498	523,998	527,079	530,252	6,163,886
TOTAL REG CAP	124,121,217	124,795,456	125,402,670	130,929,616	131,328,226	131,448,675	131,208,424	131,418,674	131,749,288	132,158,442	132,607,701	133,047,432	1,560,215,819
TOTAL PP CAP	883,600	883,600	883,600	883,600	918,900	918,900	918,900	918,900	918,900	918,900	918,900	918,900	10,885,600
ACA HEALTH INSURER FEE	-	-	-	-	-	-	1,998,600	-	-	-	-	-	1,998,600
RECONCILIATIONS	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI			1,981,700			624,900			624,900			624,900	3,856,400
APM Recon						1,605,500							1,605,500
TOTAL CAPITATION SFY21:	125,004,817	125,679,056	128,267,970	131,813,216	132,247,126	134,597,975	134,125,924	132,337,574	133,293,088	133,077,342	133,526,601	134,591,232	1,578,561,919

ALTCS EPD PROGRAM EXPENDITURES - CAPITATION

FEDERAL FUND

FY 19 ACTUAL

	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	68,286,000	68,950,400	68,921,600	70,272,100	71,840,600	73,289,400	72,804,800	72,819,200	73,375,100	73,473,700	73,763,900	74,055,000	861,851,800
TRIBAL CASE MGMT.	201,200	199,200	203,900	204,400	203,900	204,400	204,700	205,500	204,400	208,000	210,000	210,100	2,459,700
TOTAL REG CAP	68,487,200	69,149,600	69,125,500	70,476,500	72,044,500	73,493,800	73,009,500	73,024,700	73,579,500	73,681,700	73,973,900	74,265,100	864,311,500
TOTAL PP CAP	542,400	691,700	508,300	1,022,800	1,286,300	1,575,700	1,856,400	1,464,800	1,832,100	1,808,900	1,755,100	1,597,400	15,941,900
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS													-
TOTAL CAPITATION SFY19:	69,029,600	69,841,300	69,633,800	71,499,300	73,330,800	75,069,500	74,865,900	74,489,500	75,411,600	75,490,600	75,729,000	75,862,500	880,253,400

FY 20 REBASE

	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	81,734,800	82,208,800	82,615,600	83,225,700	83,518,400	83,646,000	84,847,600	85,025,900	85,297,500	85,622,100	85,946,900	86,270,600	1,009,959,900
TRIBAL CASE MGMT.	208,400	208,700	210,100	236,500	237,300	237,400	237,400	237,900	239,200	240,500	242,000	243,300	2,778,700
TOTAL REG CAP	81,943,200	82,417,500	82,825,700	83,462,200	83,755,700	83,883,400	85,085,000	85,263,800	85,536,700	85,862,600	86,188,900	86,513,900	1,012,738,600
TOTAL PP CAP	607,400	607,400	607,400	609,200	609,200	609,200	618,700	618,700	618,700	618,700	618,700	618,700	7,362,000
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS										14,418,700			14,418,700
APSI			-			1,444,800			433,500			433,500	2,311,800
APM Recon			-			1,056,500			-			-	1,056,500
TOTAL CAPITATION SFY20:	82,550,600	83,024,900	83,433,100	84,071,400	84,364,900	86,993,900	85,703,700	85,882,500	86,588,900	100,900,000	86,807,600	87,566,100	1,037,887,600

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
REG CAPITATION:													
EPD	86,567,600	87,037,900	87,461,200	91,681,100	91,960,200	92,044,400	91,875,400	92,022,400	92,253,100	92,539,000	92,852,700	93,159,600	1,091,454,600
TRIBAL CASE MGMT.	244,300	245,600	246,900	257,800	258,600	258,900	259,000	259,600	260,700	262,000	263,500	265,100	3,082,000
TOTAL REG CAP	86,811,900	87,283,500	87,708,100	91,938,900	92,218,800	92,303,300	92,134,400	92,282,000	92,513,800	92,801,000	93,116,200	93,424,700	1,094,536,600
TOTAL PP CAP	618,700	618,700	618,700	621,200	646,000	646,000	646,000	646,000	646,000	646,000	646,000	646,000	7,645,300
ACA HEALTH INSURER FEE	-	-	-	-	-	-	1,060,200	-	-	-	-	-	1,060,200
RECONCILIATIONS	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI			1,387,600			439,300			439,300			439,300	2,705,500
APM Recon			-			1,128,700			-			-	1,128,700
TOTAL CAPITATION SFY21:	87,430,600	87,902,200	89,714,400	92,560,100	92,864,800	94,517,300	93,840,600	92,928,000	93,599,100	93,447,000	93,762,200	94,510,000	1,107,076,300

ALTCS EPD PROGRAM EXPENDITURES - CAPITATION

STATE FUND

FY 19 ACTUAL

	<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>
REG CAPITATION:													
EPD	29,419,022	29,705,271	29,692,752	30,389,903	31,068,093	31,694,755	31,485,178	31,491,348	31,731,792	31,774,354	31,899,973	32,025,802	372,378,243
TRIBAL CASE MGMT.	201,120	199,281	203,890	204,468	203,993	204,445	204,601	205,536	204,497	207,971	210,090	210,003	2,459,894
TOTAL REG CAP	29,620,142	29,904,552	29,896,642	30,594,371	31,272,085	31,899,200	31,689,779	31,696,884	31,936,289	31,982,324	32,110,063	32,235,805	374,838,137
TOTAL PP CAP	233,662	297,992	218,920	442,318	556,246	681,374	802,765	633,459	792,353	782,281	759,010	690,818	6,891,199
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITATION SFY19:	29,853,804	30,202,544	30,115,562	31,036,689	31,828,331	32,580,574	32,492,543	32,330,344	32,728,642	32,764,606	32,869,073	32,926,623	381,729,336

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>TOTAL</u>
REG CAPITATION:													
EPD	35,346,924	35,551,956	35,727,928	35,634,146	35,759,510	35,814,136	36,328,698	36,404,913	36,521,254	36,660,274	36,799,349	36,937,872	433,486,961
TRIBAL CASE MGMT.	208,463	208,780	210,032	236,452	237,214	237,340	237,308	237,919	239,171	240,493	241,975	243,239	2,778,387
TOTAL REG CAP	35,555,387	35,760,736	35,937,959	35,870,598	35,996,724	36,051,476	36,566,006	36,642,832	36,760,425	36,900,768	37,041,325	37,181,110	436,265,348
TOTAL PP CAP	262,700	262,700	262,700	260,900	260,900	260,900	264,900	264,900	264,900	264,900	264,900	264,900	3,160,200
ACA HEALTH INSURER FEE	-	-	-	-	-	-	-	-	-	-	-	-	-
RECONCILIATIONS	-	-	-	-	-	-	-	-	-	6,173,531	-	-	6,173,531
APSI	-	-	-	-	-	618,600	-	-	185,600	-	-	185,600	989,800
APM Recon	-	-	-	-	-	452,300	-	-	-	-	-	-	452,300
TOTAL CAPITATION SFY20:	35,818,087	36,023,436	36,200,659	36,131,498	36,257,624	37,383,276	36,830,906	36,907,732	37,210,925	43,339,199	37,306,225	37,631,610	447,041,179

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
REG CAPITATION:													
EPD	37,065,103	37,266,423	37,447,630	38,732,962	38,850,868	38,886,491	38,815,062	38,877,160	38,974,690	39,095,444	39,227,922	39,357,579	462,597,333
TRIBAL CASE MGMT.	244,214	245,533	246,940	257,754	258,558	258,884	258,962	259,514	260,798	261,998	263,579	265,152	3,081,886
TOTAL REG CAP	37,309,317	37,511,956	37,694,570	38,990,716	39,109,426	39,145,375	39,074,024	39,136,674	39,235,488	39,357,442	39,491,501	39,622,732	465,679,219
TOTAL PP CAP	264,900	264,900	264,900	262,400	272,900	272,900	272,900	272,900	272,900	272,900	272,900	272,900	3,240,300
ACA HEALTH INSURER FEE	-	-	-	-	-	-	938,400	-	-	-	-	-	938,400
RECONCILIATIONS	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	594,100	-	-	185,600	-	-	185,600	-	-	185,600	1,150,900
APM Recon	-	-	-	-	-	476,800	-	-	-	-	-	-	476,800
TOTAL CAPITATION SFY21:	37,574,217	37,776,856	38,553,570	39,253,116	39,382,326	40,080,675	40,285,324	39,409,574	39,693,988	39,630,342	39,764,401	40,081,232	471,485,619

ALTCS EPD REINSURANCE EXPENDITURES

TOTAL FUND

FY 19 ACTUAL

	<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>
REINSURANCE SFY19	4,537,399	2,920,226	4,337,312	4,912,387	4,498,477	1,529,481	3,356,015	2,514,707	2,395,002	313,487	2,747,019	3,304,277	37,365,789

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>TOTAL</u>
REINSURANCE SFY20	2,603,100	3,741,200	3,245,000	3,663,200	3,676,100	3,681,700	3,734,600	3,742,500	3,754,400	3,768,700	3,783,000	3,797,300	43,190,800

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
REINSURANCE SFY21	3,810,300	3,831,000	3,849,700	4,019,300	4,031,600	4,035,300	4,027,900	4,034,300	4,044,400	4,057,000	4,070,700	4,084,200	47,895,700

ALTCS EPD REINSURANCE EXPENDITURES

FEDERAL FUND

FY 19 ACTUAL

	<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>
REINSURANCE SFY19	3,171,200	2,040,900	3,031,300	3,429,300	3,140,400	1,067,700	2,342,800	1,755,500	1,672,000	218,800	1,917,700	2,306,700	26,094,300

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>TOTAL</u>
REINSURANCE SFY20	1,817,200	2,611,700	2,265,300	2,565,000	2,574,000	2,577,900	2,615,000	2,620,500	2,628,800	2,638,800	2,648,900	2,658,900	30,222,000

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
REINSURANCE SFY21	2,668,000	2,682,500	2,695,600	2,825,600	2,834,200	2,836,800	2,831,600	2,836,100	2,843,200	2,852,100	2,861,700	2,871,200	33,638,600

ALTCS EPD REINSURANCE EXPENDITURES

STATE FUND

FY 19 ACTUAL

	<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>
REINSURANCE SFY19	1,366,200	879,300	1,306,000	1,483,100	1,358,100	461,800	1,013,200	759,200	723,000	94,700	829,300	997,600	11,271,500

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>TOTAL</u>
REINSURANCE SFY20	785,900	1,129,500	979,700	1,098,200	1,102,100	1,103,800	1,119,600	1,122,000	1,125,600	1,129,900	1,134,100	1,138,400	12,968,800

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
REINSURANCE SFY21	1,142,300	1,148,500	1,154,100	1,193,700	1,197,400	1,198,500	1,196,300	1,198,200	1,201,200	1,204,900	1,209,000	1,213,000	14,257,100

ALTCS EPD REINSURANCE MEMBER MONTHS

MEMBER MONTHS

FY 19 ACTUAL

	<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>
REINSURANCE SFY19	27,164	27,438	27,651	27,825	27,945	27,970	27,943	28,044	28,134	28,234	28,382	28,512	335,242

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>TOTAL</u>
REINSURANCE SFY20	28,723	28,890	29,033	29,160	29,262	29,307	29,274	29,336	29,430	29,542	29,654	29,765	351,375

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
REINSURANCE SFY21	29,868	30,030	30,176	30,294	30,386	30,414	30,358	30,407	30,483	30,578	30,681	30,783	364,459

ALTCS EPD REINSURANCE RATES

RATES

FY 19 ACTUAL

		<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 AVG</u>
REINSURANCE SFY19	\$	167.04	\$ 106.43	\$ 156.86	\$ 176.55	\$ 160.98	\$ 54.68	\$ 120.10	\$ 89.67	\$ 85.13	\$ 11.10	\$ 96.79	\$ 115.89	\$ 111.77

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 AVG</u>
REINSURANCE SFY20	\$	90.63	\$ 129.50	\$ 111.77	\$ 125.63	\$ 125.63	\$ 125.63	\$ 127.57	\$ 127.57	\$ 127.57	\$ 127.57	\$ 127.57	\$ 127.57	\$ 122.85

FY 21 REQUEST

		<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY AVG</u>
REINSURANCE SFY21	\$	127.57	\$ 127.57	\$ 127.57	\$ 132.68	\$ 132.68	\$ 132.68	\$ 132.68	\$ 132.68	\$ 132.68	\$ 132.68	\$ 132.68	\$ 132.68	\$ 131.40

ALTCS EPD FFS EXPENDITURES

TOTAL FUND

FY 19 ACTUAL

	<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	20,105,941	26,890,494	22,361,060	25,916,036	18,533,313	24,573,059	26,165,854	21,738,960	22,173,918	23,449,271	27,064,586	22,029,242	281,001,733
PRIOR QUARTER	48,459	125,358	71,487	124,413	31,804	61,556	52,523	83,898	65,516	115,465	165,287	111,634	1,057,399
IHS FACILITY	1,331,398	2,034,886	1,653,660	2,212,787	1,417,464	1,506,827	1,618,328	1,593,097	1,688,645	412,613	446,719	3,467,587	19,384,011
IHS TOTAL	21,485,798	29,050,738	24,086,207	28,253,236	19,982,580	26,141,442	27,836,705	23,415,954	23,928,079	23,977,349	27,676,591	25,608,463	301,443,143
FQHC	-	-	-	-	-	1,521,096	-	-	-	-	-	-	1,521,096
TOTAL FFS	21,485,798	29,050,738	24,086,207	28,253,236	19,982,580	27,662,538	27,836,705	23,415,954	23,928,079	23,977,349	27,676,591	25,608,463	302,964,239

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>TOTAL</u>
IHS NON-FACILITY	24,157,200	24,192,900	24,346,600	27,805,500	27,897,300	27,910,600	27,908,700	27,974,000	28,124,100	28,278,200	28,453,600	28,604,300	325,653,000
PRIOR QUARTER	102,100	102,100	102,100	102,100	102,100	102,100	102,100	102,200	102,200	102,200	102,200	102,200	1,225,400
IHS FACILITY	1,736,500	1,739,100	1,750,100	1,757,700	1,763,500	1,764,400	2,006,200	2,010,900	2,021,600	2,032,700	2,045,300	2,056,200	22,684,200
IHS TOTAL	25,995,800	26,034,100	26,198,800	29,665,300	29,762,900	29,777,100	30,017,000	30,087,100	30,247,900	30,413,100	30,601,100	30,762,700	349,562,600
FQHC	-	-	-	-	-	705,400	-	-	-	-	-	-	705,400
TOTAL FFS	25,995,800	26,034,100	26,198,800	29,665,300	29,762,900	30,482,500	30,017,000	30,087,100	30,247,900	30,413,100	30,601,100	30,762,700	350,268,300

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
IHS NON-FACILITY*	28,720,400	28,874,400	29,033,500	29,144,300	29,235,000	29,270,400	30,451,700	30,519,400	30,659,500	30,806,600	30,987,700	31,174,200	358,877,100
PRIOR QUARTER	112,500	112,500	112,500	112,500	112,500	112,500	112,500	112,500	112,500	112,500	112,500	112,600	1,350,400
IHS FACILITY	2,064,500	2,075,600	2,087,000	2,178,800	2,185,600	2,188,200	2,189,000	2,193,800	2,203,900	2,214,500	2,227,500	2,240,900	26,049,300
IHS TOTAL	30,897,400	31,062,500	31,233,000	31,435,600	31,533,100	31,571,100	32,753,200	32,825,700	32,975,900	33,133,600	33,327,700	33,527,700	386,276,800
FQHC	-	-	-	-	-	715,700	-	-	-	-	-	-	715,700
TOTAL FFS	30,897,400	31,062,500	31,233,000	31,435,600	31,533,100	32,286,800	32,753,200	32,825,700	32,975,900	33,133,600	33,327,700	33,527,700	386,992,200

ALTCS EPD FFS EXPENDITURES

FEDERAL FUND

FY 19 ACTUAL

	<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	14,052,000	18,793,800	15,628,100	18,092,000	12,938,100	17,154,500	18,266,400	15,176,000	15,479,600	16,369,900	18,893,800	15,378,600	196,222,800
PRIOR QUARTER	33,900	87,600	50,000	86,900	22,200	43,000	36,700	58,600	45,700	80,600	115,400	77,900	738,500
IHS FACILITY	1,331,400	2,034,900	1,653,700	2,212,800	1,417,500	1,506,800	1,618,300	1,593,100	1,688,600	412,600	446,700	3,467,600	19,384,000
IHS TOTAL	15,417,300	20,916,300	17,331,800	20,391,700	14,377,800	18,704,300	19,921,400	16,827,700	17,213,900	16,863,100	19,455,900	18,924,100	216,345,300
FQHC	-	-	-	-	-	1,060,600	-	-	-	-	-	-	1,060,600
TOTAL FFS	15,417,300	20,916,300	17,331,800	20,391,700	14,377,800	19,764,900	19,921,400	16,827,700	17,213,900	16,863,100	19,455,900	18,924,100	217,405,900

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>TOTAL</u>
IHS NON-FACILITY	16,864,100	16,889,100	16,996,400	19,469,400	19,533,700	19,543,000	19,541,700	19,587,400	19,692,500	19,800,400	19,923,200	20,028,700	227,869,600
PRIOR QUARTER	71,300	71,300	71,300	71,500	71,500	71,500	71,500	71,600	71,600	71,600	71,600	71,600	857,900
IHS FACILITY	1,736,500	1,739,100	1,750,100	1,757,700	1,763,500	1,764,400	2,006,200	2,010,900	2,021,600	2,032,700	2,045,300	2,056,200	22,684,200
IHS TOTAL	18,671,900	18,699,500	18,817,800	21,298,600	21,368,700	21,378,900	21,619,400	21,669,900	21,785,700	21,904,700	22,040,100	22,156,500	251,411,700
FQHC	-	-	-	-	-	492,600	-	-	-	-	-	-	492,600
TOTAL FFS	18,671,900	18,699,500	18,817,800	21,298,600	21,368,700	21,871,500	21,619,400	21,669,900	21,785,700	21,904,700	22,040,100	22,156,500	251,904,300

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
IHS NON-FACILITY*	20,110,000	20,217,900	20,329,300	20,488,400	20,552,200	20,577,100	21,407,500	21,455,100	21,553,600	21,657,000	21,784,400	21,915,500	252,048,000
PRIOR QUARTER	78,800	78,800	78,800	79,100	79,100	79,100	79,100	79,100	79,100	79,100	79,100	79,200	948,400
IHS FACILITY	2,064,500	2,075,600	2,087,000	2,178,800	2,185,600	2,188,200	2,189,000	2,193,800	2,203,900	2,214,500	2,227,500	2,240,900	26,049,300
IHS TOTAL	22,253,300	22,372,300	22,495,100	22,746,300	22,816,900	22,844,400	23,675,600	23,728,000	23,836,600	23,950,600	24,091,000	24,235,600	279,045,700
FQHC	-	-	-	-	-	500,800	-	-	-	-	-	-	500,800
TOTAL FFS	22,253,300	22,372,300	22,495,100	22,746,300	22,816,900	23,345,200	23,675,600	23,728,000	23,836,600	23,950,600	24,091,000	24,235,600	279,546,500

ALTCS EPD FFS EXPENDITURES

STATE FUND

FY 19 ACTUAL

	<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	6,053,900	8,096,700	6,733,000	7,824,000	5,595,200	7,418,600	7,899,500	6,563,000	6,694,300	7,079,400	8,170,800	6,650,600	84,779,000
PRIOR QUARTER	14,600	37,800	21,500	37,500	9,600	18,600	15,800	25,300	19,800	34,900	49,900	33,700	319,000
IHS FACILITY	-	-	-	-	-	-	-	-	-	-	-	-	-
IHS TOTAL	6,068,500	8,134,500	6,754,500	7,861,500	5,604,800	7,437,200	7,915,300	6,588,300	6,714,100	7,114,300	8,220,700	6,684,300	85,098,000
FQHC	-	-	-	-	-	460,500	-	-	-	-	-	-	460,500
TOTAL FFS	6,068,500	8,134,500	6,754,500	7,861,500	5,604,800	7,897,700	7,915,300	6,588,300	6,714,100	7,114,300	8,220,700	6,684,300	85,558,500

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>TOTAL</u>
IHS NON-FACILITY	7,293,100	7,303,800	7,350,200	8,336,100	8,363,600	8,367,600	8,367,000	8,386,600	8,431,600	8,477,800	8,530,400	8,575,600	97,783,400
PRIOR QUARTER	30,800	30,800	30,800	30,600	30,600	30,600	30,600	30,600	30,600	30,600	30,600	30,600	367,800
IHS FACILITY	-	-	-	-	-	-	-	-	-	-	-	-	-
IHS TOTAL	7,323,900	7,334,600	7,381,000	8,366,700	8,394,200	8,398,200	8,397,600	8,417,200	8,462,200	8,508,400	8,561,000	8,606,200	98,151,200
FQHC	-	-	-	-	-	212,800	-	-	-	-	-	-	212,800
TOTAL FFS	7,323,900	7,334,600	7,381,000	8,366,700	8,394,200	8,611,000	8,397,600	8,417,200	8,462,200	8,508,400	8,561,000	8,606,200	98,364,000

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
IHS NON-FACILITY*	8,610,400	8,656,500	8,704,200	8,655,900	8,682,800	8,693,300	9,044,200	9,064,300	9,105,900	9,149,600	9,203,300	9,258,700	106,829,100
PRIOR QUARTER	33,700	33,700	33,700	33,400	33,400	33,400	33,400	33,400	33,400	33,400	33,400	33,400	401,700
IHS FACILITY	-	-	-	-	-	-	-	-	-	-	-	-	-
IHS TOTAL	8,644,100	8,690,200	8,737,900	8,689,300	8,716,200	8,726,700	9,077,600	9,097,700	9,139,300	9,183,000	9,236,700	9,292,100	107,230,800
FQHC	-	-	-	-	-	214,900	-	-	-	-	-	-	214,900
TOTAL FFS	8,644,100	8,690,200	8,737,900	8,689,300	8,716,200	8,941,600	9,077,600	9,097,700	9,139,300	9,183,000	9,236,700	9,292,100	107,445,700

ALTCES EPD FFS MEMBER MONTHS

FFS MEMBER MONTHS

FY 19 ACTUAL

	<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	2,572	2,584	2,594	2,602	2,623	2,618	2,611	2,605	2,623	2,646	2,673	2,692	31,444
PRIOR QUARTER	-	-	-	-	-	-	-	-	-	-	-	-	-
IHS FACILITY	2,572	2,584	2,594	2,602	2,623	2,618	2,611	2,605	2,623	2,646	2,673	2,692	31,444
TOTAL FFS	5,144	5,169	5,189	5,204	5,246	5,236	5,222	5,210	5,245	5,293	5,346	5,384	62,888

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>TOTAL</u>
IHS NON-FACILITY	2,702	2,706	2,723	2,735	2,744	2,745	2,745	2,752	2,766	2,782	2,799	2,814	33,000
PRIOR QUARTER	-	-	-	-	-	-	-	-	-	-	-	-	-
IHS FACILITY	2,702	2,706	2,723	2,735	2,744	2,745	2,745	2,752	2,766	2,782	2,799	2,814	33,000
TOTAL FFS	5,404	5,412	5,446	5,470	5,488	5,491	5,490	5,503	5,533	5,563	5,598	5,627	66,000

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
IHS NON-FACILITY*	2,825	2,840	2,856	2,867	2,876	2,879	2,880	2,887	2,900	2,914	2,931	2,948	34,600
PRIOR QUARTER	-	-	-	-	-	-	-	-	-	-	-	-	-
IHS FACILITY	2,825	2,840	2,856	2,867	2,876	2,879	2,880	2,887	2,900	2,914	2,931	2,948	34,600
TOTAL FFS	5,650	5,680	5,712	5,733	5,751	5,758	5,760	5,773	5,800	5,827	5,862	5,897	69,200

ALTCS EPD FFS RATES

FFS RATES

FY 19 ACTUAL

	<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 AVG</u>
IHS NON-FACILITY PRIOR QUARTER	\$ 7,817.73	\$ 10,404.98	\$ 8,618.65	\$ 9,959.43	\$ 7,066.02	\$ 9,386.08	\$ 10,021.89	\$ 8,345.07	\$ 8,454.48	\$ 8,860.60	\$ 10,125.78	\$ 8,182.62	\$ 8,936.94
IHS FACILITY	\$ 517.68	\$ 787.38	\$ 637.37	\$ 850.36	\$ 540.42	\$ 575.56	\$ 619.84	\$ 611.55	\$ 643.85	\$ 155.91	\$ 167.13	\$ 1,288.01	\$ 616.26

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 AVG</u>
IHS NON-FACILITY PRIOR QUARTER	\$ 8,940.48	\$ 8,940.48	\$ 8,940.48	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 9,859.94
IHS FACILITY	\$ 642.67	\$ 642.67	\$ 642.67	\$ 642.67	\$ 642.67	\$ 642.67	\$ 730.79	\$ 730.79	\$ 730.79	\$ 730.79	\$ 730.79	\$ 730.79	\$ 686.73

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY AVG</u>
IHS NON-FACILITY* PRIOR QUARTER	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,166.43	\$ 10,573.09	\$ 10,573.09	\$ 10,573.09	\$ 10,573.09	\$ 10,573.09	\$ 10,573.09	\$ 10,369.76
IHS FACILITY	\$ 730.79	\$ 730.79	\$ 730.79	\$ 760.03	\$ 760.03	\$ 760.03	\$ 760.03	\$ 760.03	\$ 760.03	\$ 760.03	\$ 760.03	\$ 760.03	\$ 752.72

ALTCS EPD MEDICARE EXPENDITURES

TOTAL FUND

FY 19ACTUAL

	<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	344,054	344,160	336,374	342,029	348,571	346,799	347,072	356,385	364,312	441,863	381,330	382,773	4,335,723
PART B	3,797,393	3,805,148	3,859,022	3,886,979	3,894,550	3,932,735	3,967,907	4,034,260	4,022,627	4,056,112	4,052,134	4,086,845	47,395,710
TOTAL	4,141,448	4,149,309	4,195,396	4,229,008	4,243,121	4,279,533	4,314,979	4,390,645	4,386,939	4,497,974	4,433,464	4,469,618	51,731,433
FED SHARE	2,894,500	2,900,000	2,932,200	2,952,300	2,962,100	2,987,500	3,012,300	3,065,100	3,062,500	3,140,000	3,095,000	3,120,200	36,123,700
STATE SHARE	1,246,948	1,249,309	1,263,196	1,276,708	1,281,021	1,292,033	1,302,679	1,325,545	1,324,439	1,357,974	1,338,464	1,349,418	15,607,733
MEMBER MONTHS	27,164	27,438	27,651	27,825	27,945	27,970	27,943	28,044	28,134	28,234	28,382	28,512	335,242
PMPM													
PART A	12.67	12.54	12.16	12.29	12.47	12.40	12.42	12.71	12.95	15.65	13.44	13.43	12.93
PART B	139.80	138.68	139.56	139.69	139.37	140.61	142.00	143.86	142.98	143.66	142.77	143.34	141.38

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>TOTAL</u>
PART A	385,796	388,034	389,954	391,655	393,033	393,633	399,034	399,872	401,150	402,677	404,204	405,726	4,754,769
PART B	4,110,341	4,134,180	4,154,639	4,172,765	4,187,442	4,193,839	4,459,386	4,468,752	4,483,028	4,500,090	4,517,161	4,534,171	51,915,793
TOTAL	4,496,137	4,522,213	4,544,593	4,564,420	4,580,474	4,587,472	4,858,420	4,868,624	4,884,178	4,902,767	4,921,365	4,939,898	56,670,562
FED SHARE	3,138,800	3,157,000	3,172,600	3,196,000	3,207,200	3,212,100	3,401,900	3,409,000	3,419,900	3,432,900	3,445,900	3,458,900	39,652,200
STATE SHARE	1,357,337	1,365,213	1,371,993	1,368,420	1,373,274	1,375,372	1,456,520	1,459,624	1,464,278	1,469,867	1,475,465	1,480,998	17,018,362
MEMBER MONTHS	28,723	28,890	29,033	29,160	29,262	29,307	29,274	29,336	29,430	29,542	29,654	29,765	351,375
PMPM													
PART A	13.43	13.43	13.43	13.43	13.43	13.43	13.63	13.63	13.63	13.63	13.63	13.63	13.53
PART B	143.10	143.10	143.10	143.10	143.10	143.10	152.33	152.33	152.33	152.33	152.33	152.33	147.75

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
PART A	407,100	409,300	411,300	412,900	414,200	414,600	420,000	420,600	421,700	423,000	424,400	425,600	5,004,700
PART B	4,549,800	4,574,500	4,596,700	4,614,800	4,628,800	4,633,000	4,922,800	4,930,700	4,943,100	4,958,400	4,975,200	4,991,700	57,319,500
TOTAL	4,956,900	4,983,800	5,008,000	5,027,700	5,043,000	5,047,600	5,342,800	5,351,300	5,364,800	5,381,400	5,399,600	5,417,300	62,324,200
FED SHARE	3,470,800	3,489,700	3,506,600	3,534,500	3,545,200	3,548,500	3,756,000	3,762,000	3,771,500	3,783,100	3,795,900	3,808,400	43,772,200
STATE SHARE	1,486,100	1,494,100	1,501,400	1,493,200	1,497,800	1,499,100	1,586,800	1,589,300	1,593,300	1,598,300	1,603,700	1,608,900	18,552,000
	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	
MEMBER MONTHS	29,868	30,030	30,176	30,294	30,386	30,414	30,358	30,407	30,483	30,578	30,681	30,783	364,459
PMPM													
PART A	13.63	13.63	13.63	13.63	13.63	13.63	13.83	13.83	13.83	13.83	13.83	13.83	13.73
PART B	152.33	152.33	152.33	152.33	152.33	152.33	162.16	162.16	162.16	162.16	162.16	162.16	157.27

Medicare Premium Inflation Factors

Medicare Premium History:					
		PMPM		% Change	
		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	Actual	\$ 437.00	\$ 135.50	3.55%	1.12%
2020.01 to 2020.12	Projected	\$ 443.49	\$ 144.24	1.49%	6.45%
2021.01 to 2021.12	Projected	\$ 450.08	\$ 153.54	1.49%	6.45%

Projected Medicare % Change			
	Part A	Part B	A & B Average
2 Year Average	2.87%	0.56%	1.71%
3 Year Average	2.07%	3.71%	2.89%
4 Year Average	1.80%	6.81%	4.31%
5 Year Average	1.49%	6.45%	3.97%

Note: Averages in the projected change table above do not include years in which there was a decrease.

**ALTCS County Model
SFY 21**

If Col. 7 < 0,
then Col. 10 =

	1	2	3	4	5	3 - 5 - 4	6 - 2	8	9	Col. 10 = Col. 6	From NAV Circuit Breaker	From NA Population Percentages	Based on Population Estimate from DES	10 - 11 - 12 - 13	Col. 15 = (4 + 5 11 + 12 + 13)
	FY 19 County Contributions	FY 20 ALTCS Contributions Statutory %	FY 20 ALTCS Contributions by Utilization %	Prior Year NF Growth by Utilization % State PY*	Current Year NF Growth by Utilization % State CY	FY 20 County Contributions Utilization % Less State Covered Growth	Change in Contributions from Statutory % to Utilization %	Phased In Savings from Utilization % (100%)	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
Apache	720,200	1,401,433	17,540,499	3,867,511	1,551,600	12,121,389	10,719,955	NA	NA	12,121,389	6,214,100	5,063,100	0	844,189	16,696,311
Cochise	5,176,200	15,861,678	12,330,958	5,310,141	1,090,800	5,930,017	(9,931,662)	NA	NA	5,930,017	0	0	0	5,930,017	6,400,941
Coconino	2,162,200	4,204,300	12,082,310	2,908,722	1,068,800	8,104,788	3,900,487	NA	NA	8,104,788	0	5,570,700	0	2,534,088	9,548,222
Gila	2,418,200	16,307,589	8,481,022	2,710,395	750,200	5,020,427	(11,287,162)	NA	NA	5,020,427	296,700	0	1,966,300	2,757,427	5,723,595
Graham	1,684,400	4,076,897	3,825,565	1,350,358	338,400	2,136,807	(1,940,090)	NA	NA	2,136,807	391,700	0	0	1,745,107	2,080,458
Greenlee	8,200	2,165,852	181,617	149,084	16,100	16,434	(2,149,418)	NA	NA	16,434	0	0	0	16,434	165,184
La Paz	822,000	2,165,852	1,540,835	593,702	136,300	810,833	(1,355,019)	NA	NA	810,833	0	0	0	810,833	730,002
Maricopa	185,791,300	360,232,096	377,838,145	111,757,081	33,422,400	232,658,664	(127,573,432)	NA	NA	232,658,664	0	0	13,740,200	218,918,464	158,919,681
Mohave	9,232,700	17,390,515	19,350,194	5,742,098	1,711,700	11,896,396	(5,494,119)	NA	NA	11,896,396	0	0	1,077,300	10,819,096	8,531,098
Navajo	2,981,000	5,796,838	20,481,596	5,015,711	1,811,700	13,654,185	7,857,347	NA	NA	13,654,185	5,965,900	4,194,500	0	3,493,785	16,987,811
Pima	45,157,400	130,906,624	93,089,970	29,864,744	8,234,500	54,990,725	(75,915,898)	NA	NA	54,990,725	0	0	2,725,200	52,265,525	40,824,444
Pinal	13,755,300	32,424,074	26,298,465	7,951,475	2,326,300	16,020,690	(16,403,384)	NA	NA	16,020,690	0	0	0	16,020,690	10,277,775
Santa Cruz	2,266,800	6,688,660	6,721,302	1,778,681	594,500	4,348,121	(2,340,539)	NA	NA	4,348,121	1,249,600	0	436,400	2,662,121	4,059,181
Yavapai	8,543,800	19,874,874	19,534,926	7,552,795	1,728,000	10,254,131	(9,620,743)	NA	NA	10,254,131	0	0	0	10,254,131	9,280,795
Yuma	9,556,400	17,517,918	17,717,796	5,019,643	1,567,300	11,130,854	(6,387,064)	NA	NA	11,130,854	0	0	0	11,130,854	6,586,943
Total	290,276,100	637,015,200	637,015,200	191,572,141	56,348,600	389,094,459	(247,920,741)	0	0	389,094,459	14,118,000	14,828,300	19,945,400	340,202,759	296,812,441

Growth over Prior Year 21.49%

Net State Contribution:* 296,812,441

Appropriated 14:* 150,369,100

* Includes state share of ACA Health Insurer Fee (40.82% of total)

Increase GF SFY14: 146,443,341

ALTCS Clawback Estimate: 42,228,200

Clawback State: 19,675,900

Clawback County: 22,552,300

Medicare Copays State: 0

State Net of Clawback 277,136,541

County Net of Clawback 317,650,459

**ALTCS Model
Property Tax Rate Circuit Breaker**

	FY 2019 Primary NAV*	FY 2019 SRP**	Net County Contributions	Effective Prop Tax	Relief for Rates > \$0.90
Apache	\$461,587,670	\$194,781,000	12,121,389	\$1.85	\$6,214,100
Cochise	\$945,394,652	\$0	5,930,017	\$0.63	\$0
Coconino	\$1,828,534,087	\$59,454,000	8,104,788	\$0.43	\$0
Gila	\$519,905,410	\$4,956,000	5,020,427	\$0.96	\$296,700
Graham	\$193,896,046	\$0	2,136,807	\$1.10	\$391,700
Greenlee	\$435,233,182	\$0	16,434	\$0.00	\$0
La Paz	\$214,340,780	\$1,000	810,833	\$0.38	\$0
Maricopa	\$43,194,326,395	\$749,125,000	232,658,664	\$0.53	\$0
Mohave	\$1,908,201,470	\$695,000	11,896,396	\$0.62	\$0
Navajo	\$852,640,245	\$1,615,000	13,654,185	\$1.60	\$5,965,900
Pima	\$8,729,964,922	\$0	54,990,725	\$0.63	\$0
Pinal	\$2,521,252,051	\$109,225,000	16,020,690	\$0.61	\$0
Santa Cruz	\$344,279,771	\$0	4,348,121	\$1.26	\$1,249,600
Yavapai	\$2,765,677,077	\$656,000	10,254,131	\$0.37	\$0
Yuma	\$1,243,308,079	\$0	11,130,854	\$0.90	\$0
Total	\$66,158,541,837	\$1,120,508,000	\$389,094,459		14,118,000

* Primary NAV figures received May 1, 2019 from CIS Team, Local Jurisdictions District, ADOR.

** Revised SRP estimate received from Christopher Kelling at SRP on March 11, 2019.

**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 19 ALTCS Expenditures	ALTCS % of Total	ALTCS Statutory Percentages
<i>Apache</i>	13,819,156	2.75354%	0.22%
<i>Cochise</i>	9,714,856	1.93574%	2.49%
<i>Coconino</i>	9,518,961	1.89671%	0.66%
<i>Gila</i>	6,681,712	1.33137%	2.56%
<i>Graham</i>	3,013,943	0.60055%	0.64%
<i>Greenlee</i>	143,086	0.02851%	0.34%
<i>La Paz</i>	1,213,935	0.24188%	0.34%
<i>Maricopa</i>	297,677,053	59.31384%	56.55%
<i>Mohave</i>	15,244,911	3.03763%	2.73%
<i>Navajo</i>	16,136,278	3.21524%	0.91%
<i>Pima</i>	73,340,260	14.61346%	20.55%
<i>Pinal</i>	20,719,056	4.12839%	5.09%
<i>Santa Cruz</i>	5,295,329	1.05512%	1.05%
<i>Yavapai</i>	15,390,450	3.06663%	3.12%
<i>Yuma</i>	13,958,838	2.78138%	2.75%
Total	501,867,824	100.00000%	100.0000%

Utilization as of 7/23/2019

Per Capita Reduction Calculation

County	CY19 Approp.	19 Adjusted Contribution	Population 7/1/2018	Per Capita Contribution	Per Capita Circuit Breaker
Apache	657,500	844,189	73,600	11.47	0
Cochise	5,241,100	5,930,017	131,300	45.16	0
Coconino	1,974,000	2,534,088	147,100	17.23	0
Gila	2,208,500	4,723,727	55,000	85.89	1,966,314
Graham	1,561,800	1,745,107	38,300	45.56	0
Greenlee	28,000	16,434	10,600	1.55	0
La Paz	526,000	810,833	22,000	36.86	0
Maricopa	165,477,400	232,658,664	4,366,600	53.28	13,740,162
Mohave	8,350,800	11,896,396	215,800	55.13	1,077,312
Navajo	2,721,500	3,493,785	113,700	30.73	0
Pima	40,974,000	54,990,725	1,042,500	52.75	2,725,224
Pinal	15,344,200	16,020,690	453,400	35.33	0
Santa Cruz	2,040,600	3,098,521	53,100	58.35	436,365
Yavapai	8,840,500	10,254,131	232,000	44.20	0
Yuma	8,727,300	11,130,854	228,600	48.69	0
Total:	264,673,200	360,148,159	7,183,600	50.13	19,945,376.61

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, 2019 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 2020*	FY 2021**	County	State	Total Non-Federal
524,318,400	637,015,200 21.49%	56,348,400	56,348,400	112,696,800

* From Appropriation. Excludes non-federal share of BON (\$104,800).

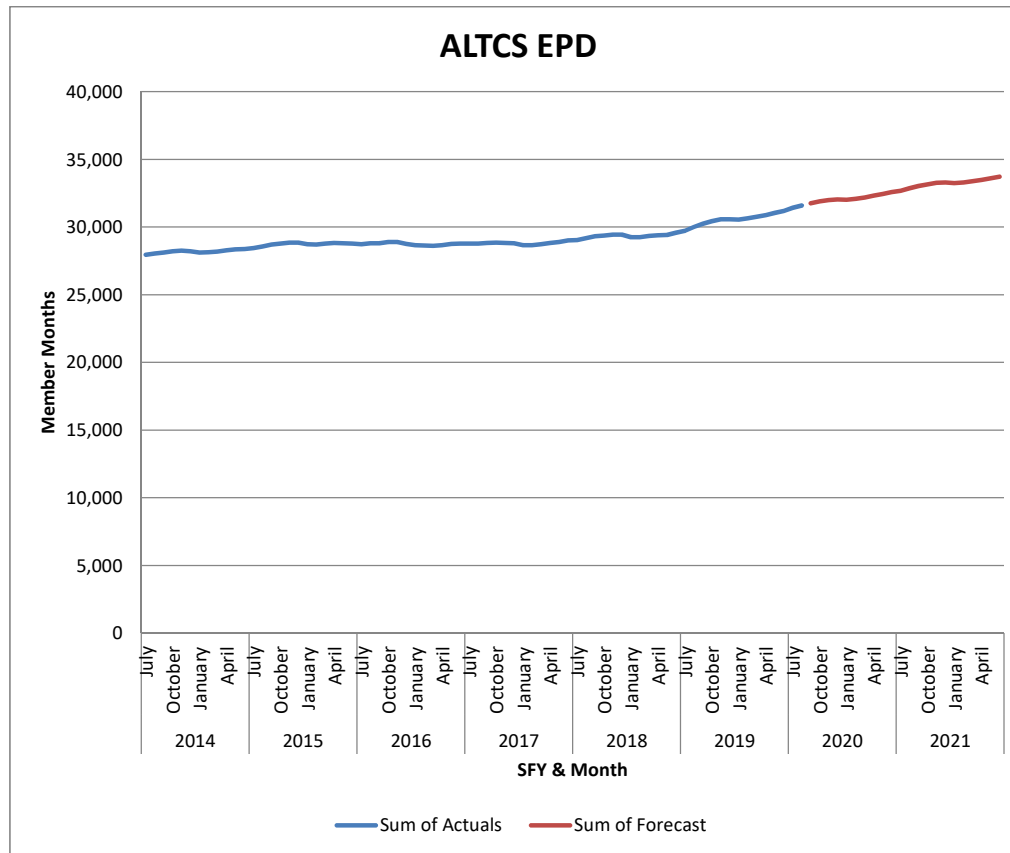
** Includes estimate of \$40,513,900 for ALTCS Clawback

Breakdown of Non-Federal Share for FY 2021

EPD	603,516,300
Clawback	42,228,200
Polical Sub	-1,150,900
PDR Rebate	<u>-7,578,400</u>
Total Non-Fed.	<u><u>637,015,200</u></u>

ALTCS EPD Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2015	344,844		344,844	1.94%
1st Qtr	85,738		85,738	1.92%
2nd Qtr	86,472		86,472	2.11%
3rd Qtr	86,236		86,236	2.11%
4th Qtr	86,398		86,398	1.63%
2016	345,004		345,004	0.05%
1st Qtr	86,358		86,358	0.72%
2nd Qtr	86,544		86,544	0.08%
3rd Qtr	85,910		85,910	-0.38%
4th Qtr	86,191		86,191	-0.24%
2017	345,696		345,696	0.20%
1st Qtr	86,384		86,384	0.03%
2nd Qtr	86,504		86,504	-0.05%
3rd Qtr	86,062		86,062	0.18%
4th Qtr	86,746		86,746	0.64%
2018	352,084		352,084	1.85%
1st Qtr	87,550		87,550	1.35%
2nd Qtr	88,252		88,252	2.02%
3rd Qtr	87,864		87,864	2.09%
4th Qtr	88,418		88,418	1.93%
2019	366,686		366,686	4.15%
1st Qtr	90,004		90,004	2.80%
2nd Qtr	91,583		91,583	3.77%
3rd Qtr	91,960		91,960	4.66%
4th Qtr	93,140		93,140	5.34%
2020	63,021	321,366	384,388	4.83%
1st Qtr	63,021	31,756	94,778	5.30%
2nd Qtr		95,953	95,953	4.77%
3rd Qtr		96,303	96,303	4.72%
4th Qtr		97,354	97,354	4.52%
2021		399,061	399,061	3.82%
1st Qtr		98,595	98,595	4.03%
2nd Qtr		99,716	99,716	3.92%
3rd Qtr		99,915	99,915	3.75%
4th Qtr		100,835	100,835	3.58%



Data

Total Monthly MMs SFY Month	SFY							
	2014	2015	2016	2017	2018	2019	2020	2021
July	27,952	28,459	28,743	28,779	29,044	29,736	31,425	32,693
August	28,054	28,572	28,799	28,783	29,190	30,022	31,596	32,870
September	28,113	28,707	28,817	28,822	29,316	30,246	31,756	33,032
October	28,213	28,773	28,894	28,857	29,364	30,427	31,895	33,161
November	28,262	28,852	28,891	28,833	29,437	30,568	32,006	33,262
December	28,212	28,847	28,760	28,814	29,451	30,588	32,052	33,293
January	28,119	28,743	28,659	28,666	29,262	30,554	32,019	33,239
February	28,145	28,720	28,639	28,654	29,253	30,649	32,087	33,294
March	28,190	28,774	28,612	28,742	29,349	30,757	32,196	33,383
April	28,283	28,823	28,652	28,826	29,394	30,881	32,323	33,491
May	28,355	28,802	28,754	28,910	29,430	31,055	32,452	33,612
June	28,371	28,772	28,785	29,010	29,594	31,204	32,579	33,731
Grand Total	338,271	344,844	345,004	345,696	352,084	366,686	384,388	399,061

Member Month Summary

QUARTER	EPD MEMBER MONTHS	TRIBAL CASE MANAGEMENT	TOTAL MEMBER MONTHS
2015.3	26,284	2,502	28,786
2015.4	26,343	2,505	28,848
2016.1	26,131	2,506	28,637
2016.2	26,208	2,522	28,730
2016.3	26,275	2,520	28,795
2016.4	26,307	2,528	28,835
2017.1	26,158	2,529	28,687
2017.2	26,370	2,546	28,915
2017.3	26,603	2,581	29,183
2017.4	26,841	2,577	29,417
2018.1	26,731	2,558	29,288
2018.2	26,917	2,556	29,473
2018.3	27,418	2,584	30,001
2018.4	27,913	2,614	30,528
2019.1	28,040	2,613	30,653
2019.2	28,376	2,671	31,047
2019.3	28,882	2,710	31,593
	FORECAST DATA		
2019.4	29,243	2,741	31,984
2020.1	29,347	2,754	32,101
2020.2	29,653	2,798	32,451
2020.3	30,025	2,840	32,865
2020.4	30,365	2,874	33,239
2021.1	30,416	2,889	33,305
2021.2	30,681	2,931	33,612
2021.3	31,033	2,976	34,009

Growth Rate Summary

QUARTER	EPD MEMBER MONTHS	TRIBAL CASE MANAGEMENT	TOTAL MEMBER MONTHS
2015.4	0.22%	0.13%	0.22%
2016.1	-0.81%	0.03%	-0.73%
2016.2	0.30%	0.66%	0.33%
2016.3	0.25%	-0.08%	0.22%
2016.4	0.12%	0.30%	0.14%
2017.1	-0.57%	0.07%	-0.51%
2017.2	0.81%	0.64%	0.80%
2017.3	0.88%	1.38%	0.93%
2017.4	0.89%	-0.15%	0.80%
2018.1	-0.41%	-0.74%	-0.44%
2018.2	0.70%	-0.08%	0.63%
2018.3	1.86%	1.09%	1.79%
2018.4	1.81%	1.19%	1.75%
2019.1	0.46%	-0.06%	0.41%
2019.2	1.20%	2.21%	1.28%
2019.3	1.78%	1.49%	1.76%
2019.4	1.25%	1.15%	1.24%
FORECAST DATA			
2020.1	0.35%	0.47%	0.36%
2020.2	1.05%	1.58%	1.09%
2020.3	1.25%	1.51%	1.27%
2020.4	1.13%	1.18%	1.14%
2021.1	0.17%	0.52%	0.20%
2021.2	0.87%	1.46%	0.92%
2021.3	1.15%	1.52%	1.18%

Year-to-Year Changes

STATE FISCAL YEAR	EPD MEMBER MONTHS	TRIBAL CASE MANAGEMENT	TOTAL MEMBER MONTHS
2015-16	-0.04%	0.73%	0.03%
2016-17	1.25%	2.40%	1.35%
2017-18	3.06%	0.12%	2.80%
2018-19	5.34%	4.91%	5.30%
<i>FORECAST DATA</i>			
2019-20	3.96%	4.79%	4.03%
2020-21	3.36%	4.76%	3.48%

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI EPD ALTCS Services			
Fund:	AA1000-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	182,327.0	214,234.6	62,901.9	277,136.5
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:	182,327.0	214,234.6	62,901.9	277,136.5
Fund Total:	182,327.0	214,234.6	62,901.9	277,136.5
Fund:	HC2223-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	1,241,264.2	1,118,748.7	280,362.8	1,399,111.5
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI EPD ALTCS Services			
Fund:	HC2223-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	247.1	0.0	0.0	0.0
Non-Appropriated Total:	1,241,511.3	1,118,748.7	280,362.8	1,399,111.5
Fund Total:	1,241,511.3	1,118,748.7	280,362.8	1,399,111.5
Fund:	HC2500-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	1,150.9	1,150.9
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:	0.0	0.0	1,150.9	1,150.9
Fund Total:	0.0	0.0	1,150.9	1,150.9
Fund:	HC2546-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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request	
Program:	SLI EPD ALTCS Services				
Fund:	HC2546-A Prescription Drug Rebate 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	7,578.4	7,578.4	0.0	7,578.4	
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	
Appropriated Total:	7,578.4	7,578.4	0.0	7,578.4	
Fund Total:	7,578.4	7,578.4	0.0	7,578.4	
Fund:	HC2546-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	35,152.0	36,422.0	0.0	36,422.0	
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI EPD ALTCS Services			
Fund:	HC2546-N Prescription Drug Rebate Fund			
Non-Appropriated				
Non-Appropriated Total:				
	35,152.0	36,422.0	0.0	36,422.0
Fund Total:	35,152.0	36,422.0	0.0	36,422.0
Fund:	HC2567-N Nursing Facility Provider Assessment 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	0.0	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:	HC9691-N County Funds			
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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019	FY 2020	FY 2021	FY 2021	
	Actual	Expd. Plan	Fund. Issue	Total Request	
Program:	SLI EPD ALTCS Services				
Fund:	HC9691-N County Funds				
	Non-Appropriated				
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	0.0	265,709.2	51,941.3	317,650.5
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	265,709.2	51,941.3	317,650.5
	Fund Total:	0.0	265,709.2	51,941.3	317,650.5
	Program Total For Selected Funds:	1,466,568.7	1,642,692.9	396,356.9	2,039,049.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2019 Actual	FY 2020 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	1,466,321.6	1,642,692.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	<u>FY 2019 Actual</u>	<u>FY 2020 Expd. Plan</u>
Expenditure Category Total	1,466,321.6	1,642,692.9
Appropriated		
AA1000-A General Fund (Appropriated)	182,327.0	214,234.6
HC2546-A Prescription Drug Rebate Fund (Appropriated)	7,578.4	7,578.4
	189,905.4	221,813.0
Non-Appropriated		
HC2223-N Long Term Care System Fund (Non-Appropriated)	#####	1,118,748.7
HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)	35,152.0	36,422.0
HC2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)	0.0	0.0
HC9691-N County Funds (Non-Appropriated)	0.0	265,709.2
	1,276,416.2	1,420,879.9
Fund Source Total	1,466,321.6	1,642,692.9

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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2019 Actual	FY 2020 Expd. Plan
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	
Internal Printing	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2019 Actual	FY 2020 Expd. Plan
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	
Purchased Or Licensed Software-Website	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

	FY 2019 Actual	FY 2020 Expd. Plan
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	247.1	0.0
Expenditure Category Total	247.1	0.0
<hr/>		
Non-Appropriated		
HC2223-N Long Term Care System Fund (Non-Appropriated)	247.1	0.0
Fund Source Total	247.1	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI EPD ALTCS Services

<u>FY 2019</u> <u>Actual</u>	<u>FY 2020</u> <u>Expd. Plan</u>
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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 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Actual 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	Estimate 10/1/2020 to 12/31/2020	Estimate 1/1/2021 to 9/30/2021
Total Fund PMPM	249.93	249.93	252.98	252.98	257.88	257.91	271.34	271.34	278.90
FMAP	69.24%	69.89%	69.89%	69.81%	69.81%	70.02%	70.02%	70.30%	70.30%
State Match PMPM	76.88	75.25	76.17	76.37	77.85	77.32	81.35	80.59	82.83
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	57.66	56.44	57.13	57.28	58.39	57.99	61.01	60.44	62.12

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 adjusted growth in the PMPM going back to the program's inception is 4.33%. The annual increase for CY 2019 was 1.94%. The announced parameters that will guide the Calendar Year 2020 PMPM change reflect a projected increase of 5.21%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 19-13 (April 5, 2019) as the basis for the CY 2019 PMPM and the CY 2020 PMPM. For the CY 2021 PMPM, AHCCCS is using the average growth for the past three years of 2.79%.
- 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 2020, the first quarter FMAP is 69.81%. Effective 10/1/19 it increases to 70.02%.
- It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).
- 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 BHS percentage is now part of the AHCCCS Acute line following the Merger in FY17. The percentages are as follows:

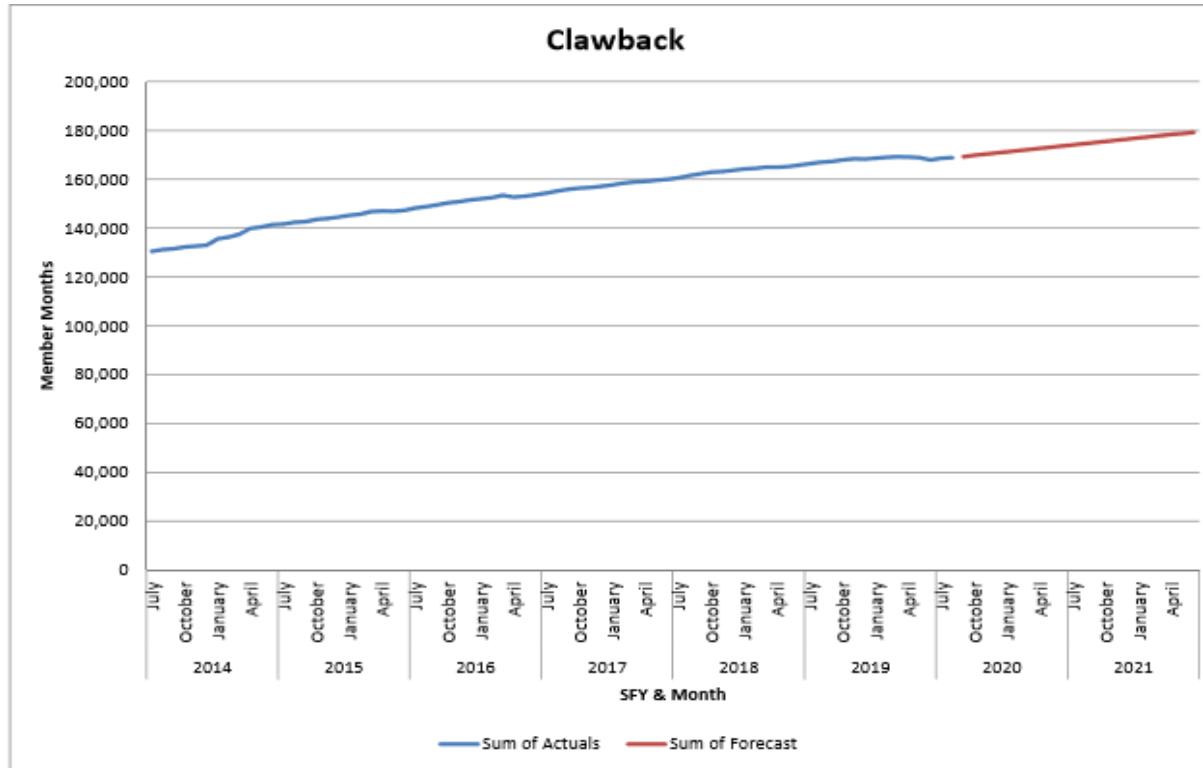
AHCCCS Acute	46.14%
ALTCS-EPD	33.18%
ALTCS-DD (DES)	3.53%
DHS BHS	17.15%

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using an ARIMA forecasting model for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 0.70% in SFY 2020 and 2.43% in SFY 2021. Using this methodology, AHCCCS is forecasting that the 168,695 full benefit dual members (billed for clawback) in June 2019 will grow to 170,606 by June 2020 and 174,860 by June 2020. Further enrollment detail can be viewed in the following table.

ALTCS SERVICES
 MEDICARE PART D CLAWBACK

FISCAL YEAR 2021
 BUDGET JUSTIFICATION



Data

Total Monthly MMs	SFY							
SFY Month	2014	2015	2016	2017	2018	2019	2020	2021
July	130,536	141,665	148,218	154,389	160,616	166,390	168,662	174,123
August	131,195	142,379	148,796	155,236	161,551	167,015	168,943	174,595
September	131,650	142,619	149,597	155,914	162,305	167,322	169,316	175,067
October	132,311	143,622	150,424	156,495	163,019	167,976	169,877	175,538
November	132,635	143,981	150,893	156,689	163,254	168,437	170,348	176,010
December	133,068	144,612	151,508	157,210	163,660	168,333	170,820	176,482
January	135,668	145,273	152,035	157,692	164,233	168,680	171,292	176,954
February	136,375	145,794	152,504	158,465	164,481	169,017	171,764	177,426
March	137,550	146,807	153,498	158,931	164,970	169,309	172,236	177,898
April	139,938	147,106	152,717	159,196	164,952	169,172	172,707	178,369
May	140,505	146,930	153,094	159,606	165,272	168,927	173,179	178,841
June	141,442	147,267	153,745	160,064	165,807	167,966	173,651	179,313
Grand Total	1,622,873	1,738,055	1,817,029	1,889,887	1,964,120	2,018,544	2,052,796	2,120,616

ALTCS SERVICES

MEDICARE PART D CLAWBACK

FISCAL YEAR 2021

BUDGET JUSTIFICATION



In FY 2021, AHCCCS will require additional resources for this state only expenditure. The Acute Care is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	FY2019 Actual	FY2020 Allocation	FY2020 Rebase	FY2021 Request	FY2021 Inc.(Dec)
AHCCCS ACUTE					
General Fund	73,535,846	75,136,100	76,141,200	80,549,100	5,413,000
AHCCCS ALTCS					
General Fund	16,395,069	19,807,700	18,599,200	19,675,900	(131,800)
County Fund	22,156,351	24,566,900	21,318,100	22,552,300	(2,014,600)
TOTAL ALTCS	38,551,420	44,374,600	39,917,300	42,228,200	(2,146,400)
DES-DD	4,101,462	4,517,800	4,246,800	4,492,600	(25,200)
Grand Total	116,188,728	124,028,500	120,305,300	127,269,900	3,241,400

PROPOSED SOLUTION TO THE PROBLEM:

For FY21, AHCCCS requests an increase of \$5,413,000 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 decrease of \$2,146,400 consisting of a General Fund decrease of \$131,800 and a County Fund decrease of \$2,014,600.

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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program: SLI Long Term Care Clawback Payments					
Fund: AA1000-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	16,395.9	19,807.7	(131.8)	19,675.9
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
Appropriated Total:		16,395.9	19,807.7	(131.8)	19,675.9
Fund Total:		16,395.9	19,807.7	(131.8)	19,675.9
Fund: HC2223-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	22,155.5	24,566.9	0.0	24,566.9
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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI Long Term Care Clawback Payments			
Fund:	HC2223-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:	22,155.5	24,566.9	0.0	24,566.9
Fund Total:	22,155.5	24,566.9	0.0	24,566.9
Fund:	HC9691-N County Funds			
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	(2,014.6)	(2,014.6)
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:	0.0	0.0	(2,014.6)	(2,014.6)
Fund Total:	0.0	0.0	(2,014.6)	(2,014.6)
Program Total For Selected Funds:	38,551.4	44,374.6	(2,146.4)	42,228.2

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Long Term Care Clawback Payments

	FY 2019 Actual	FY 2020 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	38,551.4	44,374.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Long Term Care Clawback Payments

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	38,551.4	44,374.6
Appropriated		
AA1000-A General Fund (Appropriated)	16,395.9	19,807.7
	16,395.9	19,807.7
Non-Appropriated		
HC2223-N Long Term Care System Fund (Non-Appropriated)	22,155.5	24,566.9
	22,155.5	24,566.9
Fund Source Total	38,551.4	44,374.6

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 Long Term Care Clawback Payments

	FY 2019 Actual	FY 2020 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 Long Term Care Clawback Payments

	FY 2019 Actual	FY 2020 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 Long Term Care Clawback Payments

	FY 2019 Actual	FY 2020 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/>		

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 from \$10.50 to \$15.63. This results in increased collections of approximately \$10.8 million on an annualized basis. Half of the increase impacted FY 2017 and the fully annualized impact was realized in FY 2018.

The FY 2020 and FY 2021 estimates for revenue generation are based on the current year appropriation. No further increases are projected in FY 2021. 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 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

**LONG TERM CARE PROGRAM
NURSING FACILITY ASSESSMENT**

FISCAL YEAR 2021
BUDGET JUSTIFICATION



of 70.02% for an average SFY 2020 rate of 69.97%. For FY 2021 this is a blended rate of one quarter at the FFY 2020 rate of 70.02% and three quarters at the FFY 2021 rate of 70.30% for an average SFY 2021 rate of 70.23%.

	FY 2019 Actual	FY 2020 Approp	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc.(Dec)
NF Assessment Fund State	28,030,178	\$32,989,600	\$32,989,600	\$32,989,600	\$0
NF Assessment Fund Fed	\$64,877,273	\$76,856,700	\$76,856,700	\$77,825,300	\$968,600
Total Funds	\$92,907,452	\$109,846,300	\$109,846,300	\$110,814,900	\$968,600

AHCCCS requests that the footnote language allowing AHCCCS to increase the appropriation for payments in excess of the published appropriation be continued in FY 2021.

Statutory Authority:

Title 36, Chapter 29, Article 6
A.R.S. 36-2999.51 through A.R.S. 36-2999.57

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

Expenditure Categories	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	53.6	0.0	0.0	0.0
6100 Employee Related Expenses	23.4	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	90,948.5	109,846.3	968.6	110,814.9
7000 Other Operating Expenses	200.0	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:				
	91,225.5	109,846.3	968.6	110,814.9
Fund Source				
Non-Appropriated Funds				
HC2567-N Nursing Facility Provider Assessment Fund (Non-A	91,225.5	109,846.3	968.6	110,814.9
	91,225.5	109,846.3	968.6	110,814.9
Fund Source Total:				
	91,225.5	109,846.3	968.6	110,814.9

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	Nursing Facility Assessment			
Fund:	HC2567-N Nursing Facility Provider Assessment Fund			
	Non-Appropriated			
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	53.6	0.0	0.0	0.0
6100 Employee Related Expenses	23.4	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	90,948.5	109,846.3	968.6	110,814.9
7000 Other Operating Expenses	200.0	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:	91,225.5	109,846.3	968.6	110,814.9
Fund Total:	91,225.5	109,846.3	968.6	110,814.9
Program Total For Selected Funds:	91,225.5	109,846.3	968.6	110,814.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

	FY 2019 Actual	FY 2020 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	53.6	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	53.6	0.0
Non-Appropriated		
HC2567-N Nursing Facility Provider Assessment Fund (Non-Appropri	53.6	0.0
Fund Source Total	53.6	0.0
<hr/>		
Employee Related Expenses	23.4	0.0
Expenditure Category Total	23.4	0.0
Non-Appropriated		
HC2567-N Nursing Facility Provider Assessment Fund (Non-Appropri	23.4	0.0
Fund Source Total	23.4	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:	Nursing Facility Assessment

	FY 2019 Actual	FY 2020 Expd. Plan
Food	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Aid to Organizations and Individuals	90,948.5	109,846.3
Expenditure Category Total	90,948.5	109,846.3
Non-Appropriated		
HC2567-N Nursing Facility Provider Assessment Fund (Non-Appropriated)	90,948.5	109,846.3
Fund Source Total	90,948.5	109,846.3
<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	
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:	Nursing Facility Assessment

	FY 2019 Actual	FY 2020 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	70.0	
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	130.0	
Photography	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

	FY 2019 Actual	FY 2020 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	200.0	0.0
Non-Appropriated		
HC2567-N Nursing Facility Provider Assessment Fund (Non-Appropri	200.0	0.0
Fund Source Total	200.0	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:	Nursing Facility Assessment

	FY 2019 Actual	FY 2020 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	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Nursing Facility Assessment

<u>FY 2019</u> <u>Actual</u>	<u>FY 2020</u> <u>Expd. Plan</u>
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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 2020 allocation (within the Central Administration appropriation) is \$209,900 (\$105,000 General Fund).

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Board of Nursing

	FY 2019 Actual	FY 2020 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	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 2019 Actual	FY 2020 Expd. Plan
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	
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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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	0.0
Appropriated		
AA1000-A General Fund (Appropriated)	104.9	0.0
	104.9	0.0
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	104.8	0.0
	104.8	0.0
Fund Source Total	209.7	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:	Board of Nursing

	FY 2019 Actual	FY 2020 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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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		FY19 Actual	FY20 Approp/Est	FY21 Request	FY21 DP
DES DD	2500	517,884,500	604,477,400	667,077,400	62,600,000
	2223	1,074,204,800	1,277,015,200	1,427,815,200	150,800,000
	TF	1,592,089,300	1,881,492,600	2,094,892,600	213,400,000

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.

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass-Through Funding

Expenditure Categories	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 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	833.0	833.0	0.0	833.0
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:	833.0	833.0	0.0	833.0
Fund Source				
Non-Appropriated Funds				
HC2500-N IGA and ISA Fund (Non-Appropriated)	833.0	833.0	0.0	833.0
Fund Source Total:	833.0	833.0	0.0	833.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2019 Actual	FY 2020 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	1,592,089.3	1,881,492.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	<u>FY 2019</u> <u>Actual</u>	<u>FY 2020</u> <u>Expd. Plan</u>
Expenditure Category Total	1,592,089.3	1,881,492.6
Non-Appropriated		
HC2223-N Long Term Care System Fund (Non-Appropriated)	#####	1,277,015.2
HC2500-N IGA and ISA Fund (Non-Appropriated)	517,884.5	604,477.4
	1,592,089.3	1,881,492.6
Fund Source Total	1,592,089.3	1,881,492.6

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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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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Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program Summary				
3-1 SLI Disproportionate Share Payments	4,202.3	5,087.1	0.0	5,087.1
3-2 SLI Graduate Medical Education	335,140.9	304,301.5	43,256.7	347,558.2
3-3 Critical Access Hospitals	16,454.3	16,454.3	0.0	16,454.3
3-4 Breast and Cervical Cancer	1,022.3	1,044.5	578.6	1,623.1
3-5 Ticket to Work	35,947.9	36,730.1	496.1	37,226.2
3-6 Capitation	3,734,229.3	3,066,137.6	512,689.3	3,578,826.9
3-7 Fee-for-Service	811,759.1	829,025.1	(95,442.1)	733,583.0
3-8 Reinsurance	153,266.9	156,438.5	6,563.4	163,001.9
3-9 Medicare Premiums	238,731.4	243,421.4	36,693.7	280,115.1
3-10 Programmatic Pass Through Funding	44,959.0	45,958.6	0.0	45,958.6
3-11 SLI Rural Hospital Reimbursement	12,158.1	12,158.1	0.0	12,158.1
3-12 SLI Acute Care Clawback Payments	73,535.8	75,136.1	5,413.0	80,549.1
3-14 SLI Disproportionate Share Payments Voluntary M	7,439.8	40,980.2	(40,980.2)	0.0
3-15 Targeted Investments Program	65,903.4	90,000.0	(20,000.0)	70,000.0
Program Summary Total:	5,534,750.5	4,922,873.1	449,268.5	5,372,141.6

Expenditure Categories				
0000 FTE Positions	0.0	0.0	0.0	0.0
6000 Personal Services	1,459.5	0.0	0.0	0.0
6100 Employee Related Expenses	105.9	0.0	0.0	0.0
6200 Professional and Outside Services	4,570.7	4,160.0	0.0	4,160.0
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	5,528,604.4	4,918,713.1	449,268.5	5,367,981.6
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	10.0	0.0	0.0	0.0
Expenditure Categories Total:	5,534,750.5	4,922,873.1	449,268.5	5,372,141.6

Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	1,212,871.7	1,183,220.4	86,925.7	1,270,146.1

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
HC1306-A Tobacco Tax and Health Care Fund MNA (Approp	66,143.9	61,752.6	0.0	61,752.6
HC2546-A Prescription Drug Rebate Fund (Appropriated)	140,150.6	140,158.6	0.0	140,158.6
	1,419,166.2	1,385,131.6	86,925.7	1,472,057.3
Non-Appropriated Funds				
HC1306-N Tobacco Tax and Health Care Fund MNA (Non-Ap	700.0	700.0	0.0	700.0
HC2120-N AHCCCS Fund (Non-Appropriated)	4,079,616.3	3,453,908.3	361,471.9	3,815,380.2
HC2130-N Delivery System Reform Incentive Payment Fund(65,903.4	90,000.0	(20,000.0)	70,000.0
HC2494-N Prop 202 - Trauma and Emergency Services (Non	24,227.7	24,227.7	0.0	24,227.7
HC2500-N IGA and ISA Fund (Non-Appropriated)	122,677.5	119,230.6	64,047.6	183,278.2
HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)	(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)
HC3791-N AHCCCS - 3rd Party Collection (Non-Appropriated	937.0	2,131.3	0.0	2,131.3
HC9691-N County Funds (Non-Appropriated)	0.0	46,161.7	0.0	46,161.7
	4,115,584.3	3,537,741.5	362,342.8	3,900,084.3
Fund Source Total:	5,534,750.5	4,922,873.1	449,268.5	5,372,141.6

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	AA1000-A General Fund (Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT

3-1	SLI Disproportionate Share Payments	0.0	265.3	(2.5)	262.8
3-2	SLI Graduate Medical Education	0.0	3,750.0	(750.0)	3,000.0
3-3	Critical Access Hospitals	4,967.6	4,933.0	(46.1)	4,886.9
3-4	Breast and Cervical Cancer	184.3	211.5	82.0	293.5
3-5	Ticket to Work	10,724.5	11,775.9	(811.7)	10,964.2
3-6	Capitation	904,048.3	835,473.0	120,799.6	956,272.6
3-7	Fee-for-Service	108,830.6	130,093.8	(38,148.9)	91,944.9
3-8	Reinsurance	44,850.1	49,257.5	(1,415.5)	47,842.0
3-9	Medicare Premiums	62,060.0	68,679.3	1,839.8	70,519.1
3-11	SLI Rural Hospital Reimbursement	3,670.5	3,645.0	(34.0)	3,611.0
3-12	SLI Acute Care Clawback Payments	73,535.8	75,136.1	5,413.0	80,549.1
	Total	1,212,871.7	1,183,220.4	86,925.7	1,270,146.1

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	1,212,871.7	1,183,220.4	86,925.7	1,270,146.1
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: 1,212,871.7 1,183,220.4 86,925.7 1,270,146.1

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	AA1000-A General Fund (Appropriated)
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Fund AA1000-A Total:	1,212,871.7	1,183,220.4	86,925.7	1,270,146.1
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Fund:	HC1306-A Tobacco Tax and Health Care Fund MNA (Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
3-6	Capitation	66,143.9	61,752.6	0.0	61,752.6
	Total	66,143.9	61,752.6	0.0	61,752.6

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		66,143.9	61,752.6	0.0	61,752.6
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:		66,143.9	61,752.6	0.0	61,752.6
Fund HC1306-A Total:		66,143.9	61,752.6	0.0	61,752.6

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
3-10	Programmatic Pass Through Funding	700.0	700.0	0.0	700.0
	Total	700.0	700.0	0.0	700.0

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	700.0	700.0	0.0	700.0
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:	700.0	700.0	0.0	700.0
Fund HC1306-N Total:	700.0	700.0	0.0	700.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
3-1	SLI Disproportionate Share Payments	4,202.3	4,821.8	2.5	4,824.3
3-2	SLI Graduate Medical Education	233,449.7	211,970.0	31,194.1	243,164.1
3-3	Critical Access Hospitals	11,486.7	11,521.3	46.1	11,567.4
3-4	Breast and Cervical Cancer	838.0	833.0	496.6	1,329.6
3-5	Ticket to Work	25,223.4	24,954.2	1,307.8	26,262.0
3-6	Capitation	2,792,381.6	2,170,717.4	371,545.5	2,542,262.9
3-7	Fee-for-Service	702,928.5	698,931.3	(57,293.2)	641,638.1
3-8	Reinsurance	108,416.8	107,181.0	7,978.9	115,159.9
3-9	Medicare Premiums	176,671.4	174,742.1	34,853.9	209,596.0
3-10	Programmatic Pass Through Funding	11,028.8	11,028.8	0.0	11,028.8
3-11	SLI Rural Hospital Reimbursement	8,487.6	8,513.1	34.0	8,547.1
3-14	SLI Disproportionate Share Payments Voluntary	4,501.5	28,694.3	(28,694.3)	0.0
Total		4,079,616.3	3,453,908.3	361,471.9	3,815,380.2

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		4,079,616.3	3,453,908.3	361,471.9	3,815,380.2
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:		4,079,616.3	3,453,908.3	361,471.9	3,815,380.2

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2120-N AHCCCS Fund (Non-Appropriated)
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Fund HC2120-N Total:	4,079,616.3	3,453,908.3	361,471.9	3,815,380.2
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Fund:	HC2130-N Delivery System Reform Incentive Payment Fund(Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT

3-15	Targeted Investments Program	65,903.4	90,000.0	(20,000.0)	70,000.0
	Total	65,903.4	90,000.0	(20,000.0)	70,000.0

Non-Appropriated Funding

Expenditure Categories

FTE Positions	0.0	0.0	0.0	0.0
Personal Services	1,459.5	0.0	0.0	0.0
Employee Related Expenses	105.9	0.0	0.0	0.0
Professional and Outside Services	138.3	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	64,189.7	90,000.0	(20,000.0)	70,000.0
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	10.0	0.0	0.0	0.0

Expenditure Categories Total:	65,903.4	90,000.0	(20,000.0)	70,000.0
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Fund HC2130-N Total:	65,903.4	90,000.0	(20,000.0)	70,000.0
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Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2494-N Prop 202 - Trauma and Emergency Services (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
3-10	Programmatic Pass Through Funding	24,227.7	24,227.7	0.0	24,227.7
	Total	24,227.7	24,227.7	0.0	24,227.7

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	24,227.7	24,227.7	0.0	24,227.7
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:	24,227.7	24,227.7	0.0	24,227.7
Fund HC2494-N Total:	24,227.7	24,227.7	0.0	24,227.7

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Fund: HC2500-N IGA and ISA Fund (Non-Appropriated)				
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
3-2 SLI Graduate Medical Education	101,691.2	88,581.5	12,812.6	101,394.1
3-6 Capitation	9,982.5	10,297.7	63,520.9	73,818.6
3-10 Programmatic Pass Through Funding	8,065.5	8,065.5	0.0	8,065.5
3-14 SLI Disproportionate Share Payments Voluntary	2,938.3	12,285.9	(12,285.9)	0.0
Total	122,677.5	119,230.6	64,047.6	183,278.2

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	122,677.5	119,230.6	64,047.6	183,278.2
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:	122,677.5	119,230.6	64,047.6	183,278.2
Fund HC2500-N Total:	122,677.5	119,230.6	64,047.6	183,278.2

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2546-A Prescription Drug Rebate Fund (Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
3-6	Capitation	140,150.6	140,158.6	0.0	140,158.6
	Total	140,150.6	140,158.6	0.0	140,158.6

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	140,150.6	140,158.6	0.0	140,158.6
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:	140,150.6	140,158.6	0.0	140,158.6
Fund HC2546-A Total:	140,150.6	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
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
3-6	Capitation	(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)
	Total	(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)

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	(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)
	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:		(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)
Fund HC2546-N Total:		(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
3-6	Capitation	0.0	194.7	0.0	194.7
3-10	Programmatic Pass Through Funding	937.0	1,936.6	0.0	1,936.6
	Total	937.0	2,131.3	0.0	2,131.3

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	4,432.4	4,160.0	0.0	4,160.0
	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	(3,495.4)	(2,028.7)	0.0	(2,028.7)
	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:		937.0	2,131.3	0.0	2,131.3
Fund HC3791-N Total:		937.0	2,131.3	0.0	2,131.3

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Acute Care

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC9691-N County Funds (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
3-2	SLI Graduate Medical Education	0.0	0.0	0.0	0.0
3-6	Capitation	0.0	46,161.7	0.0	46,161.7
	Total	0.0	46,161.7	0.0	46,161.7

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	46,161.7	0.0	46,161.7
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:	0.0	46,161.7	0.0	46,161.7
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Fund HC9691-N Total:	0.0	46,161.7	0.0	46,161.7
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Program 3 Total:	5,534,750.5	4,922,873.1	449,268.5	5,372,141.6
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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 2020 reflects three months of capitation rates paid at a level negotiated for the period of July 2019 through September 2019, and nine months at new rates estimated for the contract year beginning in October 2019. Likewise, SFY 2021 will reflect three months of capitation rates paid at a level negotiated for the period of July 2020 through September 2020, and nine months at rates estimated for the contract year beginning in October 2019.

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).

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 2020 and FY 2021, no additional payments are expected to be paid as a result of reconciliations.

Access to Professional Services Initiative

The Access to Professional Services Initiative (APSI) seeks to provide enhanced support to certain professionals in order to (1) preserve and enhance access to these professionals who deliver essential services to Medicaid recipients in Arizona and (2) support professionals who are critical to professional training and education efforts. APSI is a program to preserve and promote access to medical services through a uniform percentage increase to the Contractors' rates for professional services provided by qualified physicians and non-physician professionals affiliated with designated hospitals who meet the following definition:

- A hospital facility with an ACGME-accredited teaching program and which is operated pursuant to the authority in Arizona Statute Title 48, Chapter 31; or,
- A hospital facility with:
 - An ACGME-accredited teaching program with a state university, and
 - AHCCCS inpatient discharge utilization volume greater than or equal to 30 percent as calculated by the Arizona Department of Health Services for calendar year 2014; or,
- A freestanding children's hospital or a pediatric unit of a general acute care hospital with greater than one hundred (100) licensed pediatric beds, excluding nursery beds.

The APSI provides a uniform percentage increase of 40% for CY19 and 85% for CY 20 and ongoing to otherwise contracted rates for qualified practitioners for all claims for which AHCCCS is the primary payer. The rate increase is intended to supplement, not supplant, payments to eligible providers.

The State Match funds for APSI are provided by political subdivisions. There is no General Fund impact. In CY19 APSI was included in the capitation rates, however, moving forward into CY20 and CY21 APSI will be paid in quarterly lump sums with an annual reconciliation.

For SFY 2020 in Traditional Medicaid Services, the estimated APSI costs are \$151,913,200 (TF) and \$42,182,700 (SM - Political Subdivision Fund).

For SFY 2021 in Traditional Medicaid Services, the estimated APSI costs are \$163,099,700 (TF) and \$46,601,100 (SM - Political Subdivision Fund).

Pediatric Services Initiative – Traditional Medicaid Services

The Pediatric Services Initiative (PSI) is being implemented to (1) preserve and enhance access to these facilities where essential services to AHCCCS members are received, and (2) support facilities that are contracted through AHCCCS by adding a uniform percentage increase to otherwise negotiated managed care contracted rates for inpatient and outpatient hospital services provided by freestanding children's hospitals or a pediatric unit of a general acute care hospital with more than 100 beds, excluding nursery beds.

The State Match funds for PSI are provided by political subdivisions. There is no General Fund impact. In CY20 and CY21 PSI will be paid in quarterly lump sums with an annual reconciliation.

For SFY 2020 in the Traditional Program, the estimated PSI costs are \$58,958,400 (TF) and \$10,887,000 (SM - Political Subdivision Fund).

For SFY 2021 in the Traditional Program, the estimated PSI costs are \$95,258,900 (TF) and \$27,217,500 (SM - Political Subdivision Fund).

Alternative Payment Model Reconciliation

Value Based Payment Alternative Payment Model (VBP-APM) Initiative promotes contractor activity in the area of quality improvement, particularly those initiatives that contribute to improved health outcomes and cost savings, by aligning the incentives of the Managed Care Organization (MCO) and provider through VBP-APM strategies. Performance Based Payments (PBP) represents payments to MCOs for providers that have met performance measures related to quality and costs. APM Reconciliation payments are made once per year.

For SFY 2020 in the Traditional Medicaid Services Program, the estimated APM Reconciliation costs are \$15,115,600 (TF) and \$4,186,800 (SM).

For SFY 2021 in the Traditional Medicaid Services Program, the estimated APM Reconciliation costs are \$16,083,800 (TF) and \$4,595,500 (SM).

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. With the implementation of AHCCCS Complete Care (ACC) in October 2018, the member month rate categories were reorganized. The new categories are Age < 1, Age 1-20, Age 21+, Duals, SSI Without, SMI Integrated, and Births. Due to this update, historical member months by the new rate categories is not included. The resulting member month forecasts were 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 member month forecasts by the ACC rate categories. SFY 2019 are actuals.

Arizona Health Care Cost Containment System								
Year-to-Year Changes								
STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	542,572	7,592,285	1,696,493	712,391	586,092	237,030	11,366,863	29,053
<i>FORECAST DATA</i>								
2019-20	497,337	7,601,464	1,714,637	725,933	583,325	237,116	11,359,812	28,538
2020-21	496,004	7,615,161	1,756,208	744,805	583,021	237,105	11,432,305	27,724
STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<i>FORECAST DATA</i>								
2019-20	-8.34%	0.12%	1.07%	1.90%	-0.47%	0.04%	-0.06%	-1.77%
2020-21	-0.27%	0.18%	2.42%	2.60%	-0.05%	0.00%	0.64%	-2.85%

(Above percentages exclude CMDP.)

TANF/1931 (Age <1, AGE 1-20, AGE 21+) – It is forecast that this population will decrease slightly in SFY 2020 by 0.18% before a growth of 0.55% in SFY 2021. These percentage increases are calculated based on the estimated change in total member months for each year. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2019.

Dual –For FY 2020, member months are expected to increase by 1.90% and then again by 2.60% in FY 2021 as predicted by an ARIMA model incorporating seasonality.

SMI Integrated – The SMI Integrated population is expected to remain relatively flat over the forecasting period. A modest increase of .04% is expected in SFY 2020 and no growth is forecast for SFY 2021.

Births - 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. The decline is forecast to continue, although at a slower rate. A decrease of 1.77% and 2.85% is expected in SFY 2020-2021 respectively.

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 2019 (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).

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 2019 (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).

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 2020 and 2021 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 2018 to June 2019) by the corresponding prospective member-month forecast. This PPC forecast methodology was used for all programs and risk pools.

ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below.

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for Traditional Capitation (including NEC) is \$71,227,600 Total Fund (\$20,625,500 General Fund).

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.

Overall Acute Capitation rates for CYE 2020 are increasing by 3.8% over the blended rates for CYE 2019 that took effect January 1, 2019. CYE 2020 capitation rates were developed as a rate update from the previously submitted CYE 2019 capitation rates.

Primary drivers of the CYE 2020 rates include:

1. Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for an increase of 0.2%.
2. Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
3. Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of (0.2%).
4. Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rate to reflect the costs to administer and manage the program account for an increase of 0.3%.
5. APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of (0.5%).
6. Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.4%.

TRADITIONAL MEDICAID SERVICES
TRADITIONAL CAPITATION

FISCAL YEAR 2021
BUDGET JUSTIFICATION



In CYE 2021, 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 2021 rate increase of 4.0% for all risk pools.

Acute Prospective Capitation Rates (excludes CMDP):

Capitation Rates								
Rate Cells	2019.3	2019.4	2020.1	2020.2	2020.3	2020.4	2021.1	2021.2
Age <1	\$558.73	\$ 587.47	\$ 587.47	\$ 587.47	\$ 587.47	\$ 610.97	\$ 610.97	\$ 610.97
Age 1-20	\$177.39	\$ 187.46	\$ 187.46	\$ 187.46	\$ 187.46	\$ 194.95	\$ 194.95	\$ 194.95
Age 21+	\$360.55	\$ 371.48	\$ 371.48	\$ 371.48	\$ 371.48	\$ 386.34	\$ 386.34	\$ 386.34
Duals	\$143.66	\$ 130.93	\$ 130.93	\$ 130.93	\$ 130.93	\$ 136.16	\$ 136.16	\$ 136.16
SSI w/o	\$1,222.16	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,271.13	\$ 1,271.13	\$ 1,271.13
ESA	\$404.04	\$ 428.93	\$ 428.93	\$ 428.93	\$ 428.93	\$ 446.09	\$ 446.09	\$ 446.09
NEA	\$619.12	\$ 647.22	\$ 647.22	\$ 647.22	\$ 647.22	\$ 673.11	\$ 673.11	\$ 673.11
Delivery	\$5,861.43	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,456.03	\$ 6,456.03	\$ 6,456.03
SMI RBHA	\$2,022.49	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,209.91	\$ 2,209.91	\$ 2,209.91
Crisis RBHA	\$4.55	\$5.55	\$ 5.55	\$ 5.55	\$ 5.55	\$ 5.77	\$ 5.77	\$ 5.77

FMAP

Unless otherwise noted above, Acute Traditional members are eligible for the regular Title XIX FMAP. It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).

FFY	FMAP
2019 (Actual)	69.81%
2020 (Actual)	70.02%
2021 (Forecast)	70.30%

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 2020 and FY 2021, the amount of the family planning adjustment is estimated at \$6,665,800 and \$6,779,400 respectively.

STATUTORY AUTHORITY:

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

TRADITIONAL CAPITATION EXPENDITURES

TOTAL FUND

FY 19 ACTUAL		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
2,7,18,25C	BASE AGE <1	20,802,294	21,295,392	20,838,406	26,032,664	26,033,752	26,200,107	26,256,082	30,230,651	26,105,891	25,759,064	25,783,000	25,706,233	301,043,536
3,8,19,251	BASE AGE 1-20	87,331,710	84,986,283	87,506,844	104,751,187	104,430,928	108,410,476	104,370,722	119,594,378	103,929,875	104,248,068	104,443,566	104,322,938	1,218,326,974
4,9,20,252	BASE AGE 21+	37,679,363	36,084,392	37,599,169	52,011,421	51,582,475	51,554,567	51,240,507	58,899,097	50,796,612	50,730,306	50,959,530	50,691,483	579,828,924
5,10,16,25	BASE DUAL	8,911,580	8,500,270	9,034,048	8,467,028	8,507,323	10,210,319	8,585,183	10,399,443	8,576,751	8,565,161	8,578,104	8,591,454	106,926,663
29, 254, 3	BASE SSI W/O MED	50,775,602	48,391,464	50,659,868	60,228,737	60,429,843	63,595,123	60,301,304	70,055,712	60,159,975	60,047,286	60,072,194	59,980,977	704,698,082
196	BASE BIRTHS	15,208,800	17,237,183	16,480,341	16,508,011	15,365,535	15,733,151	16,218,021	13,844,034	14,862,776	13,080,572	13,996,189	13,564,357	182,098,970
115, 122	SMI Base	39,292,684	39,231,347	39,243,037	40,096,390	40,004,371	39,963,243	39,991,821	39,948,296	39,852,657	39,781,907	39,878,911	39,948,531	477,233,196
431	Crisis Base	-	-	-	3,084,476	3,079,871	3,075,182	3,071,747	3,072,959	3,065,446	3,060,797	3,061,671	3,057,586	27,629,734
186	BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
	REG CAP TOTAL	260,002,034	255,726,331	261,361,712	311,179,913	309,434,098	318,742,169	310,035,386	346,044,571	307,349,983	305,273,158	306,773,165	305,863,558	3,597,786,078
46	BASE AGE <1	540,649	729,036	515,433	558,877	613,256	556,993	618,872	482,356	535,064	495,791	591,197	625,950	6,863,474
47	BASE AGE 1-20	952,380	1,227,156	946,379	1,543,452	1,727,885	1,666,286	2,049,772	1,760,614	1,872,904	1,581,778	1,831,687	1,861,342	19,021,635
48	BASE AGE 21+	745,918	934,486	737,845	1,084,084	1,222,369	1,250,182	1,542,001	1,249,695	1,313,882	1,116,285	1,380,491	1,369,285	13,946,523
49	BASE DUAL	15,867	(1,248)	76,942	38,217	31,207	19,593	19,866	2,980	(9,067)	(25,108)	30,926	38,497	238,673
50	BASE SSI W/O MED	433,674	679,489	330,770	489,540	782,953	775,704	765,174	850,480	1,093,772	830,443	987,997	930,483	8,950,479
129, 136	SMI Base	292,415	532,263	319,726	218,731	367,049	466,106	425,263	411,139	412,088	309,000	382,010	413,652	4,549,443
	PPC CAP TOTAL	2,980,903	4,101,183	2,927,095	3,932,901	4,744,719	4,734,864	5,420,947	4,757,265	5,218,643	4,308,190	5,204,307	5,239,210	53,570,226
42, 261, 3	NEC AGE 1-20	10,808,889	10,588,578	10,896,561	12,149,630	12,146,780	12,742,872	12,346,302	14,465,174	12,456,088	12,266,812	12,023,357	11,737,586	144,628,628
200	NEC BIRTHS	25,160	41,832	30,190	35,762	40,826	12,001	17,471	34,946	40,409	35,881	24,001	29,530	368,010
116, 123	SMI NEC	29,622	27,563	22,020	28,434	30,695	27,440	26,975	25,656	26,778	27,960	24,639	23,419	321,199
434	Crisis NEC	-	-	-	124,557	125,399	126,498	127,749	129,266	129,565	128,148	125,250	122,335	1,138,768
192	NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
	REG CAP TOTAL	10,863,671	10,657,974	10,948,771	12,338,383	12,343,700	12,908,810	12,518,497	14,655,042	12,652,840	12,458,801	12,197,247	11,912,870	146,456,605
55	NEC AGE 1-20	148,087	198,354	143,913	251,921	262,359	276,173	341,277	275,888	280,754	230,957	278,179	263,171	2,951,033
130, 137	SMI NEC	-	-	-	-	-	-	535	-	2,364	-	-	-	2,898
	PPC CAP TOTAL	148,087	198,354	143,913	251,921	262,359	276,173	341,812	275,888	283,118	230,957	278,179	263,171	2,953,932
473, 474	FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
	TOTAL	273,994,694	270,683,841	275,381,491	327,703,117	326,784,876	336,662,016	328,316,642	365,732,766	325,504,584	322,271,107	324,452,898	323,278,809	3,800,766,841

TOTAL FUND

FY 20 REBASE		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
2,7,18,250	BASE AGE <1	25,017,000	23,987,200	23,468,000	24,080,900	24,037,100	24,126,100	24,036,200	23,906,500	24,098,200	23,829,700	23,863,900	23,990,400	288,441,200
3,8,19,251	BASE AGE 1-20	100,460,200	100,663,900	100,871,500	106,632,600	106,597,400	106,603,200	106,710,700	106,724,900	106,708,300	106,726,600	106,721,700	106,735,700	1,262,156,700
4,9,20,252	BASE AGE 21+	50,697,300	51,067,400	51,293,800	53,049,300	53,144,900	53,052,200	53,051,400	53,229,500	53,286,100	53,412,300	53,540,500	53,495,500	632,320,200
5,10,16,25	BASE DUAL	8,586,000	8,603,000	8,622,900	7,880,800	7,898,000	7,913,800	7,932,000	7,951,400	7,965,000	7,978,600	7,990,900	8,009,100	97,331,500
29, 254, 3	BASE SSI W/O MED	59,425,300	59,483,300	59,720,300	59,293,600	59,341,300	59,369,900	59,320,700	59,441,600	59,731,100	59,215,700	59,286,900	59,320,300	712,950,000
196	BASE BIRTHS	14,999,400	15,476,800	15,222,400	15,808,900	14,592,400	15,250,900	14,555,600	13,519,800	14,284,900	13,400,500	13,506,800	13,543,000	174,161,400
115, 122	SMI Base	39,934,700	39,942,100	39,942,100	41,964,900	41,964,900	41,964,900	41,964,900	41,964,900	41,964,900	41,964,900	41,964,900	41,964,900	497,503,000
431	Crisis Base	4,157,600	4,157,600	4,157,600	5,074,900	5,074,900	5,074,900	5,074,900	5,074,900	5,074,900	5,074,900	5,074,900	5,074,900	58,146,900
186	BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
	REG CAP TOTAL	303,277,500	303,381,300	303,298,600	313,785,900	312,650,900	313,355,900	312,646,400	311,813,500	313,113,400	311,603,200	311,950,500	312,133,800	3,723,010,900
46	BASE AGE <1	209,500	171,900	198,600	188,600	192,400	149,000	217,700	188,400	188,700	192,100	174,300	175,200	2,246,400
47	BASE AGE 1-20	1,216,500	1,216,500	1,216,500	1,285,500	1,285,500	1,285,500	1,285,500	1,285,500	1,285,500	1,285,500	1,285,500	1,285,500	15,219,000
48	BASE AGE 21+	888,900	888,900	888,900	915,800	915,800	915,800	915,800	915,800	915,800	915,800	915,800	915,800	10,908,900
49	BASE DUAL	41,000	36,800	36,900	37,800	39,500	38,000	48,600	49,700	52,300	60,300	56,400	54,500	551,800
50	BASE SSI W/O MED	345,000	345,000	345,000	345,000	345,000	345,000	345,000	345,000	345,000	345,000	345,000	345,000	4,140,000
129, 136	SMI Base	71,600	71,600	71,600	75,300	75,300	75,300	75,300	75,300	75,300	75,300	75,300	75,300	892,500
	PPC CAP TOTAL	2,772,500	2,730,700	2,757,500	2,848,000	2,853,500	2,808,600	2,887,900	2,859,700	2,862,600	2,874,000	2,852,300	2,851,300	33,958,600
42, 261, 3	NEC AGE 1-20	11,485,200	11,485,200	11,485,200	12,136,900	12,136,900	12,136,900	12,136,900	12,136,900	12,136,900	12,136,900	12,136,900	12,136,900	143,687,700
200	NEC BIRTHS	11,700	25,500	22,500	25,300	27,300	24,000	25,600	27,600	24,300	25,800	27,800	24,500	291,900
116, 123	SMI NEC	25,700	24,300	22,200	25,000	22,500	22,200	23,800	23,800	22,300	23,600	20,300	20,600	276,300
434	Crisis NEC	306,700	306,700	306,700	374,400	374,400	374,400	374,400	374,400	374,400	374,400	374,400	374,400	4,289,700
192	NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
	REG CAP TOTAL	11,829,300	11,841,700	11,836,600	12,561,600	12,561,100	12,557,500	12,560,700	12,562,700	12,557,900	12,560,700	12,559,400	12,556,400	148,545,600
55	NEC AGE 1-20	187,600	183,000	174,400	173,300	183,000	153,000	134,800	126,800	163,300	186,100	149,500	119,100	1,933,900
130, 137	SMI NEC	200	200	200	200	200	200	200	200	200	200	200	200	2,400
	PPC CAP TOTAL	187,800	183,200	174,600	173,500	183,200	153,200	135,000	127,000	163,500	186,300	149,700	119,300	1,936,300
	APSI	2,405,100	2,405,200	2,405,200	-	-	86,041,500	-	-	25,820,800	-	-	25,820,800	144,898,600
	APM RECON	-	-	-	-	-	15,115,600	-	-	-	-	-	-	15,115,600
	PSI	-	-	-	-	-	18,700,100	-	-	18,700,100	-	-	18,700,100	56,100,300
473, 474	FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
	TOTAL	320,472,200	320,542,100	320,472,500	329,369,000	328,248,700	448,732,400	328,230,000	327,362,900	373,218,300	327,224,200	327,511,900	372,181,700	4,123,565,900

TRADITIONAL CAPITATION EXPENDITURES

TOTAL FUND

FY 21 REQUEST		Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
2,7,18,250	BASE AGE <1	24,212,500	24,309,800	24,307,100	25,208,900	25,258,400	25,225,000	25,210,300	25,206,800	25,359,100	25,190,800	25,266,100	25,373,500	300,128,300
3,8,19,251	BASE AGE 1-20	106,755,100	106,827,800	106,827,800	111,100,900	111,100,900	111,100,900	111,100,900	111,100,900	111,100,900	111,100,900	111,100,900	111,100,900	1,320,318,800
4,9,20,252	BASE AGE 21+	53,612,400	53,869,200	54,019,000	56,338,200	56,471,700	56,428,400	56,484,200	56,722,900	56,856,300	56,996,300	57,135,900	57,104,900	672,039,400
5,10,16,25	BASE DUAL	8,024,800	8,042,700	8,060,500	8,402,300	8,421,800	8,441,300	8,460,800	8,480,300	8,499,800	8,519,400	8,538,900	8,558,400	100,451,000
29, 254, 3	BASE SSI W/O MED	59,301,300	59,411,000	59,705,700	61,566,700	61,649,900	61,700,300	61,682,300	61,809,800	62,141,800	61,581,300	61,677,700	61,728,800	733,956,600
196	BASE BIRTHS	14,947,300	15,915,600	15,719,000	15,933,100	14,925,700	15,468,000	14,928,100	13,488,200	14,425,100	13,481,600	13,758,500	13,801,800	176,792,000
115, 122	SMI Base	41,964,900	41,964,900	41,964,900	43,643,500	43,643,500	43,643,500	43,643,500	43,643,500	43,643,500	43,643,500	43,643,500	43,643,500	518,686,200
431	Crisis Base	5,074,900	5,074,900	5,074,900	5,277,900	5,277,900	5,277,900	5,277,900	5,277,900	5,277,900	5,277,900	5,277,900	5,277,900	62,725,800
186	BASE HIF	-	-	-	-	-	67,672,100	-	-	-	-	-	-	67,672,100
	REG CAP TOTAL	313,893,200	315,415,900	315,678,900	327,471,500	326,749,800	394,957,400	326,788,000	325,730,300	327,304,400	325,791,700	326,399,400	326,589,700	3,952,770,200
46	BASE AGE <1	181,300	187,500	212,300	191,400	172,400	149,000	238,300	207,100	198,300	190,400	152,100	153,100	2,233,200
47	BASE AGE 1-20	1,285,500	1,285,500	1,285,500	1,336,900	1,336,900	1,336,900	1,336,900	1,336,900	1,336,900	1,336,900	1,336,900	1,336,900	15,888,600
48	BASE AGE 21+	915,800	915,800	915,800	952,500	952,500	952,500	952,500	952,500	952,500	952,500	952,500	952,500	11,319,900
49	BASE DUAL	50,700	44,300	42,400	46,000	44,700	41,500	50,800	49,100	50,700	59,000	54,900	53,000	587,100
50	BASE SSI W/O MED	345,000	345,000	345,000	358,800	358,800	358,800	358,800	358,800	358,800	358,800	358,800	358,800	4,264,200
129, 136	SMI Base	75,300	75,300	75,300	78,300	78,300	78,300	78,300	78,300	78,300	78,300	78,300	78,300	930,600
	PPC CAP TOTAL	2,853,600	2,853,400	2,876,300	2,963,900	2,943,600	2,917,000	3,015,600	2,982,700	2,975,500	2,975,900	2,933,500	2,932,600	35,223,600
42, 261, 3	NEC AGE 1-20	12,136,900	12,136,900	12,136,900	12,622,400	12,622,400	12,622,400	12,622,400	12,622,400	12,622,400	12,622,400	12,622,400	12,622,400	150,012,300
200	NEC BIRTHS	26,100	28,100	24,800	27,400	29,500	26,000	27,700	29,800	26,300	28,000	30,100	26,500	330,300
116, 123	SMI NEC	23,100	22,600	20,900	23,200	20,300	20,400	22,400	22,100	20,600	21,900	19,000	19,200	255,700
434	Crisis NEC	374,400	374,400	374,400	389,400	389,400	389,400	389,400	389,400	389,400	389,400	389,400	389,400	4,627,800
192	NEC HIF	-	-	-	-	-	3,555,500	-	-	-	-	-	-	3,555,500
	REG CAP TOTAL	12,560,500	12,562,000	12,557,000	13,062,400	13,061,600	16,613,700	13,061,900	13,063,700	13,058,700	13,061,700	13,060,900	13,057,500	158,781,600
55	NEC AGE 1-20	106,600	120,000	132,500	132,000	125,900	129,100	131,000	128,800	128,800	130,100	129,600	129,000	1,523,400
130, 137	SMI NEC	200	200	200	200	200	200	200	200	200	200	100	100	2,200
	PPC CAP TOTAL	106,800	120,200	132,700	132,200	126,100	129,300	131,200	129,000	129,000	130,300	129,700	129,100	1,525,600
	APSI	-	-	83,350,100	-	-	26,046,900	-	-	26,046,900	-	-	26,046,900	161,490,800
	APM RECON	-	-	-	-	-	16,083,800	-	-	-	-	-	-	16,083,800
	PSI	-	-	37,727,600	-	-	18,863,800	-	-	18,863,800	-	-	18,863,800	94,319,000
473, 474	FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
	TOTAL	329,414,100	330,951,500	452,322,600	343,630,000	342,881,100	475,611,900	342,996,700	341,905,700	388,378,300	341,959,600	342,523,500	387,619,600	4,420,194,600

FEDERAL FUND

FY 19 ACTUAL

	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	14,538,700	14,883,300	14,564,000	18,173,400	18,174,200	18,290,300	18,329,400	21,104,000	18,224,500	17,982,400	17,999,100	17,945,500	210,208,800
BASE AGE 1-20	61,036,100	59,396,900	61,158,500	73,126,800	72,903,200	75,681,400	72,861,200	83,488,800	72,553,400	72,775,600	72,912,100	72,827,800	850,721,800
BASE AGE 21+	26,334,100	25,219,400	26,278,100	36,309,200	36,009,700	35,990,200	35,771,000	41,117,500	35,461,100	35,414,800	35,574,800	35,387,700	404,867,600
BASE DUAL	6,228,300	5,940,800	6,313,900	5,910,800	5,939,000	7,127,800	5,993,300	7,259,900	5,987,400	5,979,300	5,988,400	5,997,700	74,666,600
BASE SSI W/O MED	35,487,100	33,820,800	35,406,200	42,045,700	42,186,100	44,395,800	42,096,300	48,905,900	41,997,700	41,919,000	41,936,400	41,872,700	492,069,700
BASE BIRTHS	10,629,400	12,047,100	11,518,100	11,524,200	10,726,700	10,983,300	11,321,800	9,664,500	10,375,700	9,131,500	9,770,700	9,469,300	127,162,300
SMI Base	27,461,700	27,418,800	27,427,000	27,991,300	27,927,100	27,898,300	27,918,300	27,887,900	27,821,100	27,771,700	27,839,500	27,888,100	333,250,800
Crisis Base	-	-	-	2,153,300	2,150,100	2,146,800	2,144,400	2,145,200	2,140,000	2,136,700	2,137,400	2,134,500	19,288,400
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	181,715,400	178,727,100	182,665,800	217,234,700	216,016,100	222,513,900	216,435,700	241,573,700	214,560,900	213,111,000	214,158,400	213,523,300	2,512,236,000
BASE AGE <1	377,900	509,500	360,200	390,200	428,100	388,800	432,000	336,700	373,500	346,100	412,700	437,000	4,792,700
BASE AGE 1-20	665,600	857,700	661,400	1,077,500	1,206,200	1,163,200	1,430,900	1,229,100	1,307,500	1,104,200	1,278,700	1,299,400	13,281,400
BASE AGE 21+	521,300	653,100	515,700	756,800	853,300	872,800	1,076,500	872,400	917,200	779,300	963,700	955,900	9,738,000
BASE DUAL	11,100	(900)	53,800	26,700	21,800	13,700	13,900	2,100	(6,300)	(17,500)	21,600	26,900	166,900
BASE SSI W/O MED	303,100	474,900	231,200	341,700	546,600	541,500	534,200	593,700	763,600	579,700	689,700	649,600	6,249,500
SMI Base	204,400	372,000	223,500	152,700	256,200	325,400	296,900	287,000	287,700	215,700	266,700	288,800	3,177,000
PPC CAP TOTAL	2,083,400	2,866,300	2,045,800	2,745,600	3,312,200	3,305,400	3,784,400	3,321,000	3,643,200	3,007,500	3,633,100	3,657,600	37,405,500
NEC AGE 1-20	10,808,900	10,588,600	10,896,600	12,149,600	12,146,800	12,742,900	12,346,300	14,465,200	12,456,100	12,266,800	12,023,400	11,737,600	144,628,800
NEC BIRTHS	25,200	41,800	30,200	35,800	40,800	12,000	17,500	34,900	40,400	35,900	24,000	29,500	368,000
SMI NEC	29,600	27,600	22,000	28,400	30,700	27,400	27,000	25,700	26,800	28,000	24,600	23,400	321,200
Crisis NEC	-	-	-	124,600	125,400	126,500	127,700	129,300	129,600	128,100	125,200	122,300	1,138,700
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	10,863,700	10,658,000	10,948,800	12,338,400	12,343,700	12,908,800	12,518,500	14,655,100	12,652,900	12,458,800	12,197,200	11,912,800	146,456,700
NEC AGE 1-20	148,100	198,400	143,900	251,900	262,400	276,200	341,300	275,900	280,800	231,000	278,200	263,200	2,951,300
SMI NEC	-	-	-	-	-	-	500	-	2,400	-	-	-	2,900
PPC CAP TOTAL	148,100	198,400	143,900	251,900	262,400	276,200	341,800	275,900	283,200	231,000	278,200	263,200	2,954,200
FP Mix Adjustment	-	-	1,627,400	-	-	1,634,500	-	-	1,641,600	-	-	1,648,700	6,552,200
TOTAL	194,810,600	192,449,800	197,431,700	232,570,600	231,934,400	240,638,800	233,080,400	259,825,700	232,781,800	228,808,300	230,266,900	231,005,600	2,705,604,600

FEDERAL FUND

FY 20 REBASE

	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	17,464,400	16,745,500	16,383,000	16,861,400	16,830,800	16,893,100	16,830,100	16,739,300	16,873,600	16,685,600	16,709,500	16,798,100	201,814,400
BASE AGE 1-20	70,131,300	70,273,500	70,418,400	74,664,100	74,639,500	74,643,600	74,718,800	74,728,800	74,717,200	74,730,000	74,726,500	74,736,300	883,128,000
BASE AGE 21+	35,391,800	35,650,200	35,808,200	37,145,100	37,212,100	37,147,200	37,146,600	37,271,300	37,310,900	37,399,300	37,489,100	37,457,500	442,429,300
BASE DUAL	5,993,900	6,005,800	6,019,600	5,518,100	5,530,200	5,541,200	5,554,000	5,567,600	5,577,100	5,586,600	5,595,200	5,608,000	68,097,300
BASE SSI W/O MED	41,484,800	41,525,300	41,690,700	41,517,400	41,550,800	41,570,800	41,536,400	41,621,000	41,823,700	41,462,800	41,512,700	41,536,100	498,832,500
BASE BIRTHS	10,471,100	10,804,400	10,626,800	11,069,400	10,217,600	10,678,700	10,191,800	9,466,600	10,002,300	9,383,000	9,457,500	9,482,800	121,852,000
SMI Base	27,878,400	27,883,600	27,883,600	29,383,800	29,383,800	29,383,800	29,383,800	29,383,800	29,383,800	29,383,800	29,383,800	29,383,800	348,099,800
Crisis Base	2,902,400	2,902,400	2,902,400	3,553,400	3,553,400	3,553,400	3,553,400	3,553,400	3,553,400	3,553,400	3,553,400	3,553,400	40,687,800
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	211,718,100	211,790,700	211,732,700	219,712,700	218,918,200	219,411,800	218,914,900	218,331,800	219,242,000	218,184,500	218,427,700	218,556,000	2,604,941,100
BASE AGE <1	146,300	120,000	138,600	132,100	134,700	104,300	152,400	131,900	132,100	134,500	122,000	122,700	1,571,600
BASE AGE 1-20	849,200	849,200	849,200	900,100	900,100	900,100	900,100	900,100	900,100	900,100	900,100	900,100	10,648,500
BASE AGE 21+	620,500	620,500	620,500	641,200	641,200	641,200	641,200	641,200	641,200	641,200	641,200	641,200	7,632,300
BASE DUAL	28,600	25,700	25,800	26,500	27,700	26,600	34,000	34,800	36,600	42,200	39,500	38,200	386,200
BASE SSI W/O MED	240,800	240,800	240,800	241,600	241,600	241,600	241,600	241,600	241,600	241,600	241,600	241,600	2,896,800
SMI Base	50,000	50,000	50,000	52,700	52,700	52,700	52,700	52,700	52,700	52,700	52,700	52,700	624,300
PPC CAP TOTAL	1,935,400	1,906,200	1,924,900	1,994,200	1,998,000	1,966,500	2,022,000	2,002,300	2,004,300	2,012,300	1,997,100	1,996,500	23,759,700
NEC AGE 1-20	11,485,200	11,485,200	11,485,200	10,985,100	10,985,100	10,985,100	10,985,100	10,985,100	10,985,100	10,985,100	10,985,100	10,985,100	133,321,500
NEC BIRTHS	11,700	25,500	22,500	22,900	24,700	21,700	23,200	25,000	22,000	23,400	25,200	22,200	270,000
SMI NEC	25,700	24,300	22,200	22,600	20,400	20,100	21,500	21,500	20,200	21,400	18,400	18,600	256,900
Crisis NEC	306,700	306,700	306,700	338,900	338,900	338,900	338,900	338,900	338,900	338,900	338,900	338,900	3,970,200
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	11,829,300	11,841,700	11,836,600	11,369,500	11,369,100	11,365,800	11,368,700	11,370,500	11,366,200	11,368,800	11,367,600	11,364,800	137,818,600
NEC AGE 1-20	187,600	183,000	174,400	156,900	165,600	138,500	122,000	114,800	147,800	168,400	135,300	107,800	1,802,100
SMI NEC	200	200	200	200	200	200	200	200	200	200	200	200	2,400
PPC CAP TOTAL	187,800	183,200	174,600	157,100	165,800	138,700	122,200	115,000	148,000	168,600	135,500	108,000	1,804,500
APSI	1,691,100	1,691,200	1,691,200	-	-	60,995,300	-	-	18,304,500	-	-	18,304,500	102,677,800
APM RECON	-	-	-	-	-	10,715,500	-	-	-	-	-	-	10,715,500
PSI	-	-	-	-	-	13,256,600	-	-	18,700,100	-	-	13,256,600	45,213,300
FP Mix Adjustment	-	-	1,655,800	-	-	1,662,900	-	-	1,670,000	-	-	1,677,100	6,665,800
TOTAL	227,361,700	227,413,000	229,015,800	233,233,500	232,451,100	319,513,100	232,427,800	231,819,600	271,435,100	231,734,200	231,927,900	265,263,500	2,933,596,300

FEDERAL FUND

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
BASE AGE <1	16,953,600	17,021,700	17,019,800	17,721,900	17,756,700	17,733,200	17,722,800	17,720,400	17,827,400	17,709,100	17,762,100	17,837,600	210,786,300
BASE AGE 1-20	74,749,900	74,800,800	74,800,800	78,103,900	78,103,900	78,103,900	78,103,900	78,103,900	78,103,900	78,103,900	78,103,900	78,103,900	927,286,600
BASE AGE 21+	37,539,400	37,719,200	37,824,100	39,605,800	39,699,600	39,669,200	39,708,400	39,876,200	39,970,000	40,068,400	40,166,500	40,144,700	471,991,500
BASE DUAL	5,619,000	5,631,500	5,644,000	5,906,800	5,920,500	5,934,200	5,947,900	5,961,700	5,975,400	5,989,100	6,002,800	6,016,600	70,549,500
BASE SSI W/O MED	41,522,800	41,599,600	41,805,900	43,281,400	43,339,900	43,375,300	43,362,700	43,452,300	43,685,700	43,291,700	43,359,400	43,395,300	515,472,000
BASE BIRTHS	10,466,100	11,144,100	11,006,400	11,201,000	10,492,800	10,874,000	10,494,500	9,482,200	10,140,800	9,477,600	9,672,200	9,702,700	124,154,400
SMI Base	29,383,800	29,383,800	29,383,800	30,681,400	30,681,400	30,681,400	30,681,400	30,681,400	30,681,400	30,681,400	30,681,400	30,681,400	364,284,000
Crisis Base	3,553,400	3,553,400	3,553,400	3,710,400	3,710,400	3,710,400	3,710,400	3,710,400	3,710,400	3,710,400	3,710,400	3,710,400	44,053,800
BASE HIF	-	-	-	-	-	47,384,000	-	-	-	-	-	-	47,384,000
REG CAP TOTAL	219,788,000	220,854,100	221,038,200	230,212,600	229,705,200	277,465,600	229,732,000	228,988,500	230,095,000	229,031,600	229,458,700	229,592,600	2,775,962,100
BASE AGE <1	126,900	131,300	148,700	134,600	121,200	104,700	167,500	145,600	139,400	133,900	106,900	107,600	1,568,300
BASE AGE 1-20	900,100	900,100	900,100	939,800	939,800	939,800	939,800	939,800	939,800	939,800	939,800	939,800	11,158,500
BASE AGE 21+	641,200	641,200	641,200	669,600	669,600	669,600	669,600	669,600	669,600	669,600	669,600	669,600	7,950,000
BASE DUAL	35,500	31,000	29,700	32,300	31,400	29,200	35,700	34,500	35,600	41,500	38,600	37,300	412,300
BASE SSI W/O MED	241,600	241,600	241,600	252,200	252,200	252,200	252,200	252,200	252,200	252,200	252,200	252,200	2,994,600
SMI Base	52,700	52,700	52,700	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	653,100
PPC CAP TOTAL	1,998,000	1,997,900	2,014,000	2,083,500	2,069,200	2,050,500	2,119,800	2,096,700	2,091,600	2,092,000	2,062,100	2,061,500	24,736,800
NEC AGE 1-20	10,985,100	10,985,100	10,985,100	9,998,200	9,998,200	9,998,200	9,998,200	9,998,200	9,998,200	9,998,200	9,998,200	9,998,200	122,939,100
NEC BIRTHS	23,600	25,400	22,400	21,700	23,400	20,600	21,900	23,600	20,800	22,200	23,800	21,000	270,400
SMI NEC	20,900	20,500	18,900	18,400	16,100	16,200	17,700	17,500	16,300	17,300	15,000	15,200	210,000
Crisis NEC	338,900	338,900	338,900	308,400	308,400	308,400	308,400	308,400	308,400	308,400	308,400	308,400	3,792,300
NEC HIF	-	-	-	-	-	3,218,100	-	-	-	-	-	-	3,218,100
REG CAP TOTAL	11,368,500	11,369,900	11,365,300	10,346,700	10,346,100	13,561,500	10,346,200	10,347,700	10,343,700	10,346,100	10,345,400	10,342,800	130,429,900
NEC AGE 1-20	96,500	108,600	119,900	104,600	99,700	102,300	103,800	102,000	102,000	103,100	102,700	102,200	1,247,400
SMI NEC	200	200	200	200	200	200	200	200	200	200	100	100	2,200
PPC CAP TOTAL	96,700	108,800	120,100	104,800	99,900	102,500	104,000	102,200	102,200	103,300	102,800	102,300	1,249,600
APSI	-	-	59,297,900	-	-	18,530,600	-	-	18,530,600	-	-	18,530,600	114,889,700
APM RECON	-	-	-	-	-	11,442,500	-	-	-	-	-	-	11,442,500
PSI	-	-	26,840,600	-	-	13,420,300	-	-	13,420,300	-	-	13,420,300	67,101,500
FP Mix Adjustment	-	-	1,684,200	-	-	1,691,300	-	-	1,698,400	-	-	1,705,500	6,779,400
TOTAL	233,251,200	234,330,700	322,360,300	242,747,600	242,220,400	338,264,800	242,302,000	241,535,100	276,281,800	241,573,000	241,969,000	275,755,600	3,132,591,500

STATE FUND

FY 19 ACTUAL

	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	6,263,600	6,412,100	6,274,400	7,859,300	7,859,600	7,909,800	7,926,700	9,126,700	7,881,400	7,776,700	7,783,900	7,760,700	90,834,900
BASE AGE 1-20	26,295,600	25,589,400	26,348,300	31,624,400	31,527,700	32,729,100	31,509,500	36,105,600	31,376,500	31,472,500	31,531,500	31,495,100	367,605,200
BASE AGE 21+	11,345,300	10,865,000	11,321,100	15,702,200	15,572,800	15,564,400	15,469,500	17,781,600	15,335,500	15,315,500	15,384,700	15,303,800	174,961,400
BASE DUAL	2,683,300	2,559,500	2,720,100	2,556,200	2,568,300	3,082,500	2,591,900	3,139,500	2,589,400	2,585,900	2,589,700	2,593,800	32,260,100
BASE SSI W/O MED	15,288,500	14,570,700	15,253,700	18,183,000	18,243,700	19,199,300	18,205,000	21,149,800	18,162,300	18,128,300	18,135,800	18,108,300	212,628,400
BASE BIRTHS	4,579,400	5,190,100	4,962,200	4,983,800	4,638,800	4,749,900	4,896,200	4,179,500	4,487,100	3,949,100	4,225,500	4,095,100	54,936,700
SMI Base	11,831,000	11,812,500	11,816,000	12,105,100	12,077,300	12,064,900	12,073,500	12,060,400	12,031,600	12,010,200	12,039,400	12,060,400	143,982,300
Crisis Base	-	-	-	931,200	929,800	928,400	927,300	927,800	925,400	924,100	924,300	923,100	8,341,400
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	78,286,700	76,999,300	78,695,800	93,945,200	93,418,000	96,228,300	93,599,600	104,470,900	92,789,200	92,162,300	92,614,800	92,340,300	1,085,550,400
BASE AGE <1	162,700	219,500	155,200	168,700	185,200	168,200	186,900	145,700	161,600	149,700	178,500	189,000	2,070,900
BASE AGE 1-20	286,800	369,500	285,000	466,000	521,700	503,100	618,900	531,500	565,400	477,600	553,000	561,900	5,740,400
BASE AGE 21+	224,600	281,400	222,100	327,300	369,100	377,400	465,500	377,300	396,700	337,000	416,800	413,400	4,208,600
BASE DUAL	4,800	(300)	23,100	11,500	9,400	5,900	6,000	900	(2,800)	(7,600)	9,300	11,600	71,800
BASE SSI W/O MED	130,600	204,600	99,600	147,800	236,400	234,200	231,000	256,800	330,200	250,700	298,300	280,900	2,701,100
SMI Base	88,000	160,300	96,200	66,000	110,800	140,700	128,400	124,100	124,400	93,300	115,300	124,900	1,372,400
PPC CAP TOTAL	897,500	1,235,000	881,200	1,187,300	1,432,600	1,429,500	1,636,700	1,436,300	1,575,500	1,300,700	1,571,200	1,581,700	16,165,200
NEC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC BIRTHS	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
Crisis NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
FP Mix Adjustment	-	-	(1,627,400)	-	-	(1,634,500)	-	-	(1,641,600)	-	-	(1,648,700)	(6,552,200)
TOTAL	79,184,200	78,234,300	77,949,600	95,132,500	94,850,600	96,023,300	95,236,300	105,907,200	92,723,100	93,463,000	94,186,000	92,273,300	1,095,163,400

STATE FUND

FY 20 REBASE

	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	7,552,600	7,241,700	7,085,000	7,219,500	7,206,300	7,233,000	7,206,100	7,167,200	7,224,600	7,144,100	7,154,400	7,192,300	86,626,800
BASE AGE 1-20	30,328,900	30,390,400	30,453,100	31,968,500	31,957,900	31,959,600	31,991,900	31,996,100	31,991,100	31,996,600	31,995,200	31,999,400	379,028,700
BASE AGE 21+	15,305,500	15,417,200	15,485,600	15,904,200	15,932,800	15,905,000	15,904,800	15,958,200	15,975,200	16,013,000	16,051,400	16,038,000	189,890,900
BASE DUAL	2,592,100	2,597,200	2,603,300	2,362,700	2,367,800	2,372,600	2,378,000	2,383,800	2,387,900	2,392,000	2,395,700	2,401,100	29,234,200
BASE SSI W/O MED	17,940,500	17,958,000	18,029,600	17,776,200	17,790,500	17,799,100	17,784,300	17,820,600	17,907,400	17,752,900	17,774,200	17,784,200	214,117,500
BASE BIRTHS	4,528,300	4,672,400	4,595,600	4,739,500	4,374,800	4,572,200	4,363,800	4,053,200	4,282,600	4,017,500	4,049,300	4,060,200	52,309,400
SMI Base	12,056,300	12,058,500	12,058,500	12,581,100	12,581,100	12,581,100	12,581,100	12,581,100	12,581,100	12,581,100	12,581,100	12,581,100	149,403,200
Crisis Base	1,255,200	1,255,200	1,255,200	1,521,500	1,521,500	1,521,500	1,521,500	1,521,500	1,521,500	1,521,500	1,521,500	1,521,500	17,459,100
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	91,559,400	91,590,600	91,565,900	94,073,200	93,732,700	93,944,100	93,731,500	93,481,700	93,871,400	93,418,700	93,522,800	93,577,800	1,118,069,800
BASE AGE <1	63,200	51,900	60,000	56,500	57,700	44,700	65,300	56,500	56,600	57,600	52,300	52,500	674,800
BASE AGE 1-20	367,300	367,300	367,300	385,400	385,400	385,400	385,400	385,400	385,400	385,400	385,400	385,400	4,570,500
BASE AGE 21+	268,400	268,400	268,400	274,600	274,600	274,600	274,600	274,600	274,600	274,600	274,600	274,600	3,276,600
BASE DUAL	12,400	11,100	11,100	11,300	11,800	11,400	14,600	14,900	15,700	18,100	16,900	16,300	165,600
BASE SSI W/O MED	104,200	104,200	104,200	103,400	103,400	103,400	103,400	103,400	103,400	103,400	103,400	103,400	1,243,200
SMI Base	21,600	21,600	21,600	22,600	22,600	22,600	22,600	22,600	22,600	22,600	22,600	22,600	268,200
PPC CAP TOTAL	837,100	824,500	832,600	853,800	855,500	842,100	865,900	857,400	858,300	861,700	855,200	854,800	10,198,900
NEC AGE 1-20	-	-	-	1,151,800	1,151,800	1,151,800	1,151,800	1,151,800	1,151,800	1,151,800	1,151,800	1,151,800	10,366,200
NEC BIRTHS	-	-	-	2,400	2,600	2,300	2,400	2,600	2,300	2,400	2,600	2,300	21,900
SMI NEC	-	-	-	2,400	2,100	2,100	2,300	2,300	2,100	2,200	1,900	2,000	19,400
Crisis NEC	-	-	-	35,500	35,500	35,500	35,500	35,500	35,500	35,500	35,500	35,500	319,500
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	-	-	-	1,192,100	1,192,000	1,191,700	1,192,000	1,192,200	1,191,700	1,191,900	1,191,800	1,191,600	10,727,000
NEC AGE 1-20	-	-	-	16,400	17,400	14,500	12,800	12,000	15,500	17,700	14,200	11,300	131,800
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	-	-	-	16,400	17,400	14,500	12,800	12,000	15,500	17,700	14,200	11,300	131,800
APSI	714,000	714,000	714,000	-	-	25,046,200	-	-	7,516,300	-	-	7,516,300	42,220,800
APM RECON	-	-	-	-	-	4,400,100	-	-	-	-	-	-	4,400,100
PSI	-	-	-	-	-	5,443,500	-	-	-	-	-	5,443,500	10,887,000
FP Mix Adjustment	-	-	(1,655,800)	-	-	(1,662,900)	-	-	(1,670,000)	-	-	(1,677,100)	(6,665,800)
TOTAL	93,110,500	93,129,100	91,456,700	96,135,500	95,797,600	129,219,300	95,802,200	95,543,300	101,783,200	95,490,000	95,584,000	106,918,200	1,189,969,600

STATE FUND

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
BASE AGE <1	7,258,900	7,288,100	7,287,300	7,487,000	7,501,700	7,491,800	7,487,500	7,486,400	7,531,700	7,481,700	7,504,000	7,535,900	89,342,000
BASE AGE 1-20	32,005,200	32,027,000	32,027,000	32,997,000	32,997,000	32,997,000	32,997,000	32,997,000	32,997,000	32,997,000	32,997,000	32,997,000	393,032,200
BASE AGE 21+	16,073,000	16,150,000	16,194,900	16,732,400	16,772,100	16,759,200	16,775,800	16,846,700	16,886,300	16,927,900	16,969,400	16,960,200	200,047,900
BASE DUAL	2,405,800	2,411,200	2,416,500	2,495,500	2,501,300	2,507,100	2,512,900	2,518,600	2,524,400	2,530,300	2,536,100	2,541,800	29,901,500
BASE SSI W/O MED	17,778,500	17,811,400	17,899,800	18,285,300	18,310,000	18,325,000	18,319,600	18,357,500	18,456,100	18,289,600	18,318,300	18,333,500	218,484,600
BASE BIRTHS	4,481,200	4,771,500	4,712,600	4,732,100	4,432,900	4,594,000	4,433,600	4,006,000	4,284,300	4,004,000	4,086,300	4,099,100	52,637,600
SMI Base	12,581,100	12,581,100	12,581,100	12,962,100	12,962,100	12,962,100	12,962,100	12,962,100	12,962,100	12,962,100	12,962,100	12,962,100	154,402,200
Crisis Base	1,521,500	1,521,500	1,521,500	1,567,500	1,567,500	1,567,500	1,567,500	1,567,500	1,567,500	1,567,500	1,567,500	1,567,500	18,672,000
BASE HIF	-	-	-	-	-	20,288,100	-	-	-	-	-	-	20,288,100
REG CAP TOTAL	94,105,200	94,561,800	94,640,700	97,258,900	97,044,600	117,491,800	97,056,000	96,741,800	97,209,400	96,760,100	96,940,700	96,997,100	1,176,808,100
BASE AGE <1	54,400	56,200	63,600	56,800	51,200	44,300	70,800	61,500	58,900	56,500	45,200	45,500	664,900
BASE AGE 1-20	385,400	385,400	385,400	397,100	397,100	397,100	397,100	397,100	397,100	397,100	397,100	397,100	4,730,100
BASE AGE 21+	274,600	274,600	274,600	282,900	282,900	282,900	282,900	282,900	282,900	282,900	282,900	282,900	3,369,900
BASE DUAL	15,200	13,300	12,700	13,700	13,300	12,300	15,100	14,600	15,100	17,500	16,300	15,700	174,800
BASE SSI W/O MED	103,400	103,400	103,400	106,600	106,600	106,600	106,600	106,600	106,600	106,600	106,600	106,600	1,269,600
SMI Base	22,600	22,600	22,600	23,300	23,300	23,300	23,300	23,300	23,300	23,300	23,300	23,300	277,500
PPC CAP TOTAL	855,600	855,500	862,300	880,400	874,400	866,500	895,800	886,000	883,900	883,900	871,400	871,100	10,486,800
NEC AGE 1-20	1,151,800	1,151,800	1,151,800	2,624,200	2,624,200	2,624,200	2,624,200	2,624,200	2,624,200	2,624,200	2,624,200	2,624,200	27,073,200
NEC BIRTHS	2,500	2,700	2,400	5,700	6,100	5,400	5,800	6,200	5,500	5,800	6,300	5,500	59,900
SMI NEC	2,200	2,100	2,000	4,800	4,200	4,200	4,700	4,600	4,300	4,600	4,000	4,000	45,700
Crisis NEC	35,500	35,500	35,500	81,000	81,000	81,000	81,000	81,000	81,000	81,000	81,000	81,000	835,500
NEC HIF	-	-	-	-	-	337,400	-	-	-	-	-	-	337,400
REG CAP TOTAL	1,192,000	1,192,100	1,191,700	2,715,700	2,715,500	3,052,200	2,715,700	2,716,000	2,715,000	2,715,600	2,715,500	2,714,700	28,351,700
NEC AGE 1-20	10,100	11,400	12,600	27,400	26,200	26,800	27,200	26,800	26,800	27,000	26,900	26,800	276,000
SMI NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
PPC CAP TOTAL	10,100	11,400	12,600	27,400	26,200	26,800	27,200	26,800	26,800	27,000	26,900	26,800	276,000
APSI	-	-	24,052,200	-	-	7,516,300	-	-	7,516,300	-	-	7,516,300	46,601,100
APM RECON	-	-	-	-	-	4,641,300	-	-	-	-	-	-	4,641,300
PSI	-	-	10,887,000	-	-	5,443,500	-	-	5,443,500	-	-	5,443,500	27,217,500
FP Mix Adjustment	-	-	(1,684,200)	-	-	(1,691,300)	-	-	(1,698,400)	-	-	(1,705,500)	(6,779,400)
TOTAL	96,162,900	96,620,800	129,962,300	100,882,400	100,660,700	137,347,100	100,694,700	100,370,600	112,096,500	100,386,600	100,554,500	111,864,000	1,287,603,100

MEMBER MONTHS

FY 19 ACTUAL	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	45,804.29	45,884.55	45,683.98	45,156.68	45,241.26	45,298.65	45,373.13	45,169.34	45,190.04	44,623.59	44,575.39	44,571.46	542,572.37
BASE AGE 1-20	564,825.11	567,011.17	567,492.69	566,012.59	564,898.04	564,928.43	564,258.15	563,101.43	562,577.60	562,779.46	563,648.57	563,810.55	6,775,343.79
BASE AGE 21+	144,032.94	144,010.01	143,484.48	142,836.10	141,834.68	140,802.19	140,428.56	140,483.65	139,791.52	139,547.45	139,728.80	139,512.61	1,696,492.97
BASE DUAL	58,818.60	58,916.79	59,173.19	59,243.83	59,314.66	59,445.61	59,613.12	59,587.88	59,580.95	59,468.39	59,590.80	59,637.15	712,390.96
BASE SSI W/O MED	49,136.17	49,115.63	49,031.89	48,971.72	48,841.96	48,803.82	48,820.64	48,721.60	48,724.16	48,658.49	48,611.79	48,654.16	586,092.03
BASE BIRTHS	2,661.00	2,674.00	2,582.00	2,628.00	2,455.00	2,475.00	2,570.00	2,192.00	2,363.00	2,034.00	2,228.00	2,127.00	28,989.00
SMI Base	19,802.58	19,760.42	19,770.13	19,755.64	19,743.06	19,758.58	19,750.38	19,723.00	19,699.09	19,675.87	19,714.93	19,730.06	236,883.74
Crisis Base	-	-	-	921,334.00	920,144.00	919,609.00	918,073.00	917,372.00	914,916.00	914,643.00	914,946.00	913,935.00	8,254,972.00
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	885,080.70	887,372.57	887,218.35	1,805,938.56	1,802,472.65	1,801,121.27	1,798,886.98	1,796,350.90	1,792,842.35	1,791,430.25	1,793,044.29	1,791,977.99	18,833,736.86
BASE AGE <1	1,241.87	1,218.84	1,115.20	1,101.10	980.10	926.45	919.23	822.71	808.68	835.16	798.20	661.53	11,429.08
BASE AGE 1-20	12,602.74	12,810.52	11,032.16	10,583.74	10,173.23	8,633.87	9,807.03	8,481.39	8,725.13	9,248.56	9,110.42	9,184.40	120,393.21
BASE AGE 21+	4,373.97	4,335.29	3,819.36	3,730.52	3,660.50	3,295.42	3,772.62	2,987.86	3,189.33	3,419.60	3,423.20	3,413.90	43,421.55
BASE DUAL	606.77	566.62	499.97	515.06	515.83	484.26	493.77	448.61	420.48	441.87	429.97	348.73	5,771.95
BASE SSI W/O MED	799.93	784.32	772.30	752.16	745.93	688.77	721.87	675.75	630.90	520.50	476.55	425.40	7,994.40
SMI Base	62.48	65.13	62.63	64.35	72.10	52.45	66.48	64.04	70.71	72.27	61.94	60.80	775.38
PPC CAP TOTAL	19,687.78	19,780.72	17,301.62	16,746.94	16,147.69	14,081.23	15,781.01	13,480.36	13,845.24	14,537.96	14,300.27	14,094.76	189,785.56
NEC AGE 1-20	67,546.27	68,093.40	67,960.15	67,791.27	67,906.78	68,376.96	68,864.44	69,502.41	69,645.33	68,545.33	67,089.95	65,618.91	816,941.21
NEC BIRTHS	6.00	8.00	4.00	6.00	7.00	3.00	2.00	6.00	7.00	7.00	3.00	5.00	64.00
SMI NEC	13.87	12.10	11.80	13.23	13.90	12.45	11.35	12.39	11.97	12.47	10.06	10.60	146.19
Crisis NEC	-	-	-	69,400.00	69,641.00	70,046.00	70,488.00	71,157.00	71,435.00	70,493.00	68,905.00	67,422.00	628,987.00
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	67,566.14	68,113.50	67,975.95	137,210.50	137,568.68	138,438.41	139,365.80	140,677.80	141,099.30	139,057.80	136,008.01	133,056.51	1,446,138.41
NEC AGE 1-20	1,848.36	1,864.65	1,739.13	1,703.23	1,624.67	1,535.77	1,661.81	1,414.89	1,279.07	1,476.77	1,413.55	1,377.30	18,939.18
SMI NEC	0.10	0.09	0.09	0.10	0.10	0.09	0.09	0.09	0.09	0.09	0.08	0.08	1.10
PPC CAP TOTAL	1,848.46	1,864.74	1,739.22	1,703.33	1,624.77	1,535.87	1,661.89	1,414.99	1,279.15	1,476.86	1,413.62	1,377.38	18,940.28
FP Mix Adjustment													-
TOTAL	974,183.08	977,131.53	974,235.15	1,961,599.32	1,957,813.79	1,955,176.77	1,955,695.67	1,951,924.04	1,949,066.05	1,946,502.86	1,944,766.19	1,940,506.64	20,488,601.11

MEMBER MONTHS

FY 20 REBASE	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	44,775.03	42,932.00	42,002.66	40,991.02	40,916.45	41,068.06	40,914.94	40,694.22	41,020.56	40,563.54	40,621.71	40,837.08	497,337.28
BASE AGE 1-20	566,325.58	567,473.83	568,644.46	568,842.10	568,654.22	568,685.01	569,258.60	569,334.36	569,245.85	569,343.58	569,317.40	569,391.84	6,824,516.84
BASE AGE 21+	140,609.75	141,636.20	142,264.18	142,803.69	143,060.97	142,811.58	142,809.50	143,288.69	143,441.06	143,780.77	144,125.87	144,004.79	1,714,637.04
BASE DUAL	59,767.54	59,886.00	60,024.22	60,192.52	60,323.76	60,444.04	60,583.44	60,731.31	60,835.38	60,939.33	61,033.42	61,171.80	725,932.77
BASE SSI W/O MED	48,623.08	48,670.49	48,864.44	48,512.40	48,551.36	48,574.82	48,534.58	48,633.49	48,870.31	48,448.64	48,506.87	48,534.21	583,324.69
BASE BIRTHS	2,559.00	2,640.45	2,597.05	2,546.65	2,350.69	2,456.76	2,344.76	2,177.90	2,301.15	2,158.68	2,175.81	2,181.64	28,490.54
SMI Base	19,745.35	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	236,984.35
Crisis Base	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	10,967,220.00
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	1,796,340.35	1,796,922.97	1,798,081.00	1,797,572.38	1,797,541.45	1,797,724.28	1,798,129.81	1,798,543.97	1,799,398.30	1,798,918.55	1,799,465.09	1,799,805.36	21,578,443.51
BASE AGE <1	374.90	307.73	355.45	321.11	327.44	253.56	370.62	320.70	321.29	327.07	296.65	298.16	3,874.69
BASE AGE 1-20	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	82,292.56
BASE AGE 21+	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	29,583.89
BASE DUAL	285.19	256.12	256.57	289.09	301.33	290.57	371.30	379.63	399.37	460.36	430.67	416.43	4,136.62
BASE SSI W/O MED	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	3,387.10
SMI Base	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	425.04
PPC CAP TOTAL	10,300.81	10,204.56	10,252.73	10,250.91	10,269.49	10,184.85	10,382.63	10,341.04	10,361.37	10,428.14	10,368.04	10,355.31	123,699.90
NEC AGE 1-20	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	776,947.54
NEC BIRTHS	2.00	4.35	3.83	4.08	4.39	3.87	4.12	4.44	3.91	4.16	4.48	3.95	47.58
SMI NEC	12.71	12.00	10.98	11.78	10.58	10.44	11.20	11.22	10.49	11.12	9.57	9.69	131.76
Crisis NEC	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	809,064.00
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	132,182.34	132,183.98	132,182.44	132,183.49	132,182.60	132,181.94	132,182.95	132,183.28	132,182.02	132,182.91	132,181.68	132,181.27	1,586,190.88
NEC AGE 1-20	1,057.48	1,031.53	983.38	924.37	976.05	816.17	719.17	676.18	871.26	992.55	797.65	635.49	10,481.29
SMI NEC	0.10	0.09	0.08	0.09	0.08	0.08	0.08	0.08	0.08	0.08	0.07	0.07	0.99
PPC CAP TOTAL	1,057.58	1,031.62	983.46	924.46	976.13	816.25	719.25	676.27	871.33	992.64	797.72	635.57	10,482.28
FP Mix Adjustment													-
TOTAL	1,939,881.08	1,940,343.13	1,941,499.63	1,940,931.24	1,940,969.68	1,940,907.32	1,941,414.64	1,941,744.56	1,942,813.04	1,942,522.23	1,942,812.53	1,942,977.50	23,298,816.58

MEMBER MONTHS

FY 21 REQUEST	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
BASE AGE <1	41,215.18	41,380.80	41,376.06	41,260.73	41,341.85	41,287.05	41,263.10	41,257.39	41,506.63	41,231.12	41,354.41	41,530.15	496,004.47
BASE AGE 1-20	569,495.50	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	6,838,213.63
BASE AGE 21+	144,319.57	145,010.86	145,413.99	145,824.06	146,169.82	146,057.61	146,202.16	146,819.93	147,165.15	147,527.53	147,888.92	147,808.73	1,756,208.35
BASE DUAL	61,291.82	61,428.83	61,564.45	61,706.72	61,850.05	61,993.38	62,136.71	62,280.04	62,423.37	62,566.70	62,710.03	62,853.36	744,805.45
BASE SSI W/O MED	48,518.64	48,608.40	48,849.51	48,434.76	48,500.23	48,539.83	48,525.70	48,625.98	48,887.19	48,446.27	48,522.09	48,562.25	583,020.86
BASE BIRTHS	2,407.85	2,563.84	2,532.17	2,467.95	2,311.90	2,395.90	2,312.27	2,089.24	2,234.36	2,088.21	2,131.11	2,137.82	27,672.62
SMI Base	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	19,749.00	236,988.00
Crisis HIF	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	913,935.00	10,967,220.00
BASE HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	1,800,932.56	1,802,560.19	1,803,303.64	1,803,261.68	1,803,741.31	1,803,841.24	1,804,007.41	1,804,640.05	1,805,784.17	1,805,427.30	1,806,174.04	1,806,459.79	21,650,133.38
BASE AGE <1	308.53	319.08	361.40	313.31	282.19	243.96	390.00	338.90	324.56	311.67	249.01	250.52	3,693.12
BASE AGE 1-20	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	6,857.71	82,292.56
BASE AGE 21+	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	2,465.32	29,583.89
BASE DUAL	387.06	338.61	324.14	337.80	328.20	304.43	373.19	360.49	372.25	433.23	403.55	389.30	4,352.25
BASE SSI W/O MED	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	282.26	3,387.10
SMI Base	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	35.42	425.04
PPC CAP TOTAL	10,336.31	10,298.41	10,326.26	10,291.82	10,251.11	10,189.11	10,403.91	10,340.10	10,337.52	10,385.61	10,293.27	10,280.54	123,733.96
NEC AGE 1-20	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	776,947.54
NEC BIRTHS	4.20	4.53	3.99	4.24	4.57	4.03	4.29	4.62	4.07	4.33	4.66	4.11	51.64
SMI NEC	10.88	10.63	9.85	10.50	9.19	9.21	10.15	10.02	9.32	9.91	8.62	8.67	116.97
Crisis NEC	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	67,422.00	809,064.00
NEC HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	132,182.71	132,182.79	132,181.47	132,182.37	132,181.39	132,180.87	132,182.07	132,182.27	132,181.02	132,181.87	132,180.91	132,180.41	1,586,180.15
NEC AGE 1-20	568.91	640.15	706.84	676.86	645.57	662.46	671.73	660.75	660.62	667.15	664.67	661.48	7,887.19
SMI NEC	0.08	0.08	0.07	0.08	0.07	0.07	0.08	0.08	0.07	0.07	0.06	0.07	0.88
PPC CAP TOTAL	569.00	640.23	706.91	676.94	645.64	662.53	671.80	660.83	660.69	667.22	664.73	661.54	7,888.07
FP Mix Adjustment													-
TOTAL	1,944,020.57	1,945,681.62	1,946,518.28	1,946,412.81	1,946,819.44	1,946,873.73	1,947,265.19	1,947,823.25	1,948,963.41	1,948,662.01	1,949,312.95	1,949,582.28	23,367,935.55

Capitation Rates								
Rate Cells	2019.3	2019.4	2020.1	2020.2	2020.3	2020.4	2021.1	2021.2
Age <1	\$558.73	\$ 587.47	\$ 587.47	\$ 587.47	\$ 587.47	\$ 610.97	\$ 610.97	\$ 610.97
Age 1-20	\$177.39	\$ 187.46	\$ 187.46	\$ 187.46	\$ 187.46	\$ 194.95	\$ 194.95	\$ 194.95
Age 21+	\$360.55	\$ 371.48	\$ 371.48	\$ 371.48	\$ 371.48	\$ 386.34	\$ 386.34	\$ 386.34
Duals	\$143.66	\$ 130.93	\$ 130.93	\$ 130.93	\$ 130.93	\$ 136.16	\$ 136.16	\$ 136.16
SSI w/o	\$1,222.16	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,271.13	\$ 1,271.13	\$ 1,271.13
ESA	\$404.04	\$ 428.93	\$ 428.93	\$ 428.93	\$ 428.93	\$ 446.09	\$ 446.09	\$ 446.09
NEA	\$619.12	\$ 647.22	\$ 647.22	\$ 647.22	\$ 647.22	\$ 673.11	\$ 673.11	\$ 673.11
Delivery	\$5,861.43	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,456.03	\$ 6,456.03	\$ 6,456.03
SMI RBHA	\$2,022.49	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,209.91	\$ 2,209.91	\$ 2,209.91
Crisis RBHA	\$4.55	\$5.55	\$ 5.55	\$ 5.55	\$ 5.55	\$ 5.77	\$ 5.77	\$ 5.77

Year-to-Year Changes

STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	542,572	7,592,285	1,696,493	712,391	586,092	237,030	11,366,863	29,053
<i>FORECAST DATA</i>								
2019-20	497,337	7,601,464	1,714,637	725,933	583,325	237,116	11,359,812	28,538
2020-21	496,004	7,615,161	1,756,208	744,805	583,021	237,105	11,432,305	27,724

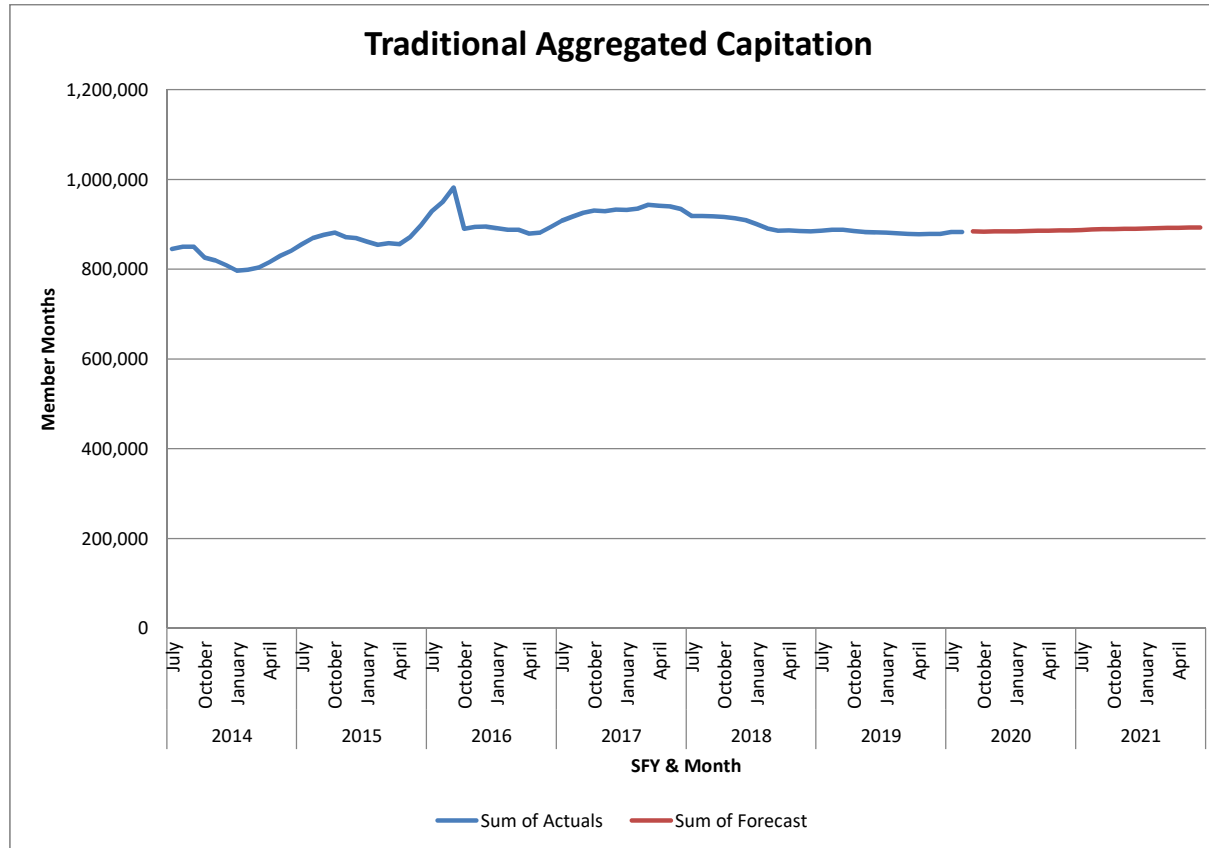
STATE FISCAL YEAR	AGE < 1	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<i>FORECAST DATA</i>								
2019-20	-8.34%	0.12%	1.07%	1.90%	-0.47%	0.04%	-0.06%	-1.77%
2020-21	-0.27%	0.18%	2.42%	2.60%	-0.05%	0.00%	0.64%	-2.85%

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
TRADITIONAL MEDICAID SERVICES
TRADITIONAL CAPITATION**

	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	834,962,900	835,473,000	888,380,900	965,471,100	129,998,100
Local Match (APSI & PSI)	10,260,700	10,297,700	53,069,700	73,818,600	63,520,900
County Fund	46,512,900	46,161,700	46,161,700	46,161,700	-
Tobacco MNA	63,073,600	61,752,600	61,752,600	61,752,600	-
Prescription Drug Rebate State	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	1,095,163,400	1,094,038,300	1,189,718,200	1,287,557,300	193,519,000
Prescription Drug Rebate Federal	609,085,200	572,638,300	572,638,300	572,638,300	-
Federal Title XIX	2,096,519,400	2,170,717,400	2,371,082,100	2,562,547,800	391,830,400
Subtotal Federal Funding	2,705,604,600	2,743,355,700	2,943,720,400	3,135,186,100	391,830,400
Grand Total	3,800,768,000	3,837,394,000	4,133,438,600	4,422,743,400	585,349,400

Traditional Capitation (Aggregated) Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2015	10,423,727		10,423,727	5.43%
1st Qtr	2,601,838		2,601,838	2.19%
2nd Qtr	2,622,561		2,622,561	6.86%
3rd Qtr	2,573,827		2,573,827	7.24%
4th Qtr	2,625,501		2,625,501	5.58%
2016	10,863,841		10,863,841	4.22%
1st Qtr	2,861,032		2,861,032	9.96%
2nd Qtr	2,679,591		2,679,591	2.17%
3rd Qtr	2,667,556		2,667,556	3.64%
4th Qtr	2,655,662		2,655,662	1.15%
2017	11,169,955		11,169,955	2.82%
1st Qtr	2,750,515		2,750,515	-3.86%
2nd Qtr	2,792,526		2,792,526	4.21%
3rd Qtr	2,810,653		2,810,653	5.36%
4th Qtr	2,816,261		2,816,261	6.05%
2018	10,828,214		10,828,214	-3.06%
1st Qtr	2,755,297		2,755,297	0.17%
2nd Qtr	2,739,232		2,739,232	-1.91%
3rd Qtr	2,677,795		2,677,795	-4.73%
4th Qtr	2,655,890		2,655,890	-5.69%
2019	10,587,010		10,587,010	-2.23%
1st Qtr	2,661,169		2,661,169	-3.42%
2nd Qtr	2,650,243		2,650,243	-3.25%
3rd Qtr	2,639,774		2,639,774	-1.42%
4th Qtr	2,635,824		2,635,824	-0.76%
2020	1,766,080	8,851,567	10,617,647	0.29%
1st Qtr	1,766,080	884,442	2,650,522	-0.40%
2nd Qtr		2,652,371	2,652,371	0.08%
3rd Qtr		2,656,153	2,656,153	0.62%
4th Qtr		2,658,601	2,658,601	0.86%
2021		10,690,381	10,690,381	0.69%
1st Qtr		2,666,242	2,666,242	0.59%
2nd Qtr		2,670,638	2,670,638	0.69%
3rd Qtr		2,674,786	2,674,786	0.70%
4th Qtr		2,678,714	2,678,714	0.76%



Data

Total Monthly MMs SFY Month	SFY							
	2014	2015	2016	2017	2018	2019	2020	2021
July	845,508	855,771	929,027	907,983	918,617	885,518	882,839	887,505
August	850,481	869,642	950,005	917,058	918,865	887,848	883,241	888,979
September	850,170	876,426	982,001	925,474	917,816	887,803	884,442	889,757
October	826,143	881,269	889,929	930,474	916,349	885,135	883,988	889,781
November	819,292	871,771	894,614	929,283	913,569	882,973	884,152	890,419
December	808,693	869,520	895,047	932,768	909,314	882,135	884,231	890,438
January	797,047	861,378	891,539	932,007	901,136	881,301	884,750	890,690
February	799,007	854,678	888,320	935,355	890,850	879,831	885,334	891,548
March	804,041	857,771	887,697	943,291	885,809	878,643	886,069	892,549
April	815,844	855,661	879,618	941,662	886,253	877,827	885,734	892,340
May	830,402	871,911	881,837	940,020	885,512	878,977	886,265	893,046
June	840,605	897,928	894,207	934,580	884,124	879,020	886,602	893,328
Grand Total	9,887,233	10,423,727	10,863,841	11,169,955	10,828,214	10,587,010	10,617,647	10,690,381

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System

FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Program: Capitation

Fund: AA1000-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	904,048.3	835,473.0	120,799.6	956,272.6
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:	904,048.3	835,473.0	120,799.6	956,272.6

Fund Total: 904,048.3 835,473.0 120,799.6 956,272.6

Fund: HC1306-A Tobacco Tax and Health Care Fund MNA

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	66,143.9	61,752.6	0.0	61,752.6
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Capitation			
Fund:	HC1306-A Tobacco Tax and Health Care Fund MNA			
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:	66,143.9	61,752.6	0.0	61,752.6
Fund Total:	66,143.9	61,752.6	0.0	61,752.6
Fund:	HC2120-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	2,792,381.6	2,170,717.4	371,545.5	2,542,262.9
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:	2,792,381.6	2,170,717.4	371,545.5	2,542,262.9
Fund Total:	2,792,381.6	2,170,717.4	371,545.5	2,542,262.9
Fund:	HC2500-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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request	
Program:	Capitation				
Fund:	HC2500-N IGA and ISA 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	9,982.5	10,297.7	63,520.9	73,818.6
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:		9,982.5	10,297.7	63,520.9	73,818.6
Fund Total:		9,982.5	10,297.7	63,520.9	73,818.6
Fund:	HC2546-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	140,150.6	140,158.6	0.0	140,158.6
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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Capitation			
Fund:	HC2546-A Prescription Drug Rebate Fund			
Appropriated				
Appropriated Total:				
	140,150.6	140,158.6	0.0	140,158.6
Fund Total:	140,150.6	140,158.6	0.0	140,158.6
Fund:	HC2546-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	(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)
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
Non-Appropriated Total:				
	(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)
Fund Total:	(178,477.6)	(198,618.1)	(43,176.7)	(241,794.8)
Fund:	HC3791-N AHCCCS - 3rd Party Collection			
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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request	
Program:	Capitation				
Fund:	HC3791-N AHCCCS - 3rd Party Collection				
Non-Appropriated					
6700	0.0	0.0	0.0	0.0	0.0
6800	0.0	194.7	0.0	194.7	194.7
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
Non-Appropriated Total:	0.0	194.7	0.0	194.7	194.7
Fund Total:	0.0	194.7	0.0	194.7	194.7
Fund:	HC9691-N County Funds				
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	46,161.7	0.0	46,161.7	46,161.7
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
Non-Appropriated Total:	0.0	46,161.7	0.0	46,161.7	46,161.7
Fund Total:	0.0	46,161.7	0.0	46,161.7	46,161.7

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	Capitation			
Program Total For Selected Funds:	3,734,229.3	3,066,137.6	512,689.3	3,578,826.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Capitation

	FY 2019 Actual	FY 2020 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	3,734,229.3	3,066,137.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Capitation

	<u>FY 2019</u> <u>Actual</u>	<u>FY 2020</u> <u>Expd. Plan</u>
Expenditure Category Total	3,734,229.3	3,066,137.6
Appropriated		
AA1000-A General Fund (Appropriated)	904,048.3	835,473.0
HC1306-A Tobacco Tax and Health Care Fund MNA (Appropriated)	66,143.9	61,752.6
HC2546-A Prescription Drug Rebate Fund (Appropriated)	140,150.6	140,158.6
	1,110,342.8	1,037,384.2
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	#####	2,170,717.4
HC2500-N IGA and ISA Fund (Non-Appropriated)	9,982.5	10,297.7
HC2546-N Prescription Drug Rebate Fund (Non-Appropriated)	(178,477.6)	(198,618.1)
HC3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)	0.0	194.7
HC9691-N County Funds (Non-Appropriated)	0.0	46,161.7
	2,623,886.5	2,028,753.4
Fund Source Total	3,734,229.3	3,066,137.6

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:	Capitation

	FY 2019 Actual	FY 2020 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:	Capitation

	FY 2019 Actual	FY 2020 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:	Capitation

	FY 2019 Actual	FY 2020 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:	Capitation

<u>FY 2019 Actual</u>	<u>FY 2020 Expd. Plan</u>
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**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

FISCAL YEAR 2021
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 2019 year-over-year and June-over-June member growth rates ended the year at -1.61% and -4.40%% respectively. For SFY 2020 and SFY 2021, the year-over-year AIHP population is expected to decrease -0.67% and increase 0.01% 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 2021
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IHS Enrollment – Traditional Medicaid		
Fiscal Year	Enrollment	% Change
SFY 2018 Actual	852,833	-3.12%
SFY 2019 Actual	839,087	-1.61%
SFY 2020 Estimate	833,459	-0.67%
SFY 2021 Estimate	833,565	0.01%

IHS Enrollment – Newly Eligible Children		
Fiscal Year	Enrollment	% Change
SFY 2018 Actual	33,706	-0.12%
SFY 2019 Actual	32,254	-4.31%
SFY 2020 Estimate	30,814	-4.47%
SFY 2021 Estimate	31,163	1.13%

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

**FISCAL YEAR 2021
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 7.74% (Traditional Medicaid) and 7.58% (Newly Eligible Children) were applied to the average PMPM (Per Member Per Month) rate for the third quarter of SFY 2019 (January – March 2019) starting in January 2020, and again in January 2021, to produce the forecasted PMPM rates for SFY 2020 and SFY 2021, respectively. Expenditures were then calculated by multiplying the forecasted PMPM rates by the relevant IHS Enrollment population. Since the calendar year 2019 IHS rates were released in April 2019, and the payments associated with the rate adjustments have been made, the impact of the change has been incorporated into the final expenditure forecasts.

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



IHS Facilities Inflation Factors									
Historical IHS Payment Rates				Average Inflation		Programmatic Weights for IHS Inflation			
OP/IP	2012	2013	% +/-		% +/-	OP/IP	Program	Weights	Weighted Inflation Factor
OP Rate	\$ 316.00	\$ 330.00	4.43%		<u>2-Year Average</u>	OP	Traditional	76.34%	5.60%
IP Rate	\$ 2,165.00	\$ 2,272.00	4.94%		Outpatient	IP	Traditional	23.66%	2.14%
					Inpatient	Total	Traditional	100.00%	7.74%
	2013	2014	% +/-						
OP Rate	\$ 330.00	\$ 342.00	3.64%		<u>3-Year Average</u>	OP	Proposition 204	76.15%	5.59%
IP Rate	\$ 2,272.00	\$ 2,413.00	6.21%		Outpatient	IP	Proposition 204	23.85%	2.16%
					Inpatient	Total	Proposition 204	100.00%	7.75%
	2014	2015	% +/-						
OP Rate	\$ 342.00	\$ 350.00	2.34%		<u>4-Year Average</u>	OP	Newly Eligible Children	85.88%	6.30%
IP Rate	\$ 2,413.00	\$ 2,443.00	1.24%		Outpatient	IP	Newly Eligible Children	14.12%	1.28%
					Inpatient	Total	Newly Eligible Children	100.00%	7.58%
	2015	2016	% +/-						
OP Rate	\$ 350.00	\$ 368.00	5.14%		<u>5-Year Average</u>	OP	Newly Eligible Adults	85.04%	6.24%
IP Rate	\$ 2,443.00	\$ 2,655.00	8.68%		Outpatient	IP	Newly Eligible Adults	14.96%	1.35%
					Inpatient	Total	Newly Eligible Adults	100.00%	7.59%
	2016	2017	% +/-						
OP Rate	\$ 368.00	\$ 391.00	6.25%			OP	ALTCS-EPD	58.80%	4.31%
IP Rate	\$ 2,655.00	\$ 2,933.00	10.47%			IP	ALTCS-EPD	41.20%	3.73%
						Total	ALTCS-EPD	100.00%	8.04%
	2017	2018	% +/-						
OP Rate	\$ 391.00	\$ 427.00	9.21%						
IP Rate	\$ 2,933.00	\$ 3,229.00	10.09%						
	2018	2019	% +/-						
OP Rate	\$ 427.00	\$ 455.00	6.56%						
IP Rate	\$ 3,229.00	\$ 3,442.00	6.60%						

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



AIHP Facility - Expenditures and PMPM

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	30,636,100	30,730,300	30,706,800	30,706,800	30,706,800	30,706,800	33,084,700	33,084,700	33,084,700	33,084,700	33,084,700	33,084,700	382,701,800
NEC	784,700	777,400	777,200	839,200	839,600	836,500	830,800	843,800	852,000	853,000	853,000	853,000	9,940,200
Total	31,420,800	31,507,700	31,484,000	31,546,000	31,546,400	31,543,300	33,915,500	33,928,500	33,936,700	33,937,700	33,937,700	33,937,700	392,642,000
PMPM													
Traditional	442.05	442.05	442.05	442.05	442.05	442.05	476.29	476.29	476.29	476.29	476.29	476.29	459.17
NEC	304.86	304.86	304.86	328.47	328.47	328.47	328.47	328.47	328.47	328.47	328.47	328.47	322.57
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
Traditional	33,084,700	33,084,700	33,084,700	33,084,700	33,084,700	33,084,700	35,646,700	35,646,700	35,646,700	35,646,700	35,646,700	35,646,700	412,388,400
NEC	853,000	853,000	853,000	919,100	919,100	919,100	919,100	919,100	919,100	919,100	919,100	919,100	10,830,900
Total	33,937,700	33,937,700	33,937,700	34,003,800	34,003,800	34,003,800	36,565,800	36,565,800	36,565,800	36,565,800	36,565,800	36,565,800	423,219,300
PMPM													
Traditional	476.29	476.29	476.29	476.29	476.29	476.29	513.17	513.17	513.17	513.17	513.17	513.17	494.73
NEC	328.47	328.47	328.47	353.91	353.91	353.91	353.91	353.91	353.91	353.91	353.91	353.91	347.55

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 2021 is estimated to be 70.30% for the Traditional Medicaid Services populations, based on the FFIS estimate for FFY2021.

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

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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 2019 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2020 and 2021 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 2019*. 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 Inflation Factors						AIHP Non-Facility Weighted Inflation Rates			
Fiscal Year	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC	Program	SFY	Weighted Inflation
SFY 2021	3.26%	2.90%	2.95%	2.44%	2.67%	3.38%	Traditional	SFY 2021	2.97%
Long Term	3.79%	2.63%	1.67%	2.49%	2.21%	3.34%		Long Term	2.66%
							Proposition 204	SFY 2021	2.96%
								Long Term	2.61%
							Newly Eligible Children	SFY 2021	2.91%
								Long Term	2.63%
							Newly Eligible Adults	SFY 2021	2.93%
								Long Term	2.68%
							ALTCS-EPD	SFY 2021	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 2019.
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2019.
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physician Services, First Quarter 2019.
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2019.
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2019.
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2019.
7. Total SFY2019 actual expenditures from PMMIS were used to derive the relevant weights for each program.

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
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**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



The Non-facility SFY2020 and SFY2021 PMPMs and expenditures are depicted in the following table:

AIHP Non-Facility - Expenditures and PMPM													
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	18,028,500	18,083,900	18,070,100	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	18,606,700	221,642,800
NEC	178,200	176,500	176,500	182,100	182,200	181,500	180,300	183,100	184,900	185,100	185,100	185,100	2,180,600
Total	18,206,700	18,260,400	18,246,600	18,788,800	18,788,900	18,788,200	18,787,000	18,789,800	18,791,600	18,791,800	18,791,800	18,791,800	223,823,400
PMPM													
Traditional	260.14	260.14	260.14	267.86	267.86	267.86	267.86	267.86	267.86	267.86	267.86	267.86	265.93
NEC	69.22	69.22	69.22	71.28	71.28	71.28	71.28	71.28	71.28	71.28	71.28	71.28	70.76
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
Traditional	18,606,700	18,606,700	18,606,700	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	19,159,400	228,254,700
NEC	185,100	185,100	185,100	190,600	190,600	190,600	190,600	190,600	190,600	190,600	190,600	190,600	2,270,700
Total	18,791,800	18,791,800	18,791,800	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	19,350,000	230,525,400
PMPM													
Traditional	267.86	267.86	267.86	275.82	275.82	275.82	275.82	275.82	275.82	275.82	275.82	275.82	273.83
NEC	71.28	71.28	71.28	73.39	73.39	73.39	73.39	73.39	73.39	73.39	73.39	73.39	72.86

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL FEE-FOR-SERVICE
PROGRAM**

**FISCAL YEAR 2021
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 2019 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 2020 and SFY 2021:

Non-AIHP - Expenditures													
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	274,900	337,900	215,000	334,800	302,400	252,800	234,600	283,100	300,400	322,600	295,100	255,400	3,409,000
NEC	7,100	8,700	5,500	8,600	7,800	6,500	6,000	7,300	7,700	8,300	7,600	6,800	87,900
Total	282,000	346,600	220,500	343,400	310,200	259,300	240,600	290,400	308,100	330,900	302,700	262,200	3,496,900
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
Traditional	296,200	364,100	231,600	360,700	325,900	272,400	252,800	305,000	323,600	347,500	317,900	275,200	3,672,900
NEC	7,600	9,400	6,000	9,300	8,400	7,000	6,500	7,900	8,300	9,000	8,200	7,100	94,700
Total	303,800	373,500	237,600	370,000	334,300	279,400	259,300	312,900	331,900	356,500	326,100	282,300	3,767,600

**TRADITIONAL MEDICAID SERVICES
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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 2019 through September 2019 was calculated using the actual expenditure and birth counts for the period covering February 2019 through June 2019. The inflation rate used for SFY2020 and SFY2021 inflation rates used was 3.26% based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 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 the Traditional populations for SFY20 and SFY21 by applying a trend factor of 3.26% (Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2019).

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
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FES - Expenditures, Enrollment, PMPM

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													
FES Births	1,215,800	1,415,400	1,348,500	1,359,600	1,166,100	1,272,800	1,174,000	946,600	1,084,000	799,400	966,400	988,000	13,736,600
FES Other	2,975,500	3,005,000	3,020,700	3,135,200	3,148,200	3,157,700	3,165,800	3,172,300	3,177,300	3,181,500	3,184,800	3,187,400	37,511,400
Total	4,191,300	4,420,400	4,369,200	4,494,800	4,314,300	4,430,500	4,339,800	4,118,900	4,261,300	3,980,900	4,151,200	4,175,400	51,248,000
Enrollment													
FES Births	448	522	497	485	416	454	419	338	387	285	345	353	4,948
FES Other	16,992	17,160	17,250	17,338	17,410	17,463	17,508	17,543	17,572	17,594	17,613	17,627	209,070
Total	17,440	17,682	17,747	17,824	17,826	17,917	17,927	17,881	17,958	17,880	17,957	17,980	214,018
PMPM													
FES Births	2,713.78	2,713.78	2,713.78	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,802.25	2,780.13
FES Other	175.11	175.11	175.11	180.82	180.82	180.82	180.82	180.82	180.82	180.82	180.82	180.82	179.40
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
FES Births	1,152,200	1,300,000	1,271,000	1,275,500	1,056,800	1,181,500	1,058,000	854,200	959,300	707,700	819,800	885,100	12,521,100
FES Other	3,189,500	3,191,200	3,192,500	3,297,700	3,298,600	3,299,400	3,299,900	3,300,400	3,300,800	3,301,100	3,301,300	3,301,500	39,273,900
Total	4,341,700	4,491,200	4,463,500	4,573,200	4,355,400	4,480,900	4,357,900	4,154,600	4,260,100	4,008,800	4,121,100	4,186,600	51,795,000
Enrollment													
FES Births	411	464	454	441	365	408	366	295	332	245	283	306	4,369
FES Other	17,639	17,648	17,656	17,662	17,666	17,670	17,673	17,676	17,678	17,679	17,681	17,682	212,009
Total	18,050	18,112	18,109	18,102	18,032	18,079	18,039	17,971	18,009	17,924	17,964	17,987	216,378
PMPM													
FES Births	2,802.25	2,802.25	2,802.25	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,893.60	2,870.76
FES Other	180.82	180.82	180.82	186.72	186.72	186.72	186.72	186.72	186.72	186.72	186.72	186.72	185.24

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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.

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 \$13,340,700 Total Fund (\$715,200 General Fund) for FY 2020 and \$14,371,100 Total Fund (\$738,300 General Fund) for FY 2021.

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 2017 paid in SFY 2019 was \$25M. The projected reconciliation amounts for CYE 2018 to be paid in SFY 2020 and CYE 2019 to be paid in SFY 2021 are \$15M in each year. The resulting total fee-for-services estimates for the FQHC Recon are \$15,035,000 Total Fund (\$4,474,500 General Fund) for FY 2020 and \$15,255,600 Total Fund (\$4,508,500 General Fund) for FY 2021.

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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.

TOTAL FUND

FY 19 ACTUAL

	<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>
FTW (Excluding IHS Facilities)	2,851,664	2,868,328	2,928,218	2,976,990	2,990,396	3,122,367	3,042,558	3,115,580	3,029,834	3,024,922	3,048,945	3,078,163	36,077,964
IHS Facility Only	10,678	21,508	40,054	36,970	24,750	15,713	26,633	22,694	27,365	2,462	1,820	58,037	288,683
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,862,342	2,889,836	2,968,272	3,013,960	3,015,146	3,138,080	3,069,191	3,138,274	3,057,198	3,027,383	3,050,765	3,136,200	36,366,647

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>TOTAL</u>
FTW (Excluding IHS Facilities)	2,928,400	2,816,200	2,817,300	2,928,300	2,923,700	2,927,500	2,945,800	2,949,800	2,955,000	2,958,600	2,957,500	2,955,500	35,063,600
IHS Facility Only	25,300	25,800	26,200	26,300	26,200	26,600	28,900	29,100	29,300	29,600	29,900	30,100	333,300
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,953,700	2,842,000	2,843,500	2,954,600	2,949,900	2,954,100	2,974,700	2,978,900	2,984,300	2,988,200	2,987,400	2,985,600	35,396,900

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
FTW (Excluding IHS Facilities)	2,951,700	2,949,700	2,950,100	3,063,700	3,063,500	3,066,500	3,078,700	3,081,000	3,087,100	3,090,900	3,089,800	3,087,700	36,560,400
IHS Facility Only	30,300	30,600	30,800	31,100	31,300	31,600	34,300	34,600	34,900	35,200	35,400	35,700	395,800
HIF	-	-	-	-	-	270,000	-	-	-	-	-	-	270,000
TOTAL	2,982,000	2,980,300	2,980,900	3,094,800	3,094,800	3,368,100	3,113,000	3,115,600	3,122,000	3,126,100	3,125,200	3,123,400	37,226,200

FEDERAL FUND

FY 19 ACTUAL													
	<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>
FTW (Excluding IHS Facilities)	1,993,000	2,004,700	2,046,500	2,078,200	2,087,600	2,179,700	2,124,000	2,175,000	2,115,100	2,111,700	2,128,500	2,148,900	25,192,900
IHS Facility Only	10,700	21,500	40,100	37,000	24,800	15,700	26,600	22,700	27,400	2,500	1,800	58,000	288,800
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,003,700	2,026,200	2,086,600	2,115,200	2,112,400	2,195,400	2,150,600	2,197,700	2,142,500	2,114,200	2,130,300	2,206,900	25,481,700
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>TOTAL</u>
FTW (Excluding IHS Facilities)	2,044,300	1,966,000	1,966,800	2,050,400	2,047,200	2,049,800	2,062,600	2,065,400	2,069,100	2,071,600	2,070,800	2,069,400	24,533,400
IHS Facility Only	25,300	25,800	26,200	26,300	26,200	26,600	28,900	29,100	29,300	29,600	29,900	30,100	333,300
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,069,600	1,991,800	1,993,000	2,076,700	2,073,400	2,076,400	2,091,500	2,094,500	2,098,400	2,101,200	2,100,700	2,099,500	24,866,700
FY 21 REQUEST													
	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
FTW (Excluding IHS Facilities)	2,066,800	2,065,400	2,065,700	2,153,800	2,153,600	2,155,700	2,164,300	2,165,900	2,170,200	2,172,900	2,172,100	2,170,700	25,677,100
IHS Facility Only	30,300	30,600	30,800	31,100	31,300	31,600	34,300	34,600	34,900	35,200	35,400	35,700	395,800
HIF	-	-	-	-	-	189,100	-	-	-	-	-	-	189,100
TOTAL	2,097,100	2,096,000	2,096,500	2,184,900	2,184,900	2,376,400	2,198,600	2,200,500	2,205,100	2,208,100	2,207,500	2,206,400	26,262,000

STATE FUND

FY 19 ACTUAL													
	<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>
FTW (Excluding IHS Facilities)	858,700	863,600	881,700	898,800	902,800	942,700	918,600	940,600	914,700	913,200	920,400	929,300	10,885,100
IHS Facility Only	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	858,700	863,600	881,700	898,800	902,800	942,700	918,600	940,600	914,700	913,200	920,400	929,300	10,885,100
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>TOTAL</u>
FTW (Excluding IHS Facilities)	884,100	850,200	850,500	877,900	876,500	877,700	883,200	884,400	885,900	887,000	886,700	886,100	10,530,200
IHS Facility Only	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	884,100	850,200	850,500	877,900	876,500	877,700	883,200	884,400	885,900	887,000	886,700	886,100	10,530,200
FY 21 REQUEST													
	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
FTW (Excluding IHS Facilities)	884,900	884,300	884,400	909,900	909,900	910,800	914,400	915,100	916,900	918,000	917,700	917,000	10,883,300
IHS Facility Only	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	80,900	-	-	-	-	-	-	80,900
TOTAL	884,900	884,300	884,400	909,900	909,900	991,700	914,400	915,100	916,900	918,000	917,700	917,000	10,964,200

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System

FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Program: Fee-for-Service

Fund: AA1000-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	108,830.6	130,093.8	(38,148.9)	91,944.9
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

Appropriated Total: 108,830.6 130,093.8 (38,148.9) 91,944.9

Fund Total: 108,830.6 130,093.8 (38,148.9) 91,944.9

Fund: HC2120-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	702,928.5	698,931.3	(57,293.2)	641,638.1
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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Fee-for-Service					
Fund: HC2120-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:		702,928.5	698,931.3	(57,293.2)	641,638.1
Fund Total:		702,928.5	698,931.3	(57,293.2)	641,638.1
Program Total For Selected Funds:		811,759.1	829,025.1	(95,442.1)	733,583.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Fee-for-Service

	FY 2019 Actual	FY 2020 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	811,759.1	829,025.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Fee-for-Service

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	811,759.1	829,025.1
Appropriated		
AA1000-A General Fund (Appropriated)	108,830.6	130,093.8
	108,830.6	130,093.8
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	702,928.5	698,931.3
	702,928.5	698,931.3
Fund Source Total	811,759.1	829,025.1

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:	Fee-for-Service

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 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.

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 FY2020 – FY2021 reinsurance forecast. The SFY 2019 actual PMPMs were inflated in October 2019 and 2020 by DHCM developed risk pool rates. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2020 and 2021.

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL REINSURANCE**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



Member Month Forecast

Traditional Reinsurance utilizes the Traditional Capitation regular member month projections in order to develop the FY2020-FY2021 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 2018	563,317	6,947,160	1,758,786	694,306	598,545	10,562,114	-3.00%
Actual	SFY 2019	542,572	7,592,285	1,696,493	712,391	586,092	11,129,833	5.38%
Estimate	SFY 2020	497,337	7,601,464	1,714,637	725,933	583,325	11,122,696	-0.06%
Estimate	SFY 2021	496,004	7,615,161	1,756,208	744,805	583,021	11,195,200	0.65%

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 2019. This population is federally matched at the Title XXI rate. The child expansion reinsurance expenditures are estimated to be \$5,589,000 Total Fund (\$1,175,100 GF) for SFY 2020 and \$5,826,900 Total Fund (\$1,213,800 GF) for SFY 2021.

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 Title XIX Federal Medical Assistance Percentage (FMAP) of each risk population to the SFY 2020 total dollars. SFY2021 uses the FFIS estimate for the FFY 2021 FMAP of 70.30%. For specific rates, refer to the FMAP Table. The SFY 2020 forecast was \$159,313,000 Total Fund (\$47,346,300 General Fund). The SFY 2021 forecast was \$163,001,900 Total Fund (\$48,002,500 General Fund).

**TRADITIONAL MEDICAID SERVICES
TRADITIONAL REINSURANCE**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



It is assumed that the Title XIX FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021. The Title XXI FMAP is expected to increase from 79.01% in FFY 2020 to 79.21% in FFY 2021. Estimates are based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).

Traditional Reinsurance FMAP												
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
Title XIX	69.81%	69.81%	69.81%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
Title XXI	78.87%	78.87%	78.87%	79.01%	79.01%	79.01%	79.01%	79.01%	79.01%	79.01%	79.01%	79.01%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Title XIX	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
Title XXI	79.01%	79.01%	79.01%	79.21%	79.21%	79.21%	79.21%	79.21%	79.21%	79.21%	79.21%	79.21%

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.

TOTAL FUND

FY 19 ACTUAL

	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	3,801,099	1,845,947	2,584,120	4,601,856	2,995,479	2,978,052	1,239,834	2,371,187	1,439,339	1,246,472	2,026,562	2,725,861	29,855,807
AGE 1-20	4,579,170	2,541,006	4,157,956	3,687,206	2,032,517	7,271,014	1,490,701	1,746,699	3,190,652	2,951,510	3,125,536	2,846,670	39,620,638
AGE 21+	663,413	1,836,078	1,402,443	1,282,161	999,102	862,956	1,111,368	859,498	984,132	336,205	1,048,673	975,804	12,361,834
DUAL	83,216	53,243	58,836	118,837	218,998	78,436	64,659	224,550	70,109	83,830	64,844	261,132	1,380,688
SSIWO	6,772,668	6,640,827	5,448,618	7,063,203	7,748,548	7,269,558	2,605,355	4,030,832	5,416,579	4,235,031	3,864,116	5,457,738	66,553,071
BASE TOTAL	15,899,566	12,917,100	13,651,974	16,753,263	13,994,643	18,460,016	6,511,916	9,232,766	11,100,811	8,853,046	10,129,731	12,267,206	149,772,038
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	637,609	153,366	252,409	814,573	286,363	200,526	158,502	298,348	432,459	390,280	250,759	739,365	4,614,559
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	637,609	153,366	252,409	814,573	286,363	200,526	158,502	298,348	432,459	390,280	250,759	739,365	4,614,559
TOTAL	16,537,174	13,070,466	13,904,383	17,567,837	14,281,006	18,660,542	6,670,419	9,531,114	11,533,269	9,243,326	10,380,490	13,006,571	154,386,597

FY 20 REBASE

	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	2,703,800	2,926,600	2,309,700	2,370,000	2,365,700	2,374,500	2,365,600	2,352,800	2,371,700	2,345,300	2,348,700	2,361,100	29,195,500
AGE 1-20	3,588,100	3,883,800	3,324,300	3,514,200	3,513,000	3,513,200	3,516,800	3,517,200	3,516,700	3,517,300	3,517,100	3,517,600	42,439,300
AGE 21+	1,119,500	1,211,800	1,034,500	1,069,900	1,071,800	1,070,000	1,069,900	1,073,500	1,074,700	1,077,200	1,079,800	1,078,900	13,031,500
DUAL	125,000	135,300	116,200	106,200	106,500	106,700	106,900	107,200	107,400	107,500	107,700	108,000	1,340,600
SSIWO	6,027,300	6,523,700	5,546,000	5,506,300	5,510,800	5,513,400	5,508,900	5,520,100	5,547,000	5,499,100	5,505,700	5,508,800	67,717,100
BASE TOTAL	13,563,700	14,681,200	12,330,700	12,566,600	12,567,800	12,577,800	12,568,100	12,570,800	12,617,500	12,546,400	12,559,000	12,574,400	153,724,000
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	446,700	446,700	446,700	472,100	472,100	472,100	472,100	472,100	472,100	472,100	472,100	472,100	5,589,000
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	446,700	446,700	446,700	472,100	472,100	472,100	472,100	472,100	472,100	472,100	472,100	472,100	5,589,000
TOTAL	14,010,400	15,127,900	12,777,400	13,038,700	13,039,900	13,049,900	13,040,200	13,042,900	13,089,600	13,018,500	13,031,100	13,046,500	159,313,000

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
AGE <1	2,417,600	2,427,300	2,427,100	2,544,800	2,549,800	2,546,400	2,544,900	2,544,600	2,560,000	2,543,000	2,550,600	2,561,400	30,217,500
AGE 1-20	3,541,600	3,544,000	3,544,000	3,745,100	3,745,100	3,745,100	3,745,100	3,745,100	3,745,100	3,745,100	3,745,100	3,745,100	44,335,500
AGE 21+	1,097,100	1,102,300	1,105,400	1,142,100	1,144,800	1,143,900	1,145,100	1,149,900	1,152,600	1,155,400	1,158,300	1,157,600	13,654,500
DUAL	113,200	113,500	113,700	103,900	104,100	104,400	104,600	104,900	105,100	105,400	105,600	105,800	1,284,200
SSIWO	5,632,300	5,642,700	5,670,700	5,622,900	5,630,500	5,635,100	5,633,500	5,645,100	5,675,400	5,624,300	5,633,100	5,637,700	67,683,300
BASE TOTAL	12,801,800	12,829,800	12,860,900	13,158,800	13,174,300	13,174,900	13,173,200	13,189,600	13,238,200	13,173,200	13,192,700	13,207,600	157,175,000
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	465,700	465,700	465,700	492,200	492,200	492,200	492,200	492,200	492,200	492,200	492,200	492,200	5,826,900
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	465,700	465,700	465,700	492,200	492,200	492,200	492,200	492,200	492,200	492,200	492,200	492,200	5,826,900
TOTAL	13,267,500	13,295,500	13,326,600	13,651,000	13,666,500	13,667,100	13,665,400	13,681,800	13,730,400	13,665,400	13,684,900	13,699,800	163,001,900

FEDERAL FUND

FY 19 ACTUAL

	<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>
AGE <1	2,656,600	1,290,100	1,806,000	3,212,600	2,091,100	2,079,000	865,500	1,655,300	1,004,800	870,200	1,414,700	1,902,900	20,848,800
AGE 1-20	3,200,400	1,775,900	2,906,000	2,574,000	1,418,900	5,075,900	1,040,700	1,219,400	2,227,400	2,060,400	2,181,900	1,987,300	27,668,200
AGE 21+	463,700	1,283,200	980,200	895,100	697,500	602,400	775,800	600,000	687,000	234,700	732,100	681,200	8,632,900
DUAL	58,200	37,200	41,100	83,000	152,900	54,800	45,100	156,800	48,900	58,500	45,300	182,300	964,100
SSIWO	4,733,400	4,641,300	3,808,000	4,930,800	5,409,300	5,074,900	1,818,800	2,813,900	3,781,300	2,956,500	2,697,500	3,810,000	46,475,700
BASE TOTAL	11,112,300	9,027,700	9,541,300	11,695,500	9,769,700	12,887,000	4,545,900	6,445,400	7,749,400	6,180,300	7,071,500	8,563,700	104,589,700
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	637,600	153,400	252,400	814,600	286,400	200,500	158,500	298,300	432,500	390,300	250,800	739,400	4,614,700
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	637,600	153,400	252,400	814,600	286,400	200,500	158,500	298,300	432,500	390,300	250,800	739,400	4,614,700
TOTAL	11,749,900	9,181,100	9,793,700	12,510,100	10,056,100	13,087,500	4,704,400	6,743,700	8,181,900	6,570,600	7,322,300	9,303,100	109,204,400

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>TOTAL</u>
AGE <1	1,887,500	2,043,100	1,612,400	1,659,500	1,656,500	1,662,600	1,656,400	1,647,400	1,660,700	1,642,200	1,644,600	1,653,200	20,426,100
AGE 1-20	2,504,900	2,711,300	2,320,700	2,460,600	2,459,800	2,459,900	2,462,500	2,462,700	2,462,800	2,462,700	2,463,000	2,463,000	29,693,300
AGE 21+	781,500	846,000	722,200	749,100	750,500	749,200	749,100	751,700	752,500	754,300	756,100	755,400	9,117,600
DUAL	87,300	94,500	81,100	74,400	74,600	74,700	74,900	75,100	75,200	75,300	75,400	75,600	938,100
SSIWO	4,207,700	4,554,200	3,871,700	3,855,500	3,858,700	3,860,500	3,857,300	3,865,200	3,884,000	3,850,500	3,855,100	3,857,300	47,377,700
BASE TOTAL	9,468,900	10,249,100	8,608,100	8,799,100	8,800,100	8,806,900	8,800,200	8,802,100	8,834,800	8,785,100	8,793,900	8,804,500	107,552,800
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	446,700	446,700	446,700	427,300	427,300	427,300	427,300	427,300	427,300	427,300	427,300	427,300	5,185,800
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	446,700	446,700	446,700	427,300	427,300	427,300	427,300	427,300	427,300	427,300	427,300	427,300	5,185,800
TOTAL	9,915,600	10,695,800	9,054,800	9,226,400	9,227,400	9,234,200	9,227,500	9,229,400	9,262,100	9,212,400	9,221,200	9,231,800	112,738,600

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	1,692,800	1,699,600	1,699,500	1,789,000	1,792,500	1,790,100	1,789,100	1,788,900	1,799,700	1,787,700	1,793,100	1,800,700	21,222,700
AGE 1-20	2,479,800	2,481,500	2,481,500	2,632,800	2,632,800	2,632,800	2,632,800	2,632,800	2,632,800	2,632,800	2,632,800	2,632,800	31,138,000
AGE 21+	768,200	771,800	774,000	802,900	804,800	804,200	805,000	808,400	810,300	812,200	814,300	813,800	9,589,900
DUAL	79,300	79,500	79,600	73,000	73,200	73,400	73,500	73,700	73,900	74,100	74,200	74,400	901,800
SSIWO	3,943,700	3,951,000	3,970,600	3,952,900	3,958,200	3,961,500	3,960,400	3,968,500	3,989,800	3,953,900	3,960,100	3,963,300	47,533,900
BASE TOTAL	8,963,800	8,983,400	9,005,200	9,250,600	9,261,500	9,262,000	9,260,800	9,272,300	9,306,500	9,260,700	9,274,500	9,285,000	110,386,300
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	421,500	421,500	421,500	389,900	389,900	389,900	389,900	389,900	389,900	389,900	389,900	389,900	4,773,600
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	421,500	421,500	421,500	389,900	389,900	389,900	389,900	389,900	389,900	389,900	389,900	389,900	4,773,600
TOTAL	9,385,300	9,404,900	9,426,700	9,640,500	9,651,400	9,651,900	9,650,700	9,662,200	9,696,400	9,650,600	9,664,400	9,674,900	115,159,900

TRADITIONAL REINSURANCE EXPENDITURES

STATE FUND

FY 19 ACTUAL

	<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>
AGE <1	1,144,500	555,800	778,100	1,389,300	904,400	899,100	374,300	715,900	434,500	376,300	611,900	823,000	9,007,100
AGE 1-20	1,378,800	765,100	1,252,000	1,113,200	613,600	2,195,100	450,000	527,300	963,300	891,100	943,600	859,400	11,952,500
AGE 21+	199,700	552,900	422,200	387,100	301,600	260,600	335,600	259,500	297,100	101,500	316,600	294,600	3,729,000
DUAL	25,000	16,000	17,700	35,800	66,100	23,600	19,600	67,800	21,200	25,300	19,500	78,800	416,400
SSIWO	2,039,300	1,999,500	1,640,600	2,132,400	2,339,200	2,194,700	786,600	1,216,900	1,635,300	1,278,500	1,166,600	1,647,700	20,077,300
BASE TOTAL	4,787,300	3,889,300	4,110,600	5,057,800	4,224,900	5,573,100	1,966,100	2,787,400	3,351,400	2,672,700	3,058,200	3,703,500	45,182,300
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	-	-	-	-	-	-	-	-	-	-
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	4,787,300	3,889,300	4,110,600	5,057,800	4,224,900	5,573,100	1,966,100	2,787,400	3,351,400	2,672,700	3,058,200	3,703,500	45,182,300

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>TOTAL</u>
AGE <1	816,300	883,500	697,300	710,500	709,200	711,900	709,200	705,400	711,000	703,100	704,100	707,900	8,769,400
AGE 1-20	1,083,200	1,172,500	1,003,600	1,053,600	1,053,200	1,053,300	1,054,300	1,054,500	1,054,300	1,054,500	1,054,400	1,054,600	12,746,000
AGE 21+	338,000	365,800	312,300	320,800	321,300	320,800	320,800	321,800	322,200	322,900	323,700	323,500	3,913,900
DUAL	37,700	40,800	35,100	31,800	31,900	32,000	32,000	32,100	32,200	32,200	32,300	32,400	402,500
SSIWO	1,819,600	1,969,500	1,674,300	1,650,800	1,652,100	1,652,900	1,651,600	1,654,900	1,663,000	1,648,600	1,650,600	1,651,500	20,339,400
BASE TOTAL	4,094,800	4,432,100	3,722,600	3,767,500	3,767,700	3,770,900	3,767,900	3,768,700	3,782,700	3,761,300	3,765,100	3,769,900	46,171,200
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	-	44,800	44,800	44,800	44,800	44,800	44,800	44,800	44,800	44,800	403,200
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	-	-	-	44,800	44,800	44,800	44,800	44,800	44,800	44,800	44,800	44,800	403,200
TOTAL	4,094,800	4,432,100	3,722,600	3,812,300	3,812,500	3,815,700	3,812,700	3,813,500	3,827,500	3,806,100	3,809,900	3,814,700	46,574,400

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	724,800	727,700	727,600	755,800	757,300	756,300	755,800	755,700	760,300	755,300	757,500	760,700	8,994,800
AGE 1-20	1,061,800	1,062,500	1,062,500	1,112,300	1,112,300	1,112,300	1,112,300	1,112,300	1,112,300	1,112,300	1,112,300	1,112,300	13,197,500
AGE 21+	328,900	330,500	331,400	339,200	340,000	339,700	340,100	341,500	342,300	343,200	344,000	343,800	4,064,600
DUAL	33,900	34,000	34,100	30,900	30,900	31,000	31,100	31,200	31,200	31,300	31,400	31,400	382,400
SSIWO	1,688,600	1,691,700	1,700,100	1,670,000	1,672,300	1,673,600	1,673,100	1,676,600	1,685,600	1,670,400	1,673,000	1,674,400	20,149,400
BASE TOTAL	3,838,000	3,846,400	3,855,700	3,908,200	3,912,800	3,912,900	3,912,400	3,917,300	3,931,700	3,912,500	3,918,200	3,922,600	46,788,700
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	44,200	44,200	44,200	102,300	102,300	102,300	102,300	102,300	102,300	102,300	102,300	102,300	1,053,300
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	44,200	44,200	44,200	102,300	102,300	102,300	102,300	102,300	102,300	102,300	102,300	102,300	1,053,300
TOTAL	3,882,200	3,890,600	3,899,900	4,010,500	4,015,100	4,015,200	4,014,700	4,019,600	4,034,000	4,014,800	4,020,500	4,024,900	47,842,000

MEMBER MONTHS

FY 19 ACTUAL	<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>
AGE <1	45,804.29	45,884.55	45,683.98	45,156.68	45,241.26	45,298.65	45,373.13	45,169.34	45,190.04	44,623.59	44,575.39	44,571.46	542,572.37
AGE 1-20	564,825.11	567,011.17	567,492.69	566,012.59	564,898.04	564,928.43	564,258.15	563,101.43	562,577.60	562,779.46	563,648.57	563,810.55	6,775,343.79
AGE 21+	144,032.94	144,010.01	143,484.48	142,836.10	141,834.68	140,802.19	140,428.56	140,483.65	139,791.52	139,547.45	139,728.80	139,512.61	1,696,492.97
DUAL	58,818.60	58,916.79	59,173.19	59,243.83	59,314.66	59,445.61	59,613.12	59,587.88	59,580.95	59,468.39	59,590.80	59,637.15	712,390.96
SSIWO	49,136.17	49,115.63	49,031.89	48,971.72	48,841.96	48,803.82	48,820.64	48,721.60	48,724.16	48,658.49	48,611.79	48,654.16	586,092.03
BASE TOTAL	862,617.12	864,938.15	864,866.22	862,220.92	860,130.59	859,278.70	858,493.60	857,063.90	855,864.26	855,077.38	856,155.35	856,185.93	10,312,892.12
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	67,546.27	68,093.40	67,960.15	67,791.27	67,906.78	68,376.96	68,864.44	69,502.41	69,645.33	68,545.33	67,089.95	65,618.91	816,941.21
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	67,546.27	68,093.40	67,960.15	67,791.27	67,906.78	68,376.96	68,864.44	69,502.41	69,645.33	68,545.33	67,089.95	65,618.91	816,941.21
TOTAL	930,163.39	933,031.56	932,826.38	930,012.19	928,037.37	927,655.65	927,358.04	926,566.31	925,509.59	923,622.71	923,245.30	921,804.84	11,129,833.33

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>TOTAL</u>
AGE <1	44,775.03	42,932.00	42,002.66	40,991.02	40,916.45	41,068.06	40,914.94	40,694.22	41,020.56	40,563.54	40,621.71	40,837.08	497,337.28
AGE 1-20	566,325.58	567,473.83	568,644.46	568,842.10	568,654.22	568,685.01	569,258.60	569,334.36	569,245.85	569,343.58	569,317.40	569,391.84	6,824,516.84
AGE 21+	140,609.75	141,636.20	142,264.18	142,803.69	143,060.97	142,811.58	142,809.50	143,288.69	143,441.06	143,780.77	144,125.87	144,004.79	1,714,637.04
DUAL	59,767.54	59,886.00	60,024.22	60,192.52	60,323.76	60,444.04	60,583.44	60,731.31	60,835.38	60,939.33	61,033.42	61,171.80	725,932.77
SSIWO	48,623.08	48,670.49	48,864.44	48,512.40	48,551.36	48,574.82	48,534.58	48,633.49	48,870.31	48,448.64	48,506.87	48,534.21	583,324.69
BASE TOTAL	860,100.99	860,598.52	861,799.96	861,341.73	861,506.76	861,583.51	862,101.05	862,682.07	863,413.16	863,075.87	863,605.28	863,939.72	10,345,748.62
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	776,947.54
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	776,947.54
TOTAL	924,846.62	925,344.15	926,545.58	926,087.35	926,252.39	926,329.14	926,846.68	927,427.70	928,158.79	927,821.50	928,350.90	928,685.35	11,122,696.16

FY 21 REQUEST	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	41,215.18	41,380.80	41,376.06	41,260.73	41,341.85	41,287.05	41,263.10	41,257.39	41,506.63	41,231.12	41,354.41	41,530.15	496,004.47
AGE 1-20	569,495.50	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	569,883.47	6,838,213.63
AGE 21+	144,319.57	145,010.86	145,413.99	145,824.06	146,169.82	146,057.61	146,202.16	146,819.93	147,165.15	147,527.53	147,888.92	147,808.73	1,756,208.35
DUAL	61,291.82	61,428.83	61,564.45	61,706.72	61,850.05	61,993.38	62,136.71	62,280.04	62,423.37	62,566.70	62,710.03	62,853.36	744,805.45
SSIWO	48,518.64	48,608.40	48,849.51	48,434.76	48,500.23	48,539.83	48,525.70	48,625.98	48,887.19	48,446.27	48,522.09	48,562.25	583,020.86
BASE TOTAL	864,840.71	866,312.35	867,087.47	867,109.73	867,745.41	867,761.34	868,011.14	868,866.81	869,865.81	869,655.09	870,358.93	870,637.97	10,418,252.76
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	776,947.54
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
NEC TOTAL	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	64,745.63	776,947.54
TOTAL	929,586.34	931,057.98	931,833.10	931,855.36	932,491.04	932,506.97	932,756.77	933,612.44	934,611.44	934,400.72	935,104.56	935,383.60	11,195,200.31

TRADITIONAL REINSURANCE POPULATION

PMPM

FY 19 ACTUAL

	<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	82.99	40.23	56.57	101.91	66.21	65.74	27.33	52.50	31.85	27.93	45.46	61.16	54.99
AGE 1-20	8.11	4.48	7.33	6.51	3.60	12.87	2.64	3.10	5.67	5.24	5.55	5.05	5.85
AGE 21+	4.61	12.75	9.77	8.98	7.04	6.13	7.91	6.12	7.04	2.41	7.51	6.99	7.27
DUAL	1.41	0.90	0.99	2.01	3.69	1.32	1.08	3.77	1.18	1.41	1.09	4.38	1.94
SSIWO	137.83	135.21	111.12	144.23	158.65	148.95	53.37	82.73	111.17	87.04	79.49	112.17	113.50
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	9.44	2.25	3.71	12.02	4.22	2.93	2.30	4.29	6.21	5.69	3.74	11.27	5.67
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-

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>
AGE <1	60.39	68.17	54.99	57.82	57.82	57.82	57.82	57.82	57.82	57.82	57.82	57.82	58.66
AGE 1-20	6.34	6.84	5.85	6.18	6.18	6.18	6.18	6.18	6.18	6.18	6.18	6.18	6.22
AGE 21+	7.96	8.56	7.27	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.49	7.60
DUAL	2.09	2.26	1.94	1.76	1.76	1.76	1.76	1.76	1.76	1.76	1.76	1.76	1.85
SSIWO	123.96	134.04	113.50	113.50	113.50	113.50	113.50	113.50	113.50	113.50	113.50	113.50	116.09
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	6.90	6.90	6.90	7.29	7.29	7.29	7.29	7.29	7.29	7.29	7.29	7.29	7.19
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY Average</u>
AGE <1	58.66	58.66	58.66	61.68	61.68	61.68	61.68	61.68	61.68	61.68	61.68	61.68	60.92
AGE 1-20	6.22	6.22	6.22	6.57	6.57	6.57	6.57	6.57	6.57	6.57	6.57	6.57	6.48
AGE 21+	7.60	7.60	7.60	7.83	7.83	7.83	7.83	7.83	7.83	7.83	7.83	7.83	7.77
DUAL	1.85	1.85	1.85	1.68	1.68	1.68	1.68	1.68	1.68	1.68	1.68	1.68	1.72
SSIWO	116.09	116.09	116.09	116.09	116.09	116.09	116.09	116.09	116.09	116.09	116.09	116.09	116.09
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	7.19	7.19	7.19	7.60	7.60	7.60	7.60	7.60	7.60	7.60	7.60	7.60	7.50
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System					
		FY 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Reinsurance					
Fund: AA1000-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	44,850.1	49,257.5	(1,415.5)	47,842.0
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:		44,850.1	49,257.5	(1,415.5)	47,842.0
Fund Total:		44,850.1	49,257.5	(1,415.5)	47,842.0
Fund: HC2120-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	108,416.8	107,181.0	7,978.9	115,159.9
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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System					
		FY 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Reinsurance					
Fund: HC2120-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:		108,416.8	107,181.0	7,978.9	115,159.9
Fund Total:		108,416.8	107,181.0	7,978.9	115,159.9
Program Total For Selected Funds:		153,266.9	156,438.5	6,563.4	163,001.9

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Reinsurance

	FY 2019 Actual	FY 2020 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	153,266.9	156,438.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Reinsurance

	<u>FY 2019 Actual</u>	<u>FY 2020 Expd. Plan</u>
Expenditure Category Total	153,266.9	156,438.5
Appropriated		
AA1000-A General Fund (Appropriated)	44,850.1	49,257.5
	44,850.1	49,257.5
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	108,416.8	107,181.0
	108,416.8	107,181.0
Fund Source Total	153,266.9	156,438.5

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:	Reinsurance

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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
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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
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Transfers	0.0	0.0
Expenditure Category Total	0.0	0.0
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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 2021, AHCCCS requires an increase of \$36,693,700 in Total Funds consisting of \$1,839,800 General Fund and \$34,853,900 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 2019 by the SSI with Medicare member months for that same period. For Calendar Year 2020 and Calendar Year 2021, this PMPM cost is inflated by 1.49%. The 1.49% 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 2019 by the SSI with Medicare member months for that same period. For Calendar Year 2020 and Calendar Year 2021, this PMPM cost is inflated by 6.45%. The 6.45% 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 2019 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 3.97% for both Calendar Years 2019 and 2020.
- The PMPM costs for SLMB were calculated by actual expenditures for the January through June 2019 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.

**TRADITIONAL MEDICAID SERVICES
ACUTE MEDICARE PREMIUMS**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



Medicare Premium Rates

The current calendar year 2019 Medicare Part A premium is \$437.00 per month. The current calendar year 2019 Medicare Part B premium is \$135.50. 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

		PMPM		% Change	
		Part A	Part B	Part A	Part B
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	Actual	\$ 437.00	\$ 135.50	3.55%	1.12%
2020.01 to 2020.12	Projected	\$ 443.49	\$ 144.24	1.49%	6.45%
2021.01 to 2021.12	Projected	\$ 450.08	\$ 153.54	1.49%	6.45%

**TRADITIONAL MEDICAID SERVICES
ACUTE MEDICARE PREMIUMS**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



Medicare Part A and Part B premiums projected for Calendar Years 2020 and 2021 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 FY2020 and FY2021, 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	8.50%	48,625.00	-0.30%	241,530.00	8.30%	153,686.33	1.30%
2013	627,624.21	4.60%	50,923.00	4.70%	262,706.00	8.80%	184,230.39	19.90%
2014	650,489.05	3.60%	56,427.00	10.80%	277,430.00	5.60%	189,203.99	2.70%
2015	672,604.99	3.40%	56,145.00	-0.50%	300,848.00	8.40%	200,471.33	6.00%
2016	686,869.32	2.10%	71,191.00	26.80%	335,588.00	11.50%	215,836.70	7.70%
2017	891,449.06	29.80%	80,510.00	13.10%	355,429.00	5.90%	224,281.79	3.90%
2018	783,400.35	-12.10%	93,247.00	15.80%	379,509.00	6.80%	227,946.56	1.60%
2019	712,390.96	-9.06%	80,172.00	-14.02%	408,091.00	7.53%	244,966.08	7.47%
2020	725,932.77	1.90%	75,126.94	-6.29%	424,688.79	4.07%	271,802.82	10.96%
2021	744,805.45	2.60%	78,114.49	3.98%	446,011.42	5.02%	290,077.87	6.72%

**TRADITIONAL MEDICAID SERVICES
ACUTE MEDICARE PREMIUMS**

**FISCAL YEAR 2021
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 increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).

FFY	FMAP
Oct. 2018 – Sept. 2019	69.81%
Oct. 2019 – Sept. 2020	70.02%
Oct. 2020 – Sept. 2021	70.30%

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
State Fiscal Years 2019 - 2021
Medicare Cost Sharing Program Expenditure Forecast Summary**

SFY 2019 PMMIS Actual			
	Total	Fed	State
Part A and B	123,441,700	86,199,200	37,242,500
QMB-Only	17,102,900	11,942,800	5,160,100
SLMB	64,586,400	45,100,600	19,485,800
QI-1	33,012,300	33,012,300	-
Total	238,143,300	176,254,900	61,888,400

SFY 2020 Rebase			
	Total	Fed	State
Part A and B	130,464,000	91,285,300	39,178,700
QMB-Only	15,819,500	11,068,900	4,750,600
SLMB	69,337,700	48,515,700	20,822,000
QI-1	38,036,800	38,036,800	-
Total	253,658,000	188,906,700	64,751,300

SFY 2021 Request			
	Total	Fed	State
Part A and B	142,026,100	99,748,800	42,277,300
QMB-Only	17,361,600	12,193,100	5,168,500
SLMB	77,515,300	54,442,000	23,073,300
QI-1	43,212,100	43,212,100	-
Total	280,115,100	209,596,000	70,519,100

TRADITIONAL MEDICARE PREMIUM EXPENDITURES

TOTAL FUND

FY 19 ACTUAL

	<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>
QI1	2,598,500	2,633,300	2,692,200	2,711,500	2,730,600	2,774,400	2,881,100	2,988,200	2,333,100	2,866,000	2,892,100	2,911,300	33,012,300
QMB Part A	6,400	5,200	5,500	5,000	5,200	4,800	6,300	4,500	5,300	10,900	2,900	4,300	66,300
QMB Part B	918,400	895,700	898,400	883,000	879,100	870,500	893,100	870,000	820,000	801,800	806,100	823,300	10,359,400
QMB Copay	620,800	664,500	463,100	924,900	574,900	644,300	699,000	603,400	615,300	215,800	78,900	572,300	6,677,200
SLMB	5,318,200	5,374,600	5,383,500	5,411,300	5,436,200	5,428,100	5,382,600	5,320,000	5,379,800	5,420,100	5,359,000	5,373,000	64,586,400
Part A	655,600	685,300	690,000	711,900	705,500	716,400	723,800	733,500	739,800	768,200	750,200	762,400	8,642,600
Part B	9,398,400	9,490,000	9,470,000	9,504,300	9,612,500	9,471,700	9,661,300	9,669,400	9,598,600	9,644,400	9,723,500	9,555,000	114,799,100
Medicare TOTAL	19,516,300	19,748,600	19,602,700	20,151,900	19,944,000	19,910,200	20,247,200	20,189,000	19,491,900	19,727,200	19,612,700	20,001,600	238,143,300
TOTAL	19,516,300	19,748,600	19,602,700	20,151,900	19,944,000	19,910,200	20,247,200	20,189,000	19,491,900	19,727,200	19,612,700	20,001,600	238,143,300

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>TOTAL</u>
QI1	2,951,200	2,997,700	3,029,700	3,025,000	3,041,700	3,062,100	3,278,500	3,294,200	3,311,900	3,330,300	3,348,300	3,366,200	38,036,800
QMB Part A	5,600	5,600	5,500	5,500	5,500	5,500	5,600	5,700	5,800	5,900	5,800	5,800	67,800
QMB Part B	813,400	813,700	808,400	810,000	810,200	804,900	864,400	883,200	891,100	902,600	898,200	895,900	10,196,000
QMB Copay	448,700	448,900	445,900	446,800	446,900	444,000	465,700	475,800	480,100	486,300	483,900	482,700	5,555,700
SLMB	5,421,200	5,452,200	5,512,500	5,562,600	5,591,600	5,589,300	6,006,000	6,042,500	6,058,100	6,019,200	6,028,600	6,053,900	69,337,700
Part A	748,900	750,400	752,100	754,200	755,900	757,400	770,600	772,500	773,800	775,100	776,300	778,100	9,165,300
Part B	9,672,800	9,692,000	9,714,300	9,741,600	9,762,800	9,782,300	10,437,300	10,462,800	10,480,700	10,498,600	10,514,800	10,538,700	121,298,700
Medicare TOTAL	20,061,800	20,160,500	20,268,400	20,345,700	20,414,600	20,445,500	21,828,100	21,936,700	22,001,500	22,018,000	22,055,900	22,121,300	253,658,000
TOTAL	20,061,800	20,160,500	20,268,400	20,345,700	20,414,600	20,445,500	21,828,100	21,936,700	22,001,500	22,018,000	22,055,900	22,121,300	253,658,000

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
QI1	3,384,400	3,402,700	3,421,100	3,439,500	3,458,100	3,476,800	3,721,000	3,741,100	3,761,300	3,781,600	3,802,000	3,822,500	43,212,100
QMB Part A	5,800	5,800	5,800	5,900	5,900	5,900	6,000	6,000	6,100	6,100	6,100	6,100	71,500
QMB Part B	892,500	897,100	895,100	899,600	902,600	905,300	967,800	971,900	980,100	992,200	990,200	989,800	11,284,200
QMB Copay	480,900	483,400	482,300	484,700	486,300	487,800	509,300	511,400	515,800	522,100	521,100	520,800	6,005,900
SLMB	6,083,200	6,124,000	6,166,600	6,209,400	6,242,900	6,245,900	6,711,800	6,751,000	6,765,400	6,724,800	6,731,700	6,758,600	77,515,300
Part A	779,600	781,400	783,100	784,900	786,700	788,600	802,200	804,000	805,900	807,700	809,600	811,400	9,545,100
Part B	10,559,400	10,583,000	10,606,300	10,630,800	10,655,500	10,680,200	11,395,300	11,421,500	11,447,800	11,474,100	11,500,400	11,526,700	132,481,000
Medicare TOTAL	22,185,800	22,277,400	22,360,300	22,454,800	22,538,000	22,590,500	24,113,400	24,206,900	24,282,400	24,308,600	24,361,100	24,435,900	280,115,100
TOTAL	22,185,800	22,277,400	22,360,300	22,454,800	22,538,000	22,590,500	24,113,400	24,206,900	24,282,400	24,308,600	24,361,100	24,435,900	280,115,100

TRADITIONAL MEDICARE PREMIUM EXPENDITURES

FEDERAL FUND

FY 19 ACTUAL

	<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>
QI1	2,598,500	2,633,300	2,692,200	2,711,500	2,730,600	2,774,400	2,881,100	2,988,200	2,333,100	2,866,000	2,892,100	2,911,300	33,012,300
QMB Part A	4,500	3,600	3,800	3,500	3,600	3,400	4,400	3,100	3,700	7,600	2,000	3,000	46,200
QMB Part B	641,900	626,000	627,900	616,400	613,700	607,700	623,500	607,300	572,400	559,700	562,700	574,700	7,233,900
QMB Copay	433,900	464,400	323,700	645,700	401,300	449,800	488,000	421,200	429,500	150,600	55,100	399,500	4,662,700
SLMB	3,716,900	3,756,300	3,762,500	3,777,600	3,795,000	3,789,400	3,757,600	3,713,900	3,755,600	3,783,800	3,741,100	3,750,900	45,100,600
Part A	458,200	479,000	482,200	497,000	492,500	500,100	505,300	512,100	516,500	536,300	523,700	532,200	6,035,100
Part B	6,568,500	6,632,600	6,618,600	6,635,000	6,710,500	6,612,200	6,744,600	6,750,200	6,700,800	6,732,800	6,788,000	6,670,300	80,164,100
Medicare TOTAL	14,422,400	14,595,200	14,510,900	14,886,700	14,747,200	14,737,000	15,004,500	14,996,000	14,311,600	14,636,800	14,564,700	14,841,900	176,254,900
TOTAL	14,422,400	14,595,200	14,510,900	14,886,700	14,747,200	14,737,000	15,004,500	14,996,000	14,311,600	14,636,800	14,564,700	14,841,900	176,254,900

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>TOTAL</u>
QI1	2,951,200	2,997,700	3,029,700	3,025,000	3,041,700	3,062,100	3,278,500	3,294,200	3,311,900	3,330,300	3,348,300	3,366,200	38,036,800
QMB Part A	3,900	3,900	3,800	3,900	3,900	3,900	3,900	4,000	4,100	4,100	4,100	4,100	47,600
QMB Part B	567,800	568,000	564,300	567,200	567,300	563,600	605,300	618,400	623,900	632,000	628,900	627,300	7,134,000
QMB Copay	313,200	313,400	311,300	312,800	312,900	310,900	326,100	333,200	336,200	340,500	338,800	338,000	3,887,300
SLMB	3,784,500	3,806,200	3,848,300	3,894,900	3,915,200	3,913,600	4,205,400	4,231,000	4,241,900	4,214,600	4,221,200	4,238,900	48,515,700
Part A	522,800	523,900	525,000	528,100	529,300	530,300	539,600	540,900	541,800	542,700	543,600	544,800	6,412,800
Part B	6,752,600	6,766,000	6,781,600	6,821,100	6,835,900	6,849,600	7,308,200	7,326,100	7,338,600	7,351,100	7,362,500	7,379,200	84,872,500
Medicare TOTAL	14,896,000	14,979,100	15,064,000	15,153,000	15,206,200	15,234,000	16,267,000	16,347,800	16,398,400	16,415,300	16,447,400	16,498,500	188,906,700
TOTAL	14,896,000	14,979,100	15,064,000	15,153,000	15,206,200	15,234,000	16,267,000	16,347,800	16,398,400	16,415,300	16,447,400	16,498,500	188,906,700

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
QI1	3,384,400	3,402,700	3,421,100	3,439,500	3,458,100	3,476,800	3,721,000	3,741,100	3,761,300	3,781,600	3,802,000	3,822,500	43,212,100
QMB Part A	4,100	4,100	4,100	4,100	4,100	4,100	4,200	4,200	4,300	4,300	4,300	4,300	50,200
QMB Part B	624,900	628,100	626,700	632,400	634,500	636,400	680,400	683,200	689,000	697,500	696,100	695,800	7,925,000
QMB Copay	336,700	338,500	337,700	340,700	341,900	342,900	358,000	359,500	362,600	367,000	366,300	366,100	4,217,900
SLMB	4,259,500	4,288,000	4,317,900	4,365,200	4,388,800	4,390,900	4,718,400	4,746,000	4,756,100	4,727,500	4,732,400	4,751,300	54,442,000
Part A	545,900	547,100	548,300	551,800	553,100	554,400	563,900	565,200	566,500	567,800	569,100	570,400	6,703,500
Part B	7,393,700	7,410,200	7,426,500	7,473,500	7,490,800	7,508,200	8,010,900	8,029,300	8,047,800	8,066,300	8,084,800	8,103,300	93,045,300
Medicare TOTAL	16,549,200	16,618,700	16,682,300	16,807,200	16,871,300	16,913,700	18,056,800	18,128,500	18,187,600	18,212,000	18,255,000	18,313,700	209,596,000
TOTAL	16,549,200	16,618,700	16,682,300	16,807,200	16,871,300	16,913,700	18,056,800	18,128,500	18,187,600	18,212,000	18,255,000	18,313,700	209,596,000

TRADITIONAL MEDICARE PREMIUM EXPENDITURES

STATE FUND

FY 19 ACTUAL

	<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>
QI1	-	-	-	-	-	-	-	-	-	-	-	-	-
QMB Part A	1,900	1,600	1,700	1,500	1,600	1,400	1,900	1,400	1,600	3,300	900	1,300	20,100
QMB Part B	276,500	269,700	270,500	266,600	265,400	262,800	269,600	262,700	247,600	242,100	243,400	248,600	3,125,500
QMB Copay	186,900	200,100	139,400	279,200	173,600	194,500	211,000	182,200	185,800	65,200	23,800	172,800	2,014,500
SLMB	1,601,300	1,618,300	1,621,000	1,633,700	1,641,200	1,638,700	1,625,000	1,606,100	1,624,200	1,636,300	1,617,900	1,622,100	19,485,800
Part A	197,400	206,300	207,800	214,900	213,000	216,300	218,500	221,400	223,300	231,900	226,500	230,200	2,607,500
Part B	2,829,900	2,857,400	2,851,400	2,869,300	2,902,000	2,859,500	2,916,700	2,919,200	2,897,800	2,911,600	2,935,500	2,884,700	34,635,000
Medicare TOTAL	5,093,900	5,153,400	5,091,800	5,265,200	5,196,800	5,173,200	5,242,700	5,193,000	5,180,300	5,090,400	5,048,000	5,159,700	61,888,400
TOTAL	5,093,900	5,153,400	5,091,800	5,265,200	5,196,800	5,173,200	5,242,700	5,193,000	5,180,300	5,090,400	5,048,000	5,159,700	61,888,400

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>TOTAL</u>
QI1	-	-	-	-	-	-	-	-	-	-	-	-	-
QMB Part A	1,700	1,700	1,700	1,600	1,600	1,600	1,700	1,700	1,700	1,800	1,700	1,700	20,200
QMB Part B	245,600	245,700	244,100	242,800	242,900	241,300	259,100	264,800	267,200	270,600	269,300	268,600	3,062,000
QMB Copay	135,500	135,500	134,600	134,000	134,000	133,100	139,600	142,600	143,900	145,800	145,100	144,700	1,668,400
SLMB	1,636,700	1,646,000	1,664,200	1,667,700	1,675,700	1,675,700	1,800,600	1,811,500	1,816,200	1,804,600	1,807,400	1,815,000	20,822,000
Part A	226,100	226,500	227,100	226,100	226,600	227,100	231,000	231,600	232,000	232,400	232,700	233,300	2,752,500
Part B	2,920,200	2,926,000	2,932,700	2,920,500	2,926,900	2,932,700	3,129,100	3,136,700	3,142,100	3,147,500	3,152,300	3,159,500	36,426,200
Medicare TOTAL	5,165,800	5,181,400	5,204,400	5,192,700	5,208,400	5,211,500	5,561,100	5,588,900	5,603,100	5,602,700	5,608,500	5,622,800	64,751,300
TOTAL	5,165,800	5,181,400	5,204,400	5,192,700	5,208,400	5,211,500	5,561,100	5,588,900	5,603,100	5,602,700	5,608,500	5,622,800	64,751,300

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
QI1	-	-	-	-	-	-	-	-	-	-	-	-	-
QMB Part A	1,700	1,700	1,700	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	21,300
QMB Part B	267,600	269,000	268,400	267,200	268,100	268,900	287,400	288,700	291,100	294,700	294,100	294,000	3,359,200
QMB Copay	144,200	144,900	144,600	144,000	144,400	144,900	151,300	151,900	153,200	155,100	154,800	154,700	1,788,000
SLMB	1,823,700	1,836,000	1,848,700	1,844,200	1,854,100	1,855,000	1,993,400	2,005,000	2,009,300	1,997,300	1,999,300	2,007,300	23,073,300
Part A	233,700	234,300	234,800	233,100	233,600	234,200	238,300	238,800	239,400	239,900	240,500	241,000	2,841,600
Part B	3,165,700	3,172,800	3,179,800	3,157,300	3,164,700	3,172,000	3,384,400	3,392,200	3,400,000	3,407,800	3,415,600	3,423,400	39,435,700
Medicare TOTAL	5,636,600	5,658,700	5,678,000	5,647,600	5,666,700	5,676,800	6,056,600	6,078,400	6,094,800	6,096,600	6,106,100	6,122,200	70,519,100
TOTAL	5,636,600	5,658,700	5,678,000	5,647,600	5,666,700	5,676,800	6,056,600	6,078,400	6,094,800	6,096,600	6,106,100	6,122,200	70,519,100

MEMBER MONTHS

FY 19 ACTUAL

	<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>
QI1	19,392	19,652	20,091	20,235	20,378	20,704	21,263	22,053	17,218	21,151	21,344	21,485	244,966
QMB Part A	7,094	7,055	6,971	6,930	6,898	7,063	6,853	6,291	6,252	6,252	6,256	6,257	80,172
QMB Part B	7,094	7,055	6,971	6,930	6,898	7,063	6,853	6,291	6,252	6,252	6,256	6,257	80,172
QMB Copay	7,094	7,055	6,971	6,930	6,898	7,063	6,853	6,291	6,252	6,252	6,256	6,257	80,172
SLMB	33,675	33,895	34,067	34,300	34,511	33,755	33,656	33,889	34,122	34,000	34,054	34,167	408,091
Part A	58,819	58,917	59,173	59,244	59,315	59,446	59,613	59,588	59,581	59,468	59,591	59,637	712,391
Part B	58,819	58,917	59,173	59,244	59,315	59,446	59,613	59,588	59,581	59,468	59,591	59,637	712,391
Medicare TOTAL	191,986	192,545	193,417	193,813	194,212	194,540	194,704	193,991	189,258	192,844	193,347	193,698	2,318,355
TOTAL	191,986	192,545	193,417	193,813	194,212	194,540	194,704	193,991	189,258	192,844	193,347	193,698	2,318,355

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>TOTAL</u>
QI1	21,780	22,123	22,360	22,325	22,448	22,599	22,730	22,838	22,961	23,088	23,214	23,338	271,803
QMB Part A	6,190	6,192	6,152	6,164	6,165	6,125	6,179	6,313	6,370	6,452	6,420	6,404	75,127
QMB Part B	6,190	6,192	6,152	6,164	6,165	6,125	6,179	6,313	6,370	6,452	6,420	6,404	75,127
QMB Copay	6,190	6,192	6,152	6,164	6,165	6,125	6,179	6,313	6,370	6,452	6,420	6,404	75,127
SLMB	34,290	34,486	34,867	35,184	35,367	35,353	35,686	35,903	35,996	35,765	35,821	35,971	424,689
Part A	59,768	59,886	60,024	60,193	60,324	60,444	60,583	60,731	60,835	60,939	61,033	61,172	725,933
Part B	59,768	59,886	60,024	60,193	60,324	60,444	60,583	60,731	60,835	60,939	61,033	61,172	725,933
Medicare TOTAL	194,175	194,957	195,730	196,385	196,958	197,215	198,121	199,145	199,738	200,088	200,363	200,864	2,373,738
TOTAL	194,175	194,957	195,730	196,385	196,958	197,215	198,121	199,145	199,738	200,088	200,363	200,864	2,373,738

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
QI1	23,464	23,591	23,718	23,846	23,975	24,104	24,234	24,365	24,496	24,629	24,762	24,895	290,078
QMB Part A	6,380	6,413	6,399	6,431	6,452	6,472	6,499	6,527	6,582	6,663	6,650	6,647	78,114
QMB Part B	6,380	6,413	6,399	6,431	6,452	6,472	6,499	6,527	6,582	6,663	6,650	6,647	78,114
QMB Copay	6,380	6,413	6,399	6,431	6,452	6,472	6,499	6,527	6,582	6,663	6,650	6,647	78,114
SLMB	36,145	36,387	36,641	36,895	37,094	37,112	37,462	37,682	37,762	37,535	37,574	37,724	446,011
Part A	61,292	61,429	61,564	61,707	61,850	61,993	62,137	62,280	62,423	62,567	62,710	62,853	744,805
Part B	61,292	61,429	61,564	61,707	61,850	61,993	62,137	62,280	62,423	62,567	62,710	62,853	744,805
Medicare TOTAL	201,333	202,075	202,684	203,447	204,126	204,618	205,467	206,187	206,851	207,286	207,705	208,266	2,460,044
TOTAL	201,333	202,075	202,684	203,447	204,126	204,618	205,467	206,187	206,851	207,286	207,705	208,266	2,460,044

PMPM

FY 19 ACTUAL

	<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>
QI1	134.00	134.00	134.00	134.00	134.00	134.00	135.50	135.50	135.50	135.50	135.50	135.50	134.75
QMB Part A	0.90	0.74	0.79	0.72	0.75	0.68	0.92	0.72	0.85	1.74	0.46	0.69	0.83
QMB Part B	129.46	126.96	128.88	127.42	127.44	123.25	130.32	138.29	131.16	128.25	128.85	131.58	129.32
QMB Copay	87.51	94.19	66.43	133.46	83.34	91.22	102.00	95.91	98.42	34.52	12.61	91.47	82.59
SLMB	157.93	158.57	158.03	157.76	157.52	160.81	159.93	156.98	157.66	159.41	157.37	157.26	158.27
Part A	11.15	11.63	11.66	12.02	11.89	12.05	12.14	12.31	12.42	12.92	12.59	12.78	12.13
Part B	159.79	161.07	160.04	160.43	162.06	159.33	162.07	162.27	161.10	162.18	163.17	160.22	161.14

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>
QI1	135.50	135.50	135.50	135.50	135.50	135.50	144.24	144.24	144.24	144.24	144.24	144.24	144.73
QMB Part A	0.90	0.90	0.90	0.90	0.90	0.90	0.91	0.91	0.91	0.91	0.91	0.91	0.54
QMB Part B	131.41	131.41	131.41	131.41	131.41	131.41	139.89	139.89	139.89	139.89	139.89	139.89	138.47
QMB Copay	72.49	72.49	72.49	72.49	72.49	72.49	75.37	75.37	75.37	75.37	75.37	75.37	84.91
SLMB	158.10	158.10	158.10	158.10	158.10	158.10	168.30	168.30	168.30	168.30	168.30	168.30	169.19
Part A	12.53	12.53	12.53	12.53	12.53	12.53	12.72	12.72	12.72	12.72	12.72	12.72	9.66
Part B	161.84	161.84	161.84	161.84	161.84	161.84	172.28	172.28	172.28	172.28	172.28	172.28	155.19

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY Average</u>
QI1	144.24	144.24	144.24	144.24	144.24	144.24	153.54	153.54	153.54	153.54	153.54	153.54	152.29
QMB Part A	0.91	0.91	0.91	0.91	0.91	0.91	0.92	0.92	0.92	0.92	0.92	0.92	0.55
QMB Part B	139.89	139.89	139.89	139.89	139.89	139.89	148.91	148.91	148.91	148.91	148.91	148.91	145.71
QMB Copay	75.37	75.37	75.37	75.37	75.37	75.37	78.36	78.36	78.36	78.36	78.36	78.36	87.80
SLMB	168.30	168.30	168.30	168.30	168.30	168.30	179.16	179.16	179.16	179.16	179.16	179.16	178.03
Part A	12.72	12.72	12.72	12.72	12.72	12.72	12.91	12.91	12.91	12.91	12.91	12.91	9.81
Part B	172.28	172.28	172.28	172.28	172.28	172.28	183.39	183.39	183.39	183.39	183.39	183.39	163.30

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System					
		FY 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Medicare Premiums					
Fund: AA1000-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	62,060.0	68,679.3	1,839.8	70,519.1
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:		62,060.0	68,679.3	1,839.8	70,519.1
Fund Total:		62,060.0	68,679.3	1,839.8	70,519.1
Fund: HC2120-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	176,671.4	174,742.1	34,853.9	209,596.0
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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Medicare Premiums					
Fund: HC2120-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:		176,671.4	174,742.1	34,853.9	209,596.0
Fund Total:		176,671.4	174,742.1	34,853.9	209,596.0
Program Total For Selected Funds:		238,731.4	243,421.4	36,693.7	280,115.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicare Premiums

	FY 2019 Actual	FY 2020 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
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Aid to Organizations and Individuals	238,731.4	243,421.4

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Medicare Premiums	
	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	238,731.4	243,421.4
Appropriated		
AA1000-A General Fund (Appropriated)	62,060.0	68,679.3
	62,060.0	68,679.3
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	176,671.4	174,742.1
	176,671.4	174,742.1
Fund Source Total	238,731.4	243,421.4
<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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicare Premiums

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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
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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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Medicare Premiums

	FY 2019 Actual	FY 2020 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/>		

**TRADITIONAL MEDICAID SERVICES
BREAST AND CERVICAL TREATMENT
PROGRAM**

FISCAL YEAR 2021
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. 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 2019	78.87%	Actual
FFY 2020	79.01%	Actual
FFY 2021	79.21%	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. See the following table for more detail on the BCCTP enrollment forecasts.

**TRADITIONAL MEDICAID SERVICES
BREAST AND CERVICAL TREATMENT
PROGRAM**

FISCAL YEAR 2021
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 2020-2021 budgets.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 20. 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. The SFY 2020-2021 budget development utilizes two rates; a fully loaded rate consisting of acute care only, prospective dual and non-dual, prior period dual and non-dual, and non-facility FFS. The loaded rate was increased by the DHCM developed inflation rate for the Age 21+ population for SFY 2020 and SFY 2021 (3.0%). The second rate (FFS Facility only) is based on SFY 2019 actual experience and is inflated in January by the Traditional IHS Facilities weighted rate of 7.7%.

BCCTP RATES						
		2019.3	2019.4-2020.3	% Increase	2020.4-2021.2	% Increase
BCCTP Loaded	\$	582.64	\$ 600.30	3.0%	\$ 618.50	3.0%
IHS Facilities Only	\$	2,661.01	\$ 2,867.08	7.7%	\$ 3,089.11	7.7%

STATUTORY AUTHORITY:

A.R.S. § 36-2901.05

1902(a)(10)(A)(ii)(XVIII) of the Social Security Act

TOTAL FUND

FY 19 ACTUAL													
	<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>
BCCTP (Excluding IHS Facilities)	61,718	70,723	91,524	71,995	69,161	93,697	131,839	80,633	122,472	84,473	132,094	89,623	1,099,954
IHS Facilities	6,405	8,364	3,843	7,259	2,135	10,764	27,681	5,720	56,038	4,067	1,820	15,442	149,538
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	68,123	79,087	95,367	79,254	71,296	104,461	159,521	86,353	178,510	88,540	133,914	105,065	1,249,492
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>TOTAL</u>
BCCTP (Excluding IHS Facilities)	98,600	99,900	100,900	105,600	106,600	106,700	107,000	107,800	108,900	109,400	109,800	110,300	1,271,500
IHS Facilities	16,000	16,000	16,000	16,000	16,000	16,000	17,200	17,200	17,200	17,200	17,200	17,200	199,200
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	114,600	115,900	116,900	121,600	122,600	122,700	124,200	125,000	126,100	126,600	127,000	127,500	1,470,700
FY 21 REQUEST													
	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
BCCTP (Excluding IHS Facilities)	110,900	111,500	112,200	115,900	116,400	117,100	117,500	117,900	118,600	118,800	119,300	119,900	1,396,000
IHS Facilities	17,200	17,200	17,200	17,200	17,200	17,200	18,500	18,500	18,500	18,500	18,500	18,500	214,200
HIF	-	-	-	-	-	12,900	-	-	-	-	-	-	12,900
TOTAL	128,100	128,700	129,400	133,100	133,600	147,200	136,000	136,400	137,100	137,300	137,800	138,400	1,623,100

FEDERAL FUND

FY 19 ACTUAL													
	<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>
BCCTP (Excluding IHS Facilities)	48,700	55,800	72,200	56,800	54,500	73,900	104,000	63,600	96,600	66,600	104,200	70,700	867,600
IHS Facilities	6,400	8,400	3,800	7,300	2,100	10,800	27,700	5,700	56,000	4,100	1,800	15,400	149,500
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	55,100	64,200	76,000	64,100	56,600	84,700	131,700	69,300	152,600	70,700	106,000	86,100	1,017,100

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>TOTAL</u>
BCCTP (Excluding IHS Facilities)	77,800	78,800	79,600	83,400	84,200	84,300	84,500	85,200	86,000	86,400	86,800	87,200	1,004,200
IHS Facilities	16,000	16,000	16,000	16,000	16,000	16,000	17,200	17,200	17,200	17,200	17,200	17,200	199,200
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	93,800	94,800	95,600	99,400	100,200	100,300	101,700	102,400	103,200	103,600	104,000	104,400	1,203,400

FY 21 REQUEST													
	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
BCCTP (Excluding IHS Facilities)	87,600	88,100	88,700	91,800	92,200	92,800	93,100	93,400	93,900	94,100	94,500	95,000	1,105,200
IHS Facilities	17,200	17,200	17,200	17,200	17,200	17,200	18,500	18,500	18,500	18,500	18,500	18,500	214,200
HIF	-	-	-	-	-	10,200	-	-	-	-	-	-	10,200
TOTAL	104,800	105,300	105,900	109,000	109,400	120,200	111,600	111,900	112,400	112,600	113,000	113,500	1,329,600

STATE FUND

FY 19 ACTUAL

	<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>
BCCTP (Excluding IHS Facilities)	13,000	14,900	19,300	15,200	14,700	19,800	27,800	17,000	25,900	17,900	27,900	18,900	232,300
IHS Facilities	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	13,000	14,900	19,300	15,200	14,700	19,800	27,800	17,000	25,900	17,900	27,900	18,900	232,300

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>TOTAL</u>
BCCTP (Excluding IHS Facilities)	20,800	21,100	21,300	22,200	22,400	22,400	22,500	22,600	22,900	23,000	23,000	23,100	267,300
IHS Facilities	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	20,800	21,100	21,300	22,200	22,400	22,400	22,500	22,600	22,900	23,000	23,000	23,100	267,300

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
BCCTP (Excluding IHS Facilities)	23,300	23,400	23,500	24,100	24,200	24,300	24,400	24,500	24,700	24,700	24,800	24,900	290,800
IHS Facilities	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	2,700	-	-	-	-	-	-	2,700
TOTAL	23,300	23,400	23,500	24,100	24,200	27,000	24,400	24,500	24,700	24,700	24,800	24,900	293,500

MEMBER MONTHS

FY 19 ACTUAL													
	<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>
BCCTP (Excluding IHS Facilities)	154.00	158.00	159.13	165.00	163.33	162.00	165.00	166.21	164.03	169.30	175.00	172.00	1,973.01
IHS Facilities	4.00	4.00	4.00	4.00	5.00	4.00	5.00	6.00	6.00	6.00	6.00	7.00	61.00
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	158.00	162.00	163.13	169.00	168.33	166.00	170.00	172.21	170.03	175.30	181.00	179.00	2,034.01
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>TOTAL</u>
BCCTP (Excluding IHS Facilities)	169.29	171.50	173.22	175.89	177.51	177.74	178.25	179.58	181.36	182.27	182.90	183.82	2,133.31
IHS Facilities	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	72.00
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	175.29	177.50	179.22	181.89	183.51	183.74	184.25	185.58	187.36	188.27	188.90	189.82	2,205.31
FY 21 REQUEST													
	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
BCCTP (Excluding IHS Facilities)	184.73	185.76	186.98	187.42	188.14	189.29	189.98	190.65	191.71	192.14	192.88	193.92	2,273.59
IHS Facilities	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	72.00
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	190.73	191.76	192.98	193.42	194.14	195.29	195.98	196.65	197.71	198.14	198.88	199.92	2,345.59

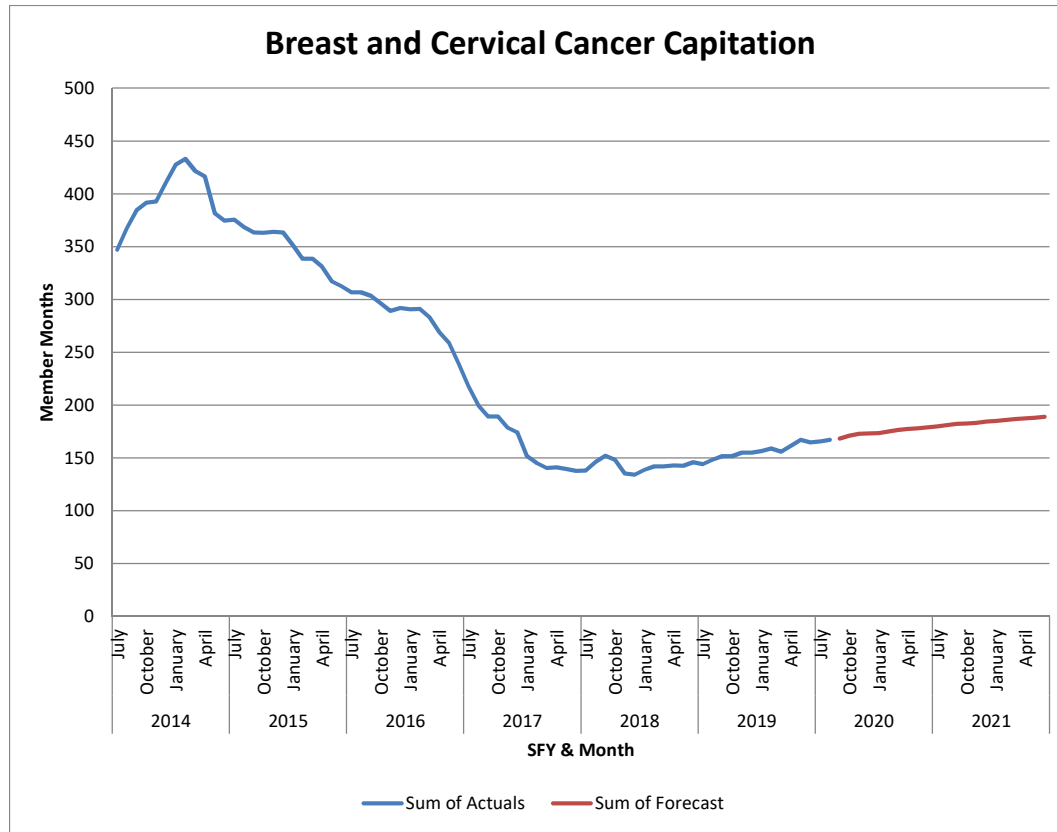
BREAST AND CERVICAL CANCER PROGRAM

PMPM

FY 19 ACTUAL	<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>
BCCTP (Excluding IHS Facilities)	400.77	447.61	575.14	436.34	423.44	578.38	799.03	485.12	746.63	498.95	754.83	521.07	555.61
IHS Facilities	1,601.25	2,091.04	960.75	1,814.75	427.00	2,690.88	5,536.30	953.31	9,339.73	677.83	303.33	2,206.00	2,383.51
HIF													
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>
BCCTP (Excluding IHS Facilities)	582.64	582.64	582.64	600.30	600.30	600.30	600.30	600.30	600.30	600.30	600.30	600.30	595.89
IHS Facilities	2,661.01	2,661.01	2,661.01	2,661.01	2,661.01	2,661.01	2,867.08	2,867.08	2,867.08	2,867.08	2,867.08	2,867.08	2,764.05
HIF													
FY 21 REQUEST	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY Average</u>
BCCTP (Excluding IHS Facilities)	600.30	600.30	600.30	618.50	618.50	618.50	618.50	618.50	618.50	618.50	618.50	618.50	613.95
IHS Facilities	2,867.08	2,867.08	2,867.08	2,867.08	2,867.08	2,867.08	3,089.11	3,089.11	3,089.11	3,089.11	3,089.11	3,089.11	2,978.09
HIF													

Breast and Cervical Cancer Capitated Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2015	4,186		4,186	-11.83%
1st Qtr	1,107		1,107	0.78%
2nd Qtr	1,090		1,090	-8.71%
3rd Qtr	1,028		1,028	-19.79%
4th Qtr	960		960	-18.10%
2016	3,425		3,425	-18.18%
1st Qtr	917		917	-17.21%
2nd Qtr	877		877	-19.53%
3rd Qtr	864		864	-15.94%
4th Qtr	766		766	-20.18%
2017	2,003		2,003	-41.53%
1st Qtr	606		606	-33.88%
2nd Qtr	542		542	-38.28%
3rd Qtr	437		437	-49.47%
4th Qtr	418		418	-45.45%
2018	1,707		1,707	-14.78%
1st Qtr	436		436	-28.07%
2nd Qtr	417		417	-22.98%
3rd Qtr	422		422	-3.30%
4th Qtr	431		431	3.11%
2019	1,869		1,869	9.53%
1st Qtr	444		444	1.82%
2nd Qtr	462		462	10.67%
3rd Qtr	471		471	11.54%
4th Qtr	493		493	14.28%
2020	333	1,744	2,077	11.10%
1st Qtr	333	168	501	12.84%
2nd Qtr		517	517	11.94%
3rd Qtr		525	525	11.37%
4th Qtr		534	534	8.49%
2021		2,214	2,214	6.62%
1st Qtr		543	543	8.34%
2nd Qtr		550	550	6.45%
3rd Qtr		557	557	6.24%
4th Qtr		564	564	5.53%



Data

Total Monthly MMs SFY Month	SFY								
	2014	2015	2016	2017	2018	2019	2020	2021	
July	347	375	307	218	138	144	166	180	
August	367	369	307	199	146	148	167	181	
September	385	363	303	189	152	152	168	182	
October	391	363	296	189	148	152	171	183	
November	393	364	289	178	135	155	173	183	
December	410	363	292	174	134	155	173	184	
January	428	351	291	151	139	156	173	185	
February	433	339	291	145	142	159	175	186	
March	422	338	283	140	142	156	177	187	
April	416	331	269	141	143	161	177	187	
May	382	317	259	139	143	167	178	188	
June	375	312	239	138	146	165	179	189	
Grand Total	4,748	4,186	3,425	2,003	1,707	1,869	2,077	2,214	

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Breast and Cervical Cancer			
Fund:	AA1000-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	184.3	211.5	82.0	293.5
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:	184.3	211.5	82.0	293.5
Fund Total:	184.3	211.5	82.0	293.5
Fund:	HC2120-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	838.0	833.0	496.6	1,329.6
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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Breast and Cervical Cancer					
Fund: HC2120-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:		838.0	833.0	496.6	1,329.6
Fund Total:		838.0	833.0	496.6	1,329.6
Program Total For Selected Funds:		1,022.3	1,044.5	578.6	1,623.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Breast and Cervical Cancer

	FY 2019 Actual	FY 2020 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	1,022.3	1,044.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Breast and Cervical Cancer

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	1,022.3	1,044.5
Appropriated		
AA1000-A General Fund (Appropriated)	184.3	211.5
	184.3	211.5
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	838.0	833.0
	838.0	833.0
Fund Source Total	1,022.3	1,044.5

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:	Breast and Cervical Cancer

	FY 2019 Actual	FY 2020 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:	Breast and Cervical Cancer

	FY 2019 Actual	FY 2020 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:	Breast and Cervical Cancer

	FY 2019 Actual	FY 2020 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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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

The projected member month forecast for FY 2020 and FY 2021 is based on ARIMA forecasting model. The rebase resulted in projected June 2020 total member month projection of 35,118 and a June 2021 total of 35,351. This is a decrease of 7.7% and an increase of 0.7% for FY2020 and FY2021, respectively. For a historical enrollment graph with FY2020-2021 forecasts can be viewed on the following page.

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

LTC Coverage – LTC members are eligible for regular, fee-for-service, reinsurance, and Medicare Part B premium coverage.

Under AHCCCS Complete Care (ACC), a separate prior period capitation rate was not developed for CYE 20. 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 2019 actual experience. The SFY 2020-2021 budget development utilizes two rates; a fully loaded rate consisting of acute coverage, LTC coverage and ACC. The loaded rate was increased by the DHCM developed total prospective and PPC inflation rate (3.8%). The second rate (FFS Facility only) is based on SFY 2019 actual experience and is inflated in January by the Traditional IHS Facilities weighted rate of 7.7%.

For more detail of rates used in the FY2020-FY2021 forecast, see Chart 1 below.

FREEDOM TO WORK RATES						
		2019.3	FFY/CY 2020	% Increase	FFY/CY 2021	% Increase
FTW Loaded	\$	988.61	\$ 1,025.71	3.8%	\$ 1,064.21	3.8%
IHS Facilities Only	\$	516.71	\$ 556.72	7.7%	\$ 599.83	7.7%

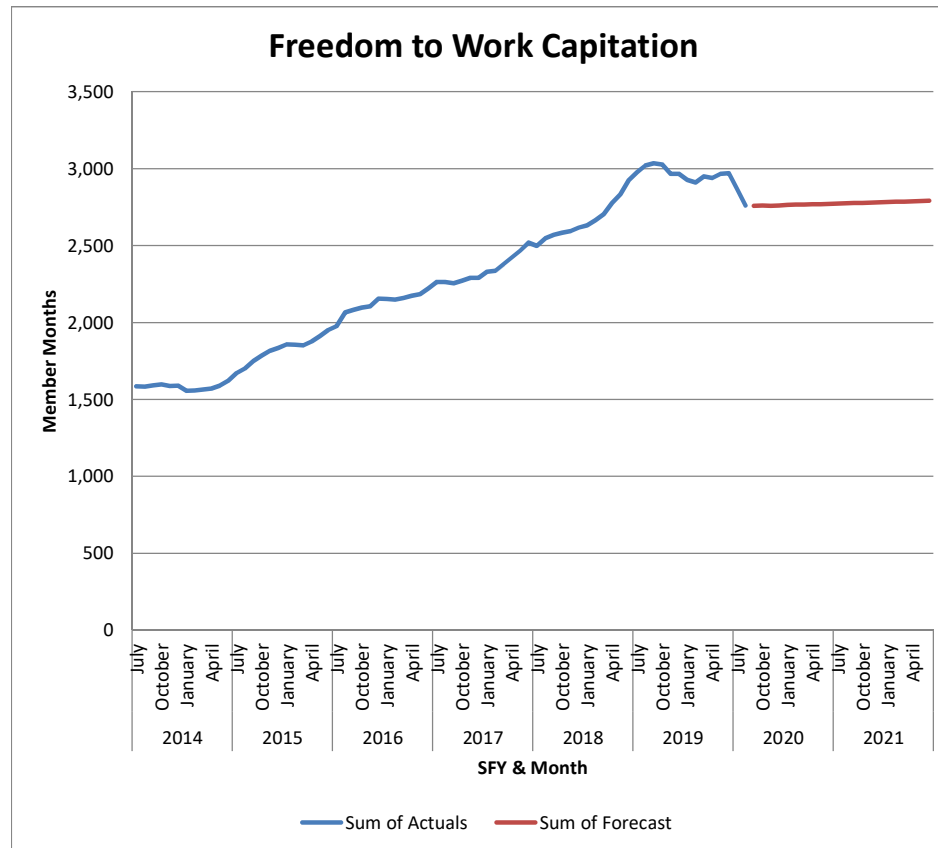
Freedom to Work members may be required to pay a monthly premium. The amount of the member’s premium is based on the individual’s net earned income. The premium amount can range from \$0 - \$35 and cannot exceed 2% of the member’s net earned income.

The updated FMAP percentages that were used in the analysis are shown in the table below.

FMAP		
FFY 2019	69.81%	Actual
FFY 2020	70.02%	Actual
FFY 2021	70.30%	Estimate

Freedom to Work Capitated Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2015	21,864		21,864	15.11%
1st Qtr	5,122		5,122	7.63%
2nd Qtr	5,437		5,437	13.89%
3rd Qtr	5,564		5,564	18.87%
4th Qtr	5,741		5,741	20.10%
2016	25,528		25,528	16.76%
1st Qtr	6,126		6,126	19.59%
2nd Qtr	6,360		6,360	16.98%
3rd Qtr	6,462		6,462	16.14%
4th Qtr	6,581		6,581	14.63%
2017	28,093		28,093	10.05%
1st Qtr	6,782		6,782	10.71%
2nd Qtr	6,855		6,855	7.78%
3rd Qtr	7,046		7,046	9.04%
4th Qtr	7,411		7,411	12.61%
2018	31,946		31,946	13.72%
1st Qtr	7,614		7,614	12.27%
2nd Qtr	7,795		7,795	13.72%
3rd Qtr	8,001		8,001	13.55%
4th Qtr	8,536		8,536	15.19%
2019	35,659		35,659	11.62%
1st Qtr	9,033		9,033	18.63%
2nd Qtr	8,962		8,962	14.97%
3rd Qtr	8,786		8,786	9.81%
4th Qtr	8,878		8,878	4.01%
2020	5,626	27,645	33,271	-6.70%
1st Qtr	5,626	2,759	8,385	-7.17%
2nd Qtr		8,280	8,280	-7.61%
3rd Qtr		8,297	8,297	-5.57%
4th Qtr		8,310	8,310	-6.41%
2021		33,386	33,386	0.34%
1st Qtr		8,324	8,324	-0.72%
2nd Qtr		8,339	8,339	0.72%
3rd Qtr		8,354	8,354	0.68%
4th Qtr		8,368	8,368	0.71%



Data

Total Monthly MMs SFY Month	SFY								
	2014	2015	2016	2017	2018	2019	2020	2021	
July	1,585	1,671	1,975	2,263	2,499	2,976	2,866	2,773	
August	1,583	1,702	2,067	2,263	2,547	3,021	2,760	2,775	
September	1,592	1,749	2,083	2,256	2,569	3,035	2,759	2,776	
October	1,598	1,785	2,098	2,272	2,584	3,027	2,761	2,778	
November	1,587	1,816	2,106	2,292	2,594	2,967	2,758	2,780	
December	1,589	1,835	2,156	2,291	2,617	2,967	2,760	2,781	
January	1,557	1,857	2,154	2,330	2,632	2,926	2,764	2,783	
February	1,559	1,856	2,149	2,336	2,665	2,910	2,766	2,785	
March	1,565	1,851	2,159	2,380	2,703	2,950	2,767	2,786	
April	1,571	1,877	2,174	2,424	2,777	2,940	2,768	2,788	
May	1,589	1,912	2,185	2,467	2,833	2,967	2,770	2,789	
June	1,620	1,952	2,222	2,520	2,926	2,971	2,772	2,791	
Grand Total	18,994	21,864	25,528	28,093	31,946	35,659	33,271	33,386	

TOTAL FUND

FY 19 ACTUAL

	<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>
FTW (Excluding IHS Facilities)	2,851,664	2,868,328	2,928,218	2,976,990	2,990,396	3,122,367	3,042,558	3,115,580	3,029,834	3,024,922	3,048,945	3,078,163	36,077,964
IHS Facility Only	10,678	21,508	40,054	36,970	24,750	15,713	26,633	22,694	27,365	2,462	1,820	58,037	288,683
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,862,342	2,889,836	2,968,272	3,013,960	3,015,146	3,138,080	3,069,191	3,138,274	3,057,198	3,027,383	3,050,765	3,136,200	36,366,647

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>TOTAL</u>
FTW (Excluding IHS Facilities)	2,928,400	2,816,200	2,817,300	2,928,300	2,923,700	2,927,500	2,945,800	2,949,800	2,955,000	2,958,600	2,957,500	2,955,500	35,063,600
IHS Facility Only	25,300	25,800	26,200	26,300	26,200	26,600	28,900	29,100	29,300	29,600	29,900	30,100	333,300
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,953,700	2,842,000	2,843,500	2,954,600	2,949,900	2,954,100	2,974,700	2,978,900	2,984,300	2,988,200	2,987,400	2,985,600	35,396,900

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
FTW (Excluding IHS Facilities)	2,951,700	2,949,700	2,950,100	3,063,700	3,063,500	3,066,500	3,078,700	3,081,000	3,087,100	3,090,900	3,089,800	3,087,700	36,560,400
IHS Facility Only	30,300	30,600	30,800	31,100	31,300	31,600	34,300	34,600	34,900	35,200	35,400	35,700	395,800
HIF	-	-	-	-	-	270,000	-	-	-	-	-	-	270,000
TOTAL	2,982,000	2,980,300	2,980,900	3,094,800	3,094,800	3,368,100	3,113,000	3,115,600	3,122,000	3,126,100	3,125,200	3,123,400	37,226,200

FEDERAL FUND

FY 19 ACTUAL													
	<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>
FTW (Excluding IHS Facilities)	1,993,000	2,004,700	2,046,500	2,078,200	2,087,600	2,179,700	2,124,000	2,175,000	2,115,100	2,111,700	2,128,500	2,148,900	25,192,900
IHS Facility Only	10,700	21,500	40,100	37,000	24,800	15,700	26,600	22,700	27,400	2,500	1,800	58,000	288,800
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,003,700	2,026,200	2,086,600	2,115,200	2,112,400	2,195,400	2,150,600	2,197,700	2,142,500	2,114,200	2,130,300	2,206,900	25,481,700
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>TOTAL</u>
FTW (Excluding IHS Facilities)	2,044,300	1,966,000	1,966,800	2,050,400	2,047,200	2,049,800	2,062,600	2,065,400	2,069,100	2,071,600	2,070,800	2,069,400	24,533,400
IHS Facility Only	25,300	25,800	26,200	26,300	26,200	26,600	28,900	29,100	29,300	29,600	29,900	30,100	333,300
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,069,600	1,991,800	1,993,000	2,076,700	2,073,400	2,076,400	2,091,500	2,094,500	2,098,400	2,101,200	2,100,700	2,099,500	24,866,700
FY 21 REQUEST													
	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
FTW (Excluding IHS Facilities)	2,066,800	2,065,400	2,065,700	2,153,800	2,153,600	2,155,700	2,164,300	2,165,900	2,170,200	2,172,900	2,172,100	2,170,700	25,677,100
IHS Facility Only	30,300	30,600	30,800	31,100	31,300	31,600	34,300	34,600	34,900	35,200	35,400	35,700	395,800
HIF	-	-	-	-	-	189,100	-	-	-	-	-	-	189,100
TOTAL	2,097,100	2,096,000	2,096,500	2,184,900	2,184,900	2,376,400	2,198,600	2,200,500	2,205,100	2,208,100	2,207,500	2,206,400	26,262,000

STATE FUND

FY 19 ACTUAL

	<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>
FTW (Excluding IHS Facilities)	858,700	863,600	881,700	898,800	902,800	942,700	918,600	940,600	914,700	913,200	920,400	929,300	10,885,100
IHS Facility Only	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	858,700	863,600	881,700	898,800	902,800	942,700	918,600	940,600	914,700	913,200	920,400	929,300	10,885,100

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>TOTAL</u>
FTW (Excluding IHS Facilities)	884,100	850,200	850,500	877,900	876,500	877,700	883,200	884,400	885,900	887,000	886,700	886,100	10,530,200
IHS Facility Only	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	884,100	850,200	850,500	877,900	876,500	877,700	883,200	884,400	885,900	887,000	886,700	886,100	10,530,200

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
FTW (Excluding IHS Facilities)	884,900	884,300	884,400	909,900	909,900	910,800	914,400	915,100	916,900	918,000	917,700	917,000	10,883,300
IHS Facility Only	-	-	-	-	-	-	-	-	-	-	-	-	-
HIF	-	-	-	-	-	80,900	-	-	-	-	-	-	80,900
TOTAL	884,900	884,300	884,400	909,900	909,900	991,700	914,400	915,100	916,900	918,000	917,700	917,000	10,964,200

MEMBER MONTHS

FY 19 ACTUAL

	<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>
FTW (Excluding IHS Facilities)	3,110.52	3,157.84	3,170.87	3,174.23	3,125.67	3,125.19	3,093.06	3,078.07	3,104.26	3,087.10	3,124.39	3,098.04	37,449.23
IHS Facility Only	45.00	51.00	49.00	46.00	50.00	51.00	51.00	51.00	52.00	52.00	52.00	51.00	601.00
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	3,155.52	3,208.84	3,219.87	3,220.23	3,175.67	3,176.19	3,144.06	3,129.07	3,156.26	3,139.10	3,176.39	3,149.04	38,050.23

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>TOTAL</u>
FTW (Excluding IHS Facilities)	2,962.13	2,848.65	2,849.76	2,854.94	2,850.43	2,854.14	2,871.96	2,875.90	2,880.96	2,884.43	2,883.33	2,881.39	34,498.02
IHS Facility Only	49.00	50.00	50.73	50.85	50.73	51.39	51.94	52.34	52.62	53.17	53.62	54.10	620.49
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	3,011.13	2,898.65	2,900.49	2,905.79	2,901.16	2,905.52	2,923.90	2,928.24	2,933.57	2,937.60	2,936.96	2,935.49	35,118.50

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
FTW (Excluding IHS Facilities)	2,877.69	2,875.76	2,876.17	2,878.82	2,878.66	2,881.47	2,893.00	2,895.10	2,900.89	2,904.45	2,903.35	2,901.42	34,666.79
IHS Facility Only	54.47	54.98	55.41	55.90	56.30	56.80	57.21	57.71	58.11	58.62	59.02	59.52	684.05
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	2,932.16	2,930.74	2,931.58	2,934.72	2,934.96	2,938.27	2,950.21	2,952.81	2,959.00	2,963.07	2,962.38	2,960.94	35,350.84

FREEDOM-TO-WORK PROGRAM

PMPM

FY 19 ACTUAL	<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>
FTW (Excluding IHS Facilities)	916.78	908.32	923.48	937.86	956.72	999.10	983.67	1,012.19	976.03	979.86	975.85	993.58	963.62
IHS Facility Only	237.29	421.73	817.42	803.70	495.00	308.10	522.21	444.98	526.25	47.34	35.00	1,137.97	483.08
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
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>
FTW (Excluding IHS Facilities)	988.61	988.61	988.61	1,025.71	1,025.71	1,025.71	1,025.71	1,025.71	1,025.71	1,025.71	1,025.71	1,025.71	1,016.44
IHS Facility Only	516.71	516.71	516.71	516.71	516.71	516.71	556.72	556.72	556.72	556.72	556.72	556.72	536.71
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
FY 21 REQUEST	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY Average</u>
FTW (Excluding IHS Facilities)	1,025.71	1,025.71	1,025.71	1,064.21	1,064.21	1,064.21	1,064.21	1,064.21	1,064.21	1,064.21	1,064.21	1,064.21	1,054.58
IHS Facility Only	556.72	556.72	556.72	556.72	556.72	556.72	599.83	599.83	599.83	599.83	599.83	599.83	578.28
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System					
		FY 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Ticket to Work					
Fund: AA1000-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	10,724.5	11,775.9	(811.7)	10,964.2
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:		10,724.5	11,775.9	(811.7)	10,964.2
Fund Total:		10,724.5	11,775.9	(811.7)	10,964.2
Fund: HC2120-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	25,223.4	24,954.2	1,307.8	26,262.0
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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Ticket to Work					
Fund: HC2120-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:		25,223.4	24,954.2	1,307.8	26,262.0
Fund Total:		25,223.4	24,954.2	1,307.8	26,262.0
Program Total For Selected Funds:		35,947.9	36,730.1	496.1	37,226.2

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Ticket to Work

	FY 2019 Actual	FY 2020 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	35,947.9	36,730.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Ticket to Work

	<u>FY 2019 Actual</u>	<u>FY 2020 Expd. Plan</u>
Expenditure Category Total	35,947.9	36,730.1
Appropriated		
AA1000-A General Fund (Appropriated)	10,724.5	11,775.9
	10,724.5	11,775.9
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	25,223.4	24,954.2
	25,223.4	24,954.2
Fund Source Total	35,947.9	36,730.1

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:	Ticket to Work

	FY 2019 Actual	FY 2020 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:	Ticket to Work

	FY 2019 Actual	FY 2020 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:	Ticket to Work

	FY 2019 Actual	FY 2020 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/>		

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 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Actual 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	Estimate 10/1/2020 to 12/31/2020	Estimate 1/1/2021 to 9/30/2021
Total Fund PMPM	249.93	249.93	252.98	252.98	257.88	257.91	271.34	271.34	278.90
FMAP	69.24%	69.89%	69.89%	69.81%	69.81%	70.02%	70.02%	70.30%	70.30%
State Match PMPM	76.88	75.25	76.17	76.37	77.85	77.32	81.35	80.59	82.83
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	57.66	56.44	57.13	57.28	58.39	57.99	61.01	60.44	62.12

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 adjusted growth in the PMPM going back to the program's inception is 4.33%. The annual increase for CY 2019 was 1.94%. The announced parameters that will guide the Calendar Year 2020 PMPM change reflect a projected increase of 5.21%. AHCCCS is using the projected PMPMs published by Federal Funds Information for States (FFIS) in Issue Brief 19-13 (April 5, 2019) as the basis for the CY 2019 PMPM and the CY 2020 PMPM. For the CY 2021 PMPM, AHCCCS is using the average growth for the past three years of 2.79%.
- 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 2020, the first quarter FMAP is 69.81%. Effective 10/1/19 it increases to 70.02%.
- It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).
- 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 BHS percentage is now part of the AHCCCS Acute line following the Merger in FY17. The percentages are as follows:

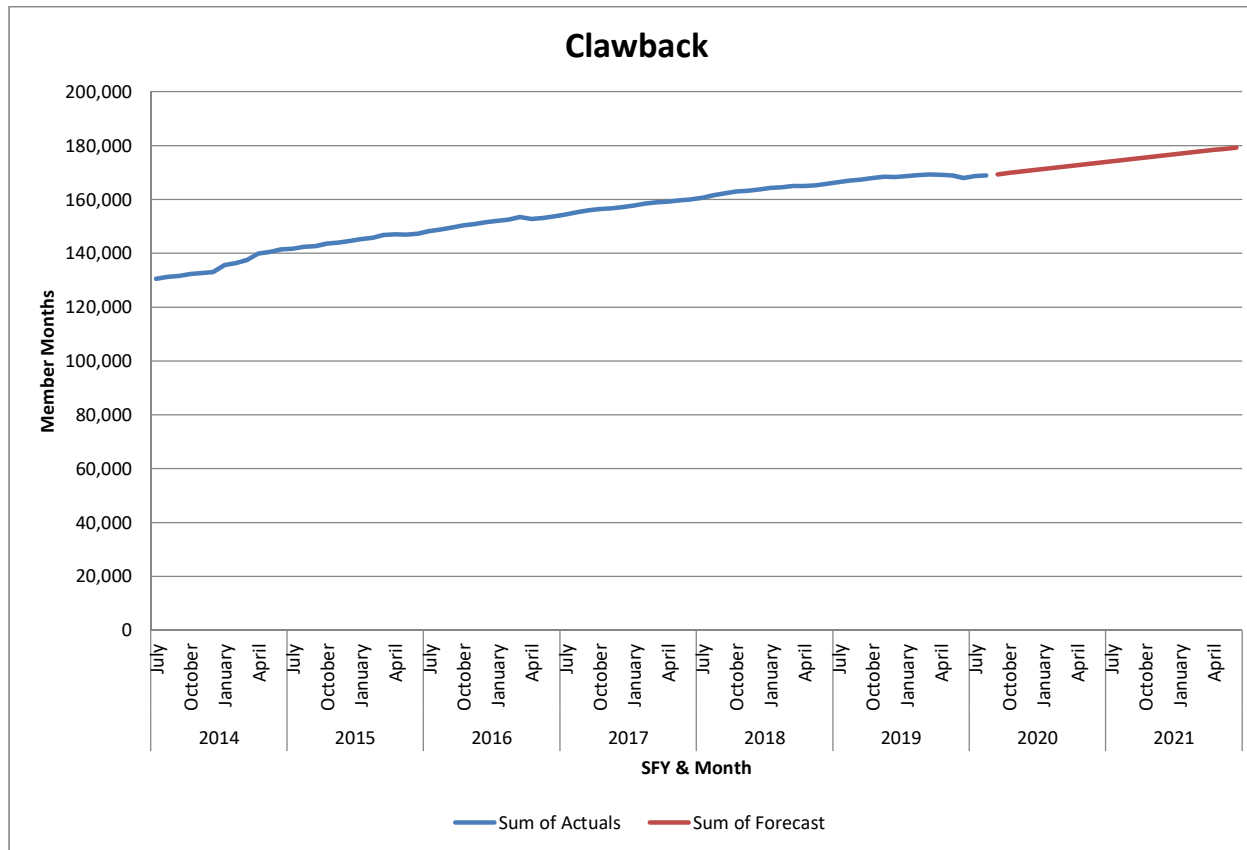
AHCCCS Acute	46.14%
ALTCS-EPD	33.18%
ALTCS-DD (DES)	3.53%
DHS BHS	17.15%

DUAL ELIGIBLE MEMBERSHIP:

AHCCCS is projecting full benefit dual eligible members using an ARIMA forecasting model for the total enrollment (current month and retro enrollment). The methodology results in projected annual year over year growth of 0.70% in SFY 2020 and 2.43% in SFY 2021. Using this methodology, AHCCCS is forecasting that the 168,695 full benefit dual members (billed for clawback) in June 2019 will grow to 170,606 by June 2020 and 174,860 by June 2021. Further enrollment detail can be viewed in the following table.

Clawback Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2015	1,738,055		1,738,055	7.10%
1st Qtr	426,663		426,663	8.46%
2nd Qtr	432,215		432,215	8.59%
3rd Qtr	437,874		437,874	6.90%
4th Qtr	441,303		441,303	4.60%
2016	1,817,029		1,817,029	4.54%
1st Qtr	446,611		446,611	4.68%
2nd Qtr	452,825		452,825	4.77%
3rd Qtr	458,037		458,037	4.60%
4th Qtr	459,556		459,556	4.14%
2017	1,889,887		1,889,887	4.01%
1st Qtr	465,539		465,539	4.24%
2nd Qtr	470,394		470,394	3.88%
3rd Qtr	475,088		475,088	3.72%
4th Qtr	478,866		478,866	4.20%
2018	1,964,120		1,964,120	3.93%
1st Qtr	484,472		484,472	4.07%
2nd Qtr	489,933		489,933	4.15%
3rd Qtr	493,684		493,684	3.91%
4th Qtr	496,031		496,031	3.58%
2019	2,018,544		2,018,544	2.77%
1st Qtr	500,727		500,727	3.36%
2nd Qtr	504,746		504,746	3.02%
3rd Qtr	507,006		507,006	2.70%
4th Qtr	506,065		506,065	2.02%
2020	337,605	1,715,191	2,052,796	1.70%
1st Qtr	337,605	169,316	506,922	1.24%
2nd Qtr		511,045	511,045	1.25%
3rd Qtr		515,291	515,291	1.63%
4th Qtr		519,538	519,538	2.66%
2021		2,120,616	2,120,616	3.30%
1st Qtr		523,784	523,784	3.33%
2nd Qtr		528,031	528,031	3.32%
3rd Qtr		532,277	532,277	3.30%
4th Qtr		536,524	536,524	3.27%



Data

Total Monthly MMs SFY Month	SFY								
	2014	2015	2016	2017	2018	2019	2020	2021	
July	130,536	141,665	148,218	154,389	160,616	166,390	168,662	174,123	
August	131,195	142,379	148,796	155,236	161,551	167,015	168,943	174,595	
September	131,650	142,619	149,597	155,914	162,305	167,322	169,316	175,067	
October	132,311	143,622	150,424	156,495	163,019	167,976	169,877	175,538	
November	132,635	143,981	150,893	156,689	163,254	168,437	170,348	176,010	
December	133,068	144,612	151,508	157,210	163,660	168,333	170,820	176,482	
January	135,668	145,273	152,035	157,692	164,233	168,680	171,292	176,954	
February	136,375	145,794	152,504	158,465	164,481	169,017	171,764	177,426	
March	137,550	146,807	153,498	158,931	164,970	169,309	172,236	177,898	
April	139,938	147,106	152,717	159,196	164,952	169,172	172,707	178,369	
May	140,505	146,930	153,094	159,606	165,272	168,927	173,179	178,841	
June	141,442	147,267	153,745	160,064	165,807	167,966	173,651	179,313	
Grand Total	1,622,873	1,738,055	1,817,029	1,889,887	1,964,120	2,018,544	2,052,796	2,120,616	

TRADITIONAL MEDICAID SERVICES
MEDICARE PART D CLAWBACK

FISCAL YEAR 2021
 BUDGET JUSTIFICATION



In FY 2021, AHCCCS will require additional resources for this state only expenditure. The Acute Care is all General Fund. The ALTCS Clawback payment is split between General Fund and County Funds.

	FY2019 Actual	FY2020 Allocation	FY2020 Rebase	FY2021 Request	FY2021 Inc.(Dec)
AHCCCS ACUTE					
General Fund	73,535,846	75,136,100	76,141,200	80,549,100	5,413,000
AHCCCS ALTCS					
General Fund	16,395,069	19,807,700	18,599,200	19,675,900	(131,800)
County Fund	22,156,351	24,566,900	21,318,100	22,552,300	(2,014,600)
TOTAL ALTCS	38,551,420	44,374,600	39,917,300	42,228,200	(2,146,400)
DES-DD	4,101,462	4,517,800	4,246,800	4,492,600	(25,200)
Grand Total	116,188,728	124,028,500	120,305,300	127,269,900	3,241,400

PROPOSED SOLUTION TO THE PROBLEM:

For FY21, AHCCCS requests an increase of \$5,413,000 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 decrease of \$2,146,400 consisting of a General Fund decrease of \$131,800 and a County Fund decrease of \$2,014,600.

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 CLAWBACK PAYMENT FORECAST
SFY 2020 and SFY 2021**

	AHCCCS Dual Members	Effective Clawback Rate	Total Clawback Payments	AHCCCS Acute (63.29%)	AHCCCS ALTCS (33.18%)	DES DD (3.53%)
2018.7	165,253	57.35	9,477,197	5,998,118	3,144,534	334,545
2018.8	165,785	57.10	9,466,335	5,991,244	3,140,930	334,162
2018.9	166,363	57.22	9,519,613	6,024,963	3,158,607	336,042
2018.10	166,977	57.37	9,580,189	6,063,302	3,178,707	338,181
2018.11	167,293	57.33	9,591,191	6,070,265	3,182,357	338,569
2018.12	167,944	57.38	9,636,434	6,098,899	3,197,369	340,166
2019.1	168,406	57.28	9,646,274	6,105,127	3,200,634	340,513
2019.2	168,297	57.47	9,671,863	6,121,322	3,209,124	341,417
2019.3	168,622	58.53	9,869,175	6,246,201	3,274,592	348,382
2019.4	168,909	58.59	9,895,614	6,262,934	3,283,365	349,315
2019.5	169,121	58.52	9,897,129	6,263,893	3,283,867	349,369
2019.6	168,695	58.91	9,937,714	6,289,579	3,297,334	350,801
SFY19 Actual	2,011,665		116,188,728	73,535,846	38,551,420	4,101,462
2019.7	167,614	58.39	9,786,981	6,194,181	3,247,320	345,480
2019.8	167,633	58.39	9,788,090	6,194,882	3,247,688	345,520
2019.9	167,650	58.39	9,789,106	6,195,525	3,248,025	345,555
2019.10	167,788	58.39	9,797,126	6,200,601	3,250,687	345,839
2019.11	168,141	57.99	9,750,516	6,171,102	3,235,221	344,193
2019.12	168,495	57.99	9,771,021	6,184,079	3,242,025	344,917
2020.1	168,849	57.99	9,791,526	6,197,057	3,248,828	345,641
2020.2	169,202	61.01	10,323,021	6,533,440	3,425,178	364,403
2020.3	169,556	61.01	10,344,594	6,547,093	3,432,336	365,164
2020.4	169,909	61.01	10,366,166	6,560,747	3,439,494	365,926
2020.5	170,263	61.01	10,387,739	6,574,400	3,446,652	366,687
2020.6	170,616	61.01	10,409,312	6,588,053	3,453,810	367,449
SFY20 Rebase	2,025,716		120,305,198	76,141,160	39,917,265	4,246,774
2020.7	170,970	61.01	10,430,884	6,601,707	3,460,967	368,210
2020.8	171,324	61.01	10,452,457	6,615,360	3,468,125	368,972
2020.9	171,677	61.01	10,474,030	6,629,013	3,475,283	369,733
2020.10	172,031	61.01	10,495,602	6,642,667	3,482,441	370,495
2020.11	172,384	60.44	10,418,916	6,594,132	3,456,996	367,788
2020.12	172,738	60.44	10,440,287	6,607,658	3,464,087	368,542
2021.1	173,092	60.44	10,461,658	6,621,183	3,471,178	369,297
2021.2	173,445	62.12	10,775,280	6,819,675	3,575,238	380,367
2021.3	173,799	62.12	10,797,247	6,833,578	3,582,527	381,143
2021.4	174,152	62.12	10,819,214	6,847,480	3,589,815	381,918
2021.5	174,506	62.12	10,841,181	6,861,383	3,597,104	382,694
2021.6	174,860	62.12	10,863,148	6,875,286	3,604,392	383,469
SFY21 Request	2,074,978		127,269,903	80,549,121	42,228,154	4,492,628

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
MEDICARE PART D CLAWBACK PMPM**

	Actual 1/1/2017 to 9/30/2017	Actual 10/1/2017 to 12/31/2017	Actual 1/1/2018 to 9/30/2018	Actual 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	Estimate 10/1/2020 to 12/31/2020	Estimate 1/1/2021 to 9/30/2021
Total Fund PMPM	249.93	249.93	252.98	252.98	257.88	257.91	271.34	271.34	278.90
FMAP	69.24%	69.89%	69.89%	69.81%	69.81%	70.02%	70.02%	70.30%	70.30%
State Match PMPM	76.88	75.25	76.17	76.37	77.85	77.32	81.35	80.59	82.83
Clawback %	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%	75.00%
Clawback PMPM	57.66	56.44	57.13	57.28	58.39	57.99	61.01	60.44	62.12
PMPM Increase	11.94%		1.22%		1.94%		5.21%		2.79%

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System					
		FY 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Acute Care Clawback Payments					
Fund: AA1000-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	73,535.8	75,136.1	5,413.0	80,549.1
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:		73,535.8	75,136.1	5,413.0	80,549.1
Fund Total:		73,535.8	75,136.1	5,413.0	80,549.1
Program Total For Selected Funds:		73,535.8	75,136.1	5,413.0	80,549.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Acute Care Clawback Payments

	FY 2019 Actual	FY 2020 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	73,535.8	75,136.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Acute Care Clawback Payments

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	73,535.8	75,136.1
Appropriated		
AA1000-A General Fund (Appropriated)	73,535.8	75,136.1
Fund Source Total	73,535.8	75,136.1

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	
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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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

Program Description

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 2021
BUDGET 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 this new law, the FY 2017 aggregate national reduction would have been \$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) further 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)

Preliminary 2019 Estimates for National Allotment and Arizona Allotment from Preliminary Allocation were provided by CMS in February 2019.

**PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE**

FISCAL YEAR 2021
BUDGET JUSTIFICATION



AHCCCS is projecting the FFY 2020 allotment for Arizona will be reduced by 16.3% from the FFY 2019 base allotment based on the proportional reduction to the national allotment of \$4.0 billion in FFY 2020. The FY 2021 allotment would then be reduced by another \$4.0 billion, bringing the Arizona Allotment down to an estimated \$78,839,900 (a 32.3% reduction from FFY 2019).

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 2019
2012 Actual	103,891,000		103,891,000	-10.9%
2013 Actual	106,384,400		106,384,400	-8.7%
2014 Actual	107,980,100		107,980,100	-7.3%
2015 Actual	109,815,903	-	109,815,903	-5.8%
2016 Actual	110,145,351	-	110,145,351	-5.5%
2017 Actual	111,136,659	-	111,136,659	-4.6%
2018 Actual	113,803,939	-	113,803,939	-2.3%
2019 Prelim	116,535,200	-	116,535,200	0.0%
2020 Est	118,992,500	(21,417,400)	97,575,100	-16.3%
2020 Est	121,674,800	(42,834,900)	78,839,900	-32.3%

The FY 2020 Appropriation assumed that Congress would once again delay the national DSH reductions. In the attached worksheets, the “Appropriation” does not include the reduction, while the “Rebase” and “Request” does incorporate the reduction.

Appropriated/Private DSH

- The SFY 2020 appropriation for DSH of \$5,087,100 Total Fund (\$265,300 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 (\$265,300 General Fund)
- These same total fund amounts are carried forward for SFY 2021. Due to the change in FMAP for FFY 2021, the General Fund portion of the private hospital appropriation is decreased by \$2,500 to \$262,800.



Non-Appropriated Arizona State Hospitals (ASH)

- Laws 2019, Chapter 270, Section 15, includes a FY 2020 expenditure plan for the Arizona State Hospital of \$28,474,900 Total Fund (\$8,536,800 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 2021. Due to the change in FMAP for FFY 2021, the state match portion of the ASH appropriation is decreased by \$79,800 to \$8,457,000. 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 increases by \$139,600, from \$19,878,300 to \$20,017,900.

Non-Appropriated Maricopa Integrated Health Systems (MIHS)

- Laws 2019, Chapter 270, Section 15, includes a FY 2020 expenditure plan for the Maricopa Integrated Health Systems of \$109,616,200 Total Fund (\$34,122,800 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 \$105,876,700 (SM of \$33,001,700). This change will reduce the federal match available for deposit in the General Fund by \$2,618,400 from \$75,493,400 based on the appropriation to \$72,875,000 in FY 2020 rebase. This assumes that Maricopa will retain the \$4,202,300 historically appropriated.
- For FY 2021, the additional allotment reduction further reduces the maximum amount available for MIHS to \$78,585,800 (SM of \$24,588,100). This further reduces the federal match available for deposit in the GF by \$18,877,300 from \$72,875,000 to \$53,997,700.

Pool 5 Local Funded

- The FY 2020 appropriation included \$40,980,200 TF (\$12,285,900 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 or FY 2021. 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.

If the allotment reduction does take place, the changes to ASH and MIHS will result in a net decrease to federal monies deposited to the General Fund as shown in the table below:

	GF Deposit	Change
FY20 Approp	95,431,500	
FY20 Rebase	92,753,300	(2,678,200)
FY21 Request	74,015,600	(18,737,700)

**PAYMENTS TO HOSPITALS
DISPROPORTIONATE SHARE**

FISCAL YEAR 2021
BUDGET JUSTIFICATION



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 2018 DSH payments may be made through 9/30/20.
- 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
SFY19 - SFY21
Attachment A (Not Including Prior Year Adjustments)

Appropriated		SFY2019 Actual ⁴	SFY2020 Appropriation ⁵	SFY2020 Rebase	SFY2021 Request ⁷	SFY2021 Inc./(Dec.)
	(SM)	-	-	-	-	-
MIHS	(TF)	4,202,300	4,202,300	4,202,300	4,202,300	-
	(SM)	6,553,000	12,285,900	-	-	(12,285,900)
Pool 5 Local Funded ⁶	(TF)	21,705,900	40,980,200	-	-	(40,980,200)
	(SM)	267,100	265,300	265,300	262,800	(2,500)
Private Hospitals	(TF)	884,800	884,800	884,800	884,800	-
	(SM)	6,820,100	12,551,200	265,300	262,800	(12,288,400)
Appropriated Subtotal	(TF)	26,793,000	46,067,300	5,087,100	5,087,100	(40,980,200)
			265,300	265,300	262,800	
			5,087,100	5,087,100	5,087,100	
Non-Appropriated						
	(SM)	618,200	-	-	-	-
Pool 5 Local Funded ⁶	(TF)	2,047,800	-	-	-	-
	(SM)	8,596,600	8,536,800	8,596,600	8,457,000	(79,800)
ASH	(TF)	28,474,900	28,474,900	28,474,900	28,474,900	-
	(SM)	34,361,800	34,122,800	33,001,700	24,588,100	(9,534,700)
MIHS	(TF)	109,616,200	109,616,200	105,876,700	78,585,800	(31,030,400)
	(SM)	43,576,600	42,659,600	41,598,300	33,045,100	(9,614,500)
Non-Approp Subtotal	(TF)	140,138,900	138,091,100	134,351,600	107,060,700	(31,030,400)
Total						
	(SM)	7,171,200	12,285,900	-	-	(12,285,900)
	(FM)	16,582,500	28,694,300	-	-	(28,694,300)
Pool 5 Local Funded	(TF)	23,753,700	40,980,200	-	-	(40,980,200)
	(SM)	8,596,600	8,536,800	8,596,600	8,457,000	(79,800)
ASH ²	(TF)	28,474,900	28,474,900	28,474,900	28,474,900	-
	(SM)	34,361,800	34,122,800	33,001,700	24,588,100	(9,534,700)
MIHS	(TF)	113,818,500	113,818,500	110,079,000	82,788,100	(31,030,400)
	(SM)	267,100	265,300	265,300	262,800	(2,500)
Private Hospitals (Approp)	(TF)	884,800	884,800	884,800	884,800	-
	(SM)	50,396,700	55,210,800	41,863,600	33,307,900	(21,902,900)
Total³	(TF)	166,931,900	184,158,400	139,438,700	112,147,800	(72,010,600)

Net GF Revenue	95,132,700	95,431,500	92,753,300	74,015,600
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Total Federal Expense	116,535,200	128,947,600	97,575,100	78,839,900
Federal Allotment ⁸	116,535,200	97,575,100	97,575,100	78,839,900
Federal Allotment Variance ⁹	-	(31,372,500)	-	-

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 (69.81% in FFY19; 70.02% in FFY20; 70.30% in FFY21)
- 4) FY19 Actual Expenditures include planned administrative adjustments and do not include prior year reconciliations, therefore, do not tie to AFIS for FY19. Additionally, the SM for ASH and MIHS is CPE and therefore does not flow through AFIS.
- 5) FY20 Appropriation based on Laws 2019, Chapter 270, Section 15 and Laws 2019, Chapter 263, 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) FFY19 DSH Allotment is preliminary from CMS (Fed Reg V84, N28, February 11, 2019). FFY20 and FFY21 DSH Allotments based on proposed national allotment reductions in current law and assume that AZ experiences proportional allotment reductions to CMS estimated FY18 reduction proposal.
- 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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 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	4,202.3	5,087.1	0.0	5,087.1
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
Expenditure Categories Total:	4,202.3	5,087.1	0.0	5,087.1
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	0.0	265.3	(2.5)	262.8
	0.0	265.3	(2.5)	262.8
Non-Appropriated Funds				
HC2120-N AHCCCS Fund (Non-Appropriated)	4,202.3	4,821.8	2.5	4,824.3
	4,202.3	4,821.8	2.5	4,824.3
Fund Source Total:	4,202.3	5,087.1	0.0	5,087.1

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System

FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Program: SLI Disproportionate Share Payments

Fund: AA1000-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	265.3	(2.5)	262.8
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:	0.0	265.3	(2.5)	262.8

Fund Total: 0.0 265.3 (2.5) 262.8

Fund: HC2120-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	4,202.3	4,821.8	2.5	4,824.3
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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Disproportionate Share Payments					
Fund: HC2120-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:		4,202.3	4,821.8	2.5	4,824.3
Fund Total:		4,202.3	4,821.8	2.5	4,824.3
Program Total For Selected Funds:		4,202.3	5,087.1	0.0	5,087.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments

	FY 2019 Actual	FY 2020 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	4,202.3	5,087.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	4,202.3	5,087.1
Appropriated		
AA1000-A General Fund (Appropriated)	0.0	265.3
	0.0	265.3
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	4,202.3	4,821.8
	4,202.3	4,821.8
Fund Source Total	4,202.3	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

	FY 2019 Actual	FY 2020 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 Disproportionate Share Payments

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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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Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments Voluntary Match

Expenditure Categories	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 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	7,439.8	40,980.2	(40,980.2)	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:	7,439.8	40,980.2	(40,980.2)	0.0
Fund Source				
Non-Appropriated Funds				
HC2120-N AHCCCS Fund (Non-Appropriated)	4,501.5	28,694.3	(28,694.3)	0.0
HC2500-N IGA and ISA Fund (Non-Appropriated)	2,938.3	12,285.9	(12,285.9)	0.0
	7,439.8	40,980.2	(40,980.2)	0.0
Fund Source Total:	7,439.8	40,980.2	(40,980.2)	0.0

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System					
		FY 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Disproportionate Share Payments Voluntary Match					
Fund: HC2120-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	4,501.5	28,694.3	(28,694.3)	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:		4,501.5	28,694.3	(28,694.3)	0.0
Fund Total:		4,501.5	28,694.3	(28,694.3)	0.0
Fund: HC2500-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	2,938.3	12,285.9	(12,285.9)	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 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	SLI Disproportionate Share Payments Voluntary Match			
Fund:	HC2500-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:	2,938.3	12,285.9	(12,285.9)	0.0
Fund Total:	2,938.3	12,285.9	(12,285.9)	0.0
Program Total For Selected Funds:	7,439.8	40,980.2	(40,980.2)	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments Voluntary Match

	FY 2019 Actual	FY 2020 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	7,439.8	40,980.2

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Disproportionate Share Payments Voluntary Match

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	7,439.8	40,980.2
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	4,501.5	28,694.3
HC2500-N IGA and ISA Fund (Non-Appropriated)	2,938.3	12,285.9
	7,439.8	40,980.2
Fund Source Total	7,439.8	40,980.2

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	
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 Disproportionate Share Payments Voluntary Match

	FY 2019 Actual	FY 2020 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 Disproportionate Share Payments Voluntary Match

	FY 2019 Actual	FY 2020 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:	SLI Disproportionate Share Payments Voluntary Match

	FY 2019 Actual	FY 2020 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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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.

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.

In FY 2019, sixteen hospitals received GME payments totaling \$335,141,000 TF (\$101,691,300 State Match). These payments were a combination of GME Year 2017 and GME Year 2018 payments. The state has a two year window to claim GME payments. Payments for St. Joseph’s Hospital and Phoenix Children’s Hospital which typically lag for one year, caught up in SFY19 and all of the GME Year 2018 payments were made.

The FY20 rebase is based on the GME Year 2019 spending plan for a projected total of \$337,614,500 Total Fund (\$101,858,300 State Match) with 20 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.

PAYMENTS TO HOSPITALS
GRADUATE MEDICAL EDUCATION

FISCAL YEAR 2021
BUDGET JUSTIFICATION



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 2021 request is based on the blended FMAP for SFY 2020 of 69.97% (25% at the FFY 2019 FMAP of 69.81% and 75% at the FFY 2020 FMAP of 70.02%).

Voluntary GME payments were appropriated for the first time in SFY 2013. In SFY 2019, the appropriation is \$293,607,800 Total Fund (\$88,581,500 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 2021 request is based on the GME Year 2019 spending plan amounts of \$337,614,500 Total Fund (\$101,394,100 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.

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.

The FY 2020 appropriation includes General Fund Appropriations for GME for the first time since FY 2010. In order to increase GME payments for hospitals located in health professional shortage areas, \$9,943,700 Total Fund (\$3,000,000 GF) was appropriated. The three year spending plan associated with the FY20 budget assumes that these amounts will increase as shown on the table on the following page.

Priority for this funding will be given to programs at hospitals in counties with a higher percentage of persons residing in a health professional shortage area. This funding can only be used to reimburse direct costs and cannot supplement or supplant voluntary payments. AHCCCS intends to prioritize child/adolescent psychiatry in rural areas.

**PAYMENTS TO HOSPITALS
GRADUATE MEDICAL EDUCATION**

FISCAL YEAR 2021
BUDGET JUSTIFICATION



	GF	FF	TF
FY20	3,000,000	6,943,700	9,943,700
Rural	1,666,700	3,857,700	5,524,400
Urban	1,333,300	3,086,000	4,419,300
FY21	6,000,000	13,978,400	19,978,400
Rural	3,333,400	7,765,900	11,099,300
Urban	2,666,600	6,212,400	8,879,000
FY22	9,000,000	21,231,800	30,231,800
Rural	5,000,000	11,795,500	16,795,500
Urban	4,000,000	9,436,300	13,436,300

AHCCCS will be engaging hospital stakeholders in a workgroup regarding this new funding. However, before any funding can be disbursed, the state must receive CMS State Plan Amendment (SPA) approval and there will be the rule-making process. Since this new funding is targeting new residency slots, it is anticipated that it will take a least a year to implement this program. Therefore, AHCCCS is recommending that the dollars appropriated for FY20 be shifted into FY21 and the increases slated for FY21 and FY22 be shifted into FY22 and FY23.

AHCCCS was also appropriated \$750,000 General Fund in one-time funding for community health centers for provider shortages in Northern Arizona.

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 2021 BUDGET
VOLUNTARY GRADUATE MEDICAL EDUCATION PROGRAM**

	FY2019 Actual	FY2020 Approp	FY2020 Rebase	FY2021 Request	FY2021 Inc./(Dec.)
Voluntary GME:					
State and Local Match	101,691,250	88,581,500	101,858,300	101,394,100	12,812,600
Federal Funds	233,449,717	205,026,300	235,756,200	236,220,400	31,194,100
Total Voluntary GME	<u>335,140,967</u>	<u>293,607,800</u>	<u>337,614,500</u>	<u>337,614,500</u>	<u>44,006,700</u>
Health Professional Shortage GME:					
General Fund	-	3,000,000	-	3,000,000	-
Federal Funds	-	6,943,700	-	6,943,700	-
Total HPS GME	<u>-</u>	<u>9,943,700</u>	<u>-</u>	<u>9,943,700</u>	<u>-</u>
Community Health Center GME:					
General Fund	-	750,000	750,000	-	(750,000)
Total GME:					
General Fund	-	3,750,000	750,000	3,000,000	(750,000)
State and Local Match (IGA)	101,691,250	88,581,500	101,858,300	101,394,100	12,812,600
Federal Funds	233,449,717	211,970,000	235,756,200	243,164,100	31,194,100
Total GME	<u>335,140,967</u>	<u>304,301,500</u>	<u>338,364,500</u>	<u>347,558,200</u>	<u>43,256,700</u>
Effective FMAP	69.66%	69.83%	69.83%	69.97%	

Notes:

- 1) The FY 2019 Actual payments include payments associated with GME years 2017 and 2018.
- 2) The FY 2020 Rebase includes the 2019 GME Plan.
- 3) The FY 2021 Request is based on the 2019 GME plan.
- 4) Actual GME amounts for FY 2020 and FY 2021 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 2021 amount will be based on the blended SFY 2020 FMAP.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request	
Program:	SLI Graduate Medical Education				
Fund:	AA1000-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	0.0	3,750.0	(750.0)	3,000.0	3,000.0
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:	0.0	3,750.0	(750.0)	3,000.0	3,000.0
Fund Total:	0.0	3,750.0	(750.0)	3,000.0	3,000.0
Fund:	HC2120-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	233,449.7	211,970.0	31,194.1	243,164.1	243,164.1
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI Graduate Medical Education			
Fund:	HC2120-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:	233,449.7	211,970.0	31,194.1	243,164.1
Fund Total:	233,449.7	211,970.0	31,194.1	243,164.1
Fund:	HC2500-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	101,691.2	88,581.5	12,812.6	101,394.1
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:	101,691.2	88,581.5	12,812.6	101,394.1
Fund Total:	101,691.2	88,581.5	12,812.6	101,394.1
Fund:	HC9691-N County Funds			
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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019	FY 2020	FY 2021	FY 2021	
	Actual	Expd. Plan	Fund. Issue	Total Request	
Program:	SLI Graduate Medical Education				
Fund:	HC9691-N County Funds				
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
Program Total For Selected Funds:		335,140.9	304,301.5	43,256.7	347,558.2

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Graduate Medical Education

	FY 2019 Actual	FY 2020 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	335,140.9	304,301.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Graduate Medical Education

	<u>FY 2019 Actual</u>	<u>FY 2020 Expd. Plan</u>
Expenditure Category Total	335,140.9	304,301.5
Appropriated		
AA1000-A General Fund (Appropriated)	0.0	3,750.0
	0.0	3,750.0
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	233,449.7	211,970.0
HC2500-N IGA and ISA Fund (Non-Appropriated)	101,691.2	88,581.5
HC9691-N County Funds (Non-Appropriated)	0.0	0.0
	335,140.9	300,551.5
Fund Source Total	335,140.9	304,301.5

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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Graduate Medical Education

	FY 2019 Actual	FY 2020 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:	SLI Graduate Medical Education

	FY 2019 Actual	FY 2020 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:	SLI Graduate Medical Education

	FY 2019 Actual	FY 2020 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
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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 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. 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:

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.

RURAL HOSPITALS APPROPRIATION
CRITICAL ACCESS HOSPITALS

FISCAL YEAR 2021
 BUDGET JUSTIFICATION



EXPENDITURE BY HOSPITAL HISTORY:

Hospital Name	SFY 2010	SFY 2011	SFY 2012	SFY 2013	SFY 2014	SFY 2015	SFY 2016	SFY 2017	SFY 2018	SFY 2019
Wickenburg Regional Hospital	57,683	50,099	40,856	41,260	42,972	287,907	275,611	342,792	365,929	661,386
Benson Hospital	73,806	79,612	70,207	67,361	56,240	436,363	450,234	506,177	517,878	649,394
Northern Cochise Community	88,271	90,437	89,390	77,894	86,644	484,786	461,062	419,254	428,579	616,335
Cochise Regional Hospital (SAMC)	191,053	191,053	149,856	107,754	89,930	430,515	553,589	3,146		
Page Hospital	187,659	207,851	192,344	185,867	179,892	1,108,965	1,058,373	1,222,099	1,080,877	1,529,599
Sage Memorial Hospital	114,332									
Little Colorado Medical Center	263,216	276,649	276,835	279,923	264,264	1,718,660	1,633,205	1,749,299	1,704,776	2,713,072
Copper Queen Hospital	106,323	115,876	146,919	193,712	115,530	842,438	835,802	1,102,644	1,244,192	1,908,060
Holy Cross Hospital	303,043	332,572	312,562	335,194	389,935	2,327,397	2,429,978	2,128,234	2,176,431	3,320,944
Cobre Valley Community Hospital	259,044	283,479	327,912	353,535	365,059	2,050,000	1,831,541	2,044,046	2,012,083	3,550,731
White Mountain Regional Medical Center	55,569	72,372	67,375	57,501	51,145	315,963	278,194	285,399	271,444	419,150
Florence Community Healthcare			25,744							
La Paz Regional Hospital					58,391	488,905	684,311	688,808	689,711	1,085,628
Total	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	16,454,300

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)

Hospital Name	SFY 2010	SFY 2011	SFY 2012	SFY 2013	SFY 2014	SFY 2015	SFY 2016	SFY 2017	SFY 2018	SFY 2019
Wickenburg Regional Hospital	57,683	50,099	40,856	41,260	42,972	287,907	275,611	342,792	365,929	661,386
Benson Hospital	73,806	79,612	70,207	67,361	56,240	436,363	450,234	506,177	517,878	649,394
Northern Cochise Community	88,271	90,437	89,390	77,894	86,644	484,786	461,062	419,254	428,579	616,335
Cochise Regional Hospital (SAMC)	191,053	191,053	149,856	107,754	89,930	430,515	553,589	3,146		
Page Hospital	187,659	207,851	192,344	185,867	179,892	1,108,965	1,058,373	1,222,099	1,080,877	1,529,599
Sage Memorial Hospital	114,332									
Little Colorado Medical Center	263,216	276,649	276,835	279,923	264,264	1,718,660	1,633,205	1,749,299	1,704,776	2,713,072
Copper Queen Hospital	106,323	115,876	146,919	193,712	115,530	842,438	835,802	1,102,644	1,244,192	1,908,060
Holy Cross Hospital	303,043	332,572	312,562	335,194	389,935	2,327,397	2,429,978	2,128,234	2,176,431	3,320,944
Cobre Valley Community Hospital	259,044	283,479	327,912	353,535	365,059	2,050,000	1,831,541	2,044,046	2,012,083	3,550,731
White Mountain Regional Medical Center	55,569	72,372	67,375	57,501	51,145	315,963	278,194	285,399	271,444	419,150
Florence Community Healthcare			25,744							
La Paz Regional Hospital					58,391	488,905	684,311	688,808	689,711	1,085,628
Total	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	16,454,300

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2021 BUDGET REQUEST
CRITICAL ACCESS HOSPITAL PROGRAM**

	FY 2019 Actual	FY 2020 Appropriation	FY 2020 Rebase	FY 2021 Request	FY 2021 Increase/(Decrease)
General Funds	4,967,553	4,933,000	4,933,000	4,886,900	(46,100)
Federal Funds	11,486,747	11,521,300	11,521,300	11,567,400	46,100
Total Funds	16,454,300	16,454,300	16,454,300	16,454,300	-
FMAP	69.81%	70.02%	70.02%	70.30%	

Notes:

- 1) Critical Access Hospital payments are made twice per year.
- 2) FY2020 FMAP of 70.02% is assumed to increase to 70.30% in FY2021.
- 3) FY2019 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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Critical Access Hospitals			
Fund:	AA1000-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	4,967.6	4,933.0	(46.1)	4,886.9
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
Appropriated Total:	4,967.6	4,933.0	(46.1)	4,886.9
Fund Total:	4,967.6	4,933.0	(46.1)	4,886.9
Fund:	HC2120-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	11,486.7	11,521.3	46.1	11,567.4
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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: Critical Access Hospitals					
Fund: HC2120-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:		11,486.7	11,521.3	46.1	11,567.4
Fund Total:		11,486.7	11,521.3	46.1	11,567.4
Program Total For Selected Funds:		16,454.3	16,454.3	0.0	16,454.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Critical Access Hospitals

	FY 2019 Actual	FY 2020 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	16,454.3	16,454.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Critical Access Hospitals

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	16,454.3	16,454.3
Appropriated		
AA1000-A General Fund (Appropriated)	4,967.6	4,933.0
	4,967.6	4,933.0
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	11,486.7	11,521.3
	11,486.7	11,521.3
Fund Source Total	16,454.3	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

	FY 2019 Actual	FY 2020 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:	Critical Access Hospitals

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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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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.

RURAL HOSPITALS APPROPRIATION
RURAL HOSPITAL REIMBURSEMENT

FISCAL YEAR 2021
 BUDGET JUSTIFICATION



ACTUAL PAYMENTS TO RURAL HOSPITALS:

Hospital	FY 10	FY 11	FY 12	FY 13	FY 14	FY 15	FY 16	FY 17	FY 18	FY 19
Arizona Regional - Apache Junction										
Banner Goldfield					151,039	149,135	183,879	212,011	127,443	140,859
Banner Ironwood			507,278	1,030,983	1,034,012	1,153,452	1,048,949	1,029,870	994,214	1,010,217
Benson Hospital	41,446	40,293	34,122	33,187	39,957	44,550	31,711	29,273	21,618	12,091
Carondelet Holy Cross Hospital	463,114	412,572	430,066	600,438	642,692	508,722	462,631	401,430	476,610	642,037
Cobre Valley Community Hospital	471,290	405,787	519,808	652,241	785,577	728,215	574,973	577,878	598,216	747,764
Copper Queen Community Hospital	48,009	52,910	72,445	53,462	51,178	51,575	44,047	28,811	14,504	17,274
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	159,376
Mt. Graham Regional Medical Center	877,182	974,672	873,737	738,565	598,766	675,011	635,126	550,551	487,930	446,440
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	2,036,687
Northern Cochise Community	64,296	105,409	61,539	39,189	60,428	61,655	48,649	44,317	40,668	48,469
Page Hospital	262,838	243,871	219,323	292,992	306,840	279,519	233,119	215,552	232,396	238,196
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	420,519
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	1,581,099
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	620,497
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	1,672,706
White Mountain Regional Medical Center	76,179	63,986	66,664	44,840	46,745	33,041	26,348	10,262	20,661	17,529
Wickenburg Regional Health Center	27,954	42,065	21,309	17,445	12,303	14,496	22,707	24,590	23,106	16,824
Little Colorado Medical Center	671,917	643,087	615,622	675,986	704,022	756,462	693,410	645,425	764,637	719,262
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	1,610,254
Total	\$12,158,100	\$12,158,100	\$11,843,370	\$11,894,404	\$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

Hospital	FY 10	FY 11	FY 12	FY 13	FY 14	FY 15	FY 16	FY 17	FY 18	FY 19
Arizona Regional - Apache Junction										
Banner Goldfield					151,039	149,135	183,879	212,011	127,443	140,859
Banner Ironwood			507,278	1,030,983	1,034,012	1,153,452	1,048,949	1,029,870	994,214	1,010,217
Benson Hospital	41,446	40,293	34,122	33,187	39,957	44,550	31,711	29,273	21,618	12,091
Carondelet Holy Cross Hospital	463,114	412,572	430,066	600,438	642,692	508,722	462,631	401,430	476,610	642,037
Cobre Valley Community Hospital	471,290	405,787	519,808	652,241	785,577	728,215	574,973	577,878	598,216	747,764
Copper Queen Community Hospital	48,009	52,910	72,445	53,462	51,178	51,575	44,047	28,811	14,504	17,274
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	159,376
Mt. Graham Regional Medical Center	877,182	974,672	873,737	738,565	598,766	675,011	635,126	550,551	487,930	446,440
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	2,036,687
Northern Cochise Community	64,296	105,409	61,539	39,189	60,428	61,655	48,649	44,317	40,668	48,469
Page Hospital	262,838	243,871	219,323	292,992	306,840	279,519	233,119	215,552	232,396	238,196
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	420,519
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	1,581,099
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	620,497
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	1,672,706
White Mountain Regional Medical Center	76,179	63,986	66,664	44,840	46,745	33,041	26,348	10,262	20,661	17,529
Wickenburg Regional Health Center	27,954	42,065	21,309	17,445	12,303	14,496	22,707	24,590	23,106	16,824
Little Colorado Medical Center	671,917	643,087	615,622	675,986	704,022	756,462	693,410	645,425	764,637	719,262
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	1,610,254
Total	\$12,158,100	\$12,158,100	\$11,843,370	\$11,894,404	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100	\$12,158,100

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
STATE FISCAL YEAR 2021 BUDGET REQUEST
RURAL HOSPITAL REIMBURSEMENT PROGRAM**

	<u>FY 2019 Actual</u>	<u>FY 2020 Appropriation</u>	<u>FY 2020 Rebase</u>	<u>FY 2021 Request</u>	<u>FY 2021 Increase/(Decrease)</u>
General Funds	3,670,530	3,645,000	3,645,000	3,611,000	(34,000)
Federal Funds	8,487,570	8,513,100	8,513,100	8,547,100	34,000
Total Funds	12,158,100	12,158,100	12,158,100	12,158,100	-
FMAP	69.81%	70.02%	70.02%	70.30%	

Notes:

- 1) Rural Hospital payments are made once per year.
- 2) FY2020 FMAP of 70.02% is assumed to increase to 70.30% in FY2021.
- 3) FY2019 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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI Rural Hospital Reimbursement			
Fund:	AA1000-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	3,670.5	3,645.0	(34.0)	3,611.0
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:	3,670.5	3,645.0	(34.0)	3,611.0
Fund Total:	3,670.5	3,645.0	(34.0)	3,611.0
Fund:	HC2120-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	8,487.6	8,513.1	34.0	8,547.1
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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Rural Hospital Reimbursement					
Fund: HC2120-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:		8,487.6	8,513.1	34.0	8,547.1
Fund Total:		8,487.6	8,513.1	34.0	8,547.1
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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	12,158.1	12,158.1
Appropriated		
AA1000-A General Fund (Appropriated)	3,670.5	3,645.0
	3,670.5	3,645.0
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	8,487.6	8,513.1
	8,487.6	8,513.1
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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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/>		

TARGETED INVESTMENTS PROGRAM

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>

TARGETED INVESTMENTS PROGRAM

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 \(HB2704\)](#)

TARGETED INVESTMENTS PROGRAM

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).

FISCAL YEAR 2021
BUDGET JUSTIFICATION



TARGETED INVESTMENTS PROGRAM

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		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 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	Targeted Investments Program			
Fund:	HC2130-N Delivery System Reform Incentive Payment Fund			
	Non-Appropriated			
0000 FTE	0.0	0.0	0.0	0.0
6000 Personal Services	1,459.5	0.0	0.0	0.0
6100 Employee Related Expenses	105.9	0.0	0.0	0.0
6200 Professional and Outside Services	138.3	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	64,189.7	90,000.0	(20,000.0)	70,000.0
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	10.0	0.0	0.0	0.0
Non-Appropriated Total:	65,903.4	90,000.0	(20,000.0)	70,000.0
Fund Total:	65,903.4	90,000.0	(20,000.0)	70,000.0
Program Total For Selected Funds:	65,903.4	90,000.0	(20,000.0)	70,000.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2019 Actual	FY 2020 Expd. Plan
FTE	0.0	0.0
Expenditure Category Total	0.0	0.0
<hr/>		
Personal Services	1,459.5	0.0
Boards and Commissions	0.0	0.0
Expenditure Category Total	1,459.5	0.0
Non-Appropriated		
HC2130-N Delivery System Reform Incentive Payment Fund(Non-Ap	1,459.5	0.0
Fund Source Total	1,459.5	0.0
<hr/>		
Employee Related Expenses	105.9	0.0
Expenditure Category Total	105.9	0.0
Non-Appropriated		
HC2130-N Delivery System Reform Incentive Payment Fund(Non-Ap	105.9	0.0
Fund Source Total	105.9	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	103.8	
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	34.5	
Expenditure Category Total	138.3	0.0
Non-Appropriated		
HC2130-N Delivery System Reform Incentive Payment Fund(Non-Ap	138.3	0.0
Fund Source Total	138.3	0.0
<hr/>		
Travel In-State	0.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2019 Actual	FY 2020 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	64,189.7	90,000.0
Expenditure Category Total	64,189.7	90,000.0
Non-Appropriated		
HC2130-N Delivery System Reform Incentive Payment Fund(Non-Ap	64,189.7	90,000.0
Fund Source Total	64,189.7	90,000.0
<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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2019 Actual	FY 2020 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:	Targeted Investments Program

	FY 2019 Actual	FY 2020 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
<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:	Targeted Investments Program

	FY 2019 Actual	FY 2020 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	10.0	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Targeted Investments Program

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	10.0	0.0
Non-Appropriated		
HC2130-N Delivery System Reform Incentive Payment Fund(Non-Ap	10.0	0.0
Fund Source Total	10.0	0.0

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 FY19 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.

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019	FY 2020	FY 2021	FY 2021	
	Actual	Expd. Plan	Fund. Issue	Total Request	
Program:	Programmatic Pass Through Funding				
Fund:	HC1306-N Tobacco Tax and Health Care Fund MNA				
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	700.0	700.0	0.0	700.0
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:		700.0	700.0	0.0	700.0
Fund Total:		700.0	700.0	0.0	700.0
Fund:	HC2120-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	11,028.8	11,028.8	0.0	11,028.8
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Programmatic Pass Through Funding			
Fund:	HC2120-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:	11,028.8	11,028.8	0.0	11,028.8
Fund Total:	11,028.8	11,028.8	0.0	11,028.8
Fund:	HC2494-N Prop 202 - Trauma and Emergency Services			
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	24,227.7	24,227.7	0.0	24,227.7
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:	24,227.7	24,227.7	0.0	24,227.7
Fund Total:	24,227.7	24,227.7	0.0	24,227.7
Fund:	HC2500-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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request	
Program:	Programmatic Pass Through Funding				
Fund:	HC2500-N IGA and ISA 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	8,065.5	8,065.5	0.0	8,065.5	
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:	8,065.5	8,065.5	0.0	8,065.5	
Fund Total:	8,065.5	8,065.5	0.0	8,065.5	
Fund:	HC3791-N AHCCCS - 3rd Party Collection				
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	4,432.4	4,160.0	0.0	4,160.0	
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	(3,495.4)	(2,223.4)	0.0	(2,223.4)	
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 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	Programmatic Pass Through Funding			
Fund:	HC3791-N AHCCCS - 3rd Party Collection			
	Non-Appropriated			
	937.0	1,936.6	0.0	1,936.6
Non-Appropriated Total:				
Fund Total:	937.0	1,936.6	0.0	1,936.6
Program Total For Selected Funds:	44,959.0	45,958.6	0.0	45,958.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Programmatic Pass Through Funding	
	FY 2019 Actual	FY 2020 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		4,160.0
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	4,432.4	
Expenditure Category Total	4,432.4	4,160.0
Non-Appropriated		
HC3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)	4,432.4	4,160.0
Fund Source Total	4,432.4	4,160.0
<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:	Programmatic Pass Through Funding

	FY 2019 Actual	FY 2020 Expd. Plan
Aid to Organizations and Individuals	40,526.6	41,798.6
Expenditure Category Total	40,526.6	41,798.6
Non-Appropriated		
HC1306-N Tobacco Tax and Health Care Fund MNA (Non-Appropriat	700.0	700.0
HC2120-N AHCCCS Fund (Non-Appropriated)	11,028.8	11,028.8
HC2494-N Prop 202 - Trauma and Emergency Services (Non-Approp	24,227.7	24,227.7
HC2500-N IGA and ISA Fund (Non-Appropriated)	8,065.5	8,065.5
HC3791-N AHCCCS - 3rd Party Collection (Non-Appropriated)	(3,495.4)	(2,223.4)
Fund Source Total	40,526.6	41,798.6
<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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2019 Actual	FY 2020 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:	Programmatic Pass Through Funding

	FY 2019 Actual	FY 2020 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
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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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass Through Funding

	FY 2019 Actual	FY 2020 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
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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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Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

		FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program Summary					
4-1	SLI AHCCCS Administration	19,998.5	13,155.2	0.0	13,155.2
4-2	DES Administration	34,457.8	44,358.7	0.0	44,358.7
4-6	Programmatic Pass-Through Funding	833.0	833.0	0.0	833.0
4-7	Proposition 204 - Capitation	3,157,023.0	3,366,811.7	(264,170.7)	3,102,641.0
4-8	Proposition 204 - Reinsurance	69,407.6	76,830.1	9,707.2	86,537.3
4-9	Proposition 204 - Fee-for-Service	568,764.3	632,341.7	(5,849.8)	626,491.9
4-10	Proposition 204 - Medicare	83,497.7	92,427.0	7,390.8	99,817.8
Program Summary Total:		3,933,981.9	4,226,757.4	(252,922.5)	3,973,834.9
Expenditure Categories					
0000	FTE Positions	131.0	131.0	0.0	131.0
6000	Personal Services	8,130.4	5,310.1	0.0	5,310.1
6100	Employee Related Expenses	3,274.2	2,143.0	0.0	2,143.0
6200	Professional and Outside Services	3,980.0	2,583.3	0.0	2,583.3
6500	Travel In-State	6.8	4.6	0.0	4.6
6600	Travel Out of State	11.6	7.9	0.0	7.9
6700	Food	0.0	0.0	0.0	0.0
6800	Aid to Organizations and Individuals	3,879,525.6	4,169,243.5	(252,922.5)	3,916,321.0
7000	Other Operating Expenses	6,584.8	5,569.2	0.0	5,569.2
8000	Equipment	75.3	50.8	0.0	50.8
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	32,393.2	41,845.0	0.0	41,845.0
Expenditure Categories Total:		3,933,981.9	4,226,757.4	(252,922.5)	3,973,834.9
Fund Source					
Appropriated Funds					
AA1000-A	General Fund (Appropriated)	118,068.0	116,113.6	2,433.2	118,546.8
HC1310-A	TPTF Emergency Health Services Account (Appro	17,469.2	16,216.3	0.0	16,216.3
HC2478-A	Budget Neutrality Compliance Fund (Appropriated	3,756.2	3,906.4	0.0	3,906.4
HC2546-A	Prescription Drug Rebate Fund (Appropriated)	60.9	60.9	0.0	60.9
		139,354.3	136,297.2	2,433.2	138,730.4
Non-Appropriated Funds					
HC1303-N	Proposition 204 Protection Account (TPTF) (Non-	36,685.4	34,054.3	0.0	34,054.3
HC2120-N	AHCCCS Fund (Non-Appropriated)	3,411,286.7	3,647,525.3	(312,202.0)	3,335,323.3

Program Summary of Expenditures and Budget Request

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
HC2468-N Arizona Tobacco Litigation Settlement Fund (Non-	98,938.5	102,000.0	0.0	102,000.0
HC2500-N IGA and ISA Fund (Non-Appropriated)	2,765.0	3,397.7	4,830.1	8,227.8
HC2576-N Hospital Assessment (Non-Appropriated)	244,952.0	303,482.9	52,016.2	355,499.1
	3,794,627.6	4,090,460.2	(255,355.7)	3,835,104.5
Fund Source Total:	3,933,981.9	4,226,757.4	(252,922.5)	3,973,834.9

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Fund: AA1000-A General Fund (Appropriated)				
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
4-1 SLI AHCCCS Administration	5,634.0	4,209.3	0.0	4,209.3
4-2 DES Administration	9,828.6	16,815.8	0.0	16,815.8
4-7 Proposition 204 - Capitation	102,607.0	93,254.1	2,601.1	95,855.2
4-9 Proposition 204 - Fee-for-Service	(1.6)	1,834.4	(167.9)	1,666.5
Total	118,068.0	116,113.6	2,433.2	118,546.8

Appropriated Funding

Expenditure Categories

FTE Positions	55.5	55.5	0.0	55.5
Personal Services	2,325.6	1,704.3	0.0	1,704.3
Employee Related Expenses	977.2	716.1	0.0	716.1
Professional and Outside Services	994.2	728.6	0.0	728.6
Travel In-State	3.4	2.5	0.0	2.5
Travel Out of State	5.1	3.8	0.0	3.8
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	102,605.4	95,088.5	2,433.2	97,521.7
Other Operating Expenses	1,906.0	1,889.8	0.0	1,889.8
Equipment	36.2	26.5	0.0	26.5
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	9,214.9	15,953.5	0.0	15,953.5
Expenditure Categories Total:	118,068.0	116,113.6	2,433.2	118,546.8
Fund AA1000-A Total:	118,068.0	116,113.6	2,433.2	118,546.8

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
4-7	Proposition 204 - Capitation	36,685.4	34,054.3	0.0	34,054.3
	Total	36,685.4	34,054.3	0.0	34,054.3

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	36,685.4	34,054.3	0.0	34,054.3
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:	36,685.4	34,054.3	0.0	34,054.3
Fund HC1303-N Total:	36,685.4	34,054.3	0.0	34,054.3

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC1310-A TPTF Emergency Health Services Account (Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
4-7	Proposition 204 - Capitation	17,469.2	16,216.3	0.0	16,216.3
	Total	17,469.2	16,216.3	0.0	16,216.3

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	17,469.2	16,216.3	0.0	16,216.3
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:	17,469.2	16,216.3	0.0	16,216.3
Fund HC1310-A Total:	17,469.2	16,216.3	0.0	16,216.3

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request	
Fund: HC2120-N AHCCCS Fund (Non-Appropriated)					
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
4-1	SLI AHCCCS Administration	14,303.6	8,885.0	0.0	8,885.0
4-2	DES Administration	20,873.0	23,636.5	0.0	23,636.5
4-7	Proposition 204 - Capitation	2,727,846.5	2,899,973.4	(324,467.4)	2,575,506.0
4-8	Proposition 204 - Reinsurance	62,011.0	68,396.4	7,666.0	76,062.4
4-9	Proposition 204 - Fee-for-Service	527,945.7	582,406.9	(1,278.5)	581,128.4
4-10	Proposition 204 - Medicare	58,306.9	64,227.1	5,877.9	70,105.0
	Total	3,411,286.7	3,647,525.3	(312,202.0)	3,335,323.3

Non-Appropriated Funding

Expenditure Categories

FTE Positions	75.5	75.5	0.0	75.5
Personal Services	5,804.8	3,605.8	0.0	3,605.8
Employee Related Expenses	2,297.0	1,426.9	0.0	1,426.9
Professional and Outside Services	2,985.8	1,854.7	0.0	1,854.7
Travel In-State	3.4	2.1	0.0	2.1
Travel Out of State	6.5	4.1	0.0	4.1
Food	0.0	0.0	0.0	0.0
Aid to Organizations and Individuals	3,376,110.1	3,615,003.8	(312,202.0)	3,302,801.8
Other Operating Expenses	4,678.8	3,679.4	0.0	3,679.4
Equipment	39.1	24.3	0.0	24.3
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	19,361.2	21,924.2	0.0	21,924.2
Expenditure Categories Total:	3,411,286.7	3,647,525.3	(312,202.0)	3,335,323.3
Fund HC2120-N Total:	3,411,286.7	3,647,525.3	(312,202.0)	3,335,323.3

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2468-N Arizona Tobacco Litigation Settlement Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
4-7	Proposition 204 - Capitation	98,938.5	102,000.0	0.0	102,000.0
	Total	98,938.5	102,000.0	0.0	102,000.0

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	98,938.5	102,000.0	0.0	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:	98,938.5	102,000.0	0.0	102,000.0
Fund HC2468-N Total:	98,938.5	102,000.0	0.0	102,000.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2478-A Budget Neutrality Compliance Fund (Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
4-2	DES Administration	3,756.2	3,906.4	0.0	3,906.4
	Total	3,756.2	3,906.4	0.0	3,906.4

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	3,756.2	3,906.4	0.0	3,906.4
Expenditure Categories Total:	3,756.2	3,906.4	0.0	3,906.4
Fund HC2478-A Total:	3,756.2	3,906.4	0.0	3,906.4

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2500-N IGA and ISA Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
4-6	Programmatic Pass-Through Funding	833.0	833.0	0.0	833.0
4-7	Proposition 204 - Capitation	1,932.0	2,564.7	4,830.1	7,394.8
	Total	2,765.0	3,397.7	4,830.1	8,227.8

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	2,765.0	3,397.7	4,830.1	8,227.8
	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:	2,765.0	3,397.7	4,830.1	8,227.8
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Fund HC2500-N Total:	2,765.0	3,397.7	4,830.1	8,227.8
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Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2546-A Prescription Drug Rebate Fund (Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
4-1	SLI AHCCCS Administration	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
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	60.9	60.9	0.0	60.9
Expenditure Categories Total:	60.9	60.9	0.0	60.9
Fund HC2546-A Total:	60.9	60.9	0.0	60.9

Program Group Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Fund: HC2576-N Hospital Assessment (Non-Appropriated)				
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
4-7 Proposition 204 - Capitation	171,544.4	218,748.9	52,865.5	271,614.4
4-8 Proposition 204 - Reinsurance	7,396.6	8,433.7	2,041.2	10,474.9
4-9 Proposition 204 - Fee-for-Service	40,820.2	48,100.4	(4,403.4)	43,697.0
4-10 Proposition 204 - Medicare	25,190.8	28,199.9	1,512.9	29,712.8
Total	244,952.0	303,482.9	52,016.2	355,499.1

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	244,952.0	303,482.9	52,016.2	355,499.1
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:	244,952.0	303,482.9	52,016.2	355,499.1
Fund HC2576-N Total:	244,952.0	303,482.9	52,016.2	355,499.1
Program 4 Total:	3,933,981.9	4,226,757.4	(252,922.5)	3,973,834.9



FISCAL YEAR 2021

P204 AHCCCS ADMINISTRATION

ADMINISTRATION JUSTIFICATION

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 2020 appropriation is \$13,155,200 (\$4,209,300 General Fund).

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI AHCCCS Administration			
Fund:	AA1000-A General Fund			
Appropriated				
0000 FTE	55.5	55.5	0.0	55.5
6000 Personal Services	2,325.6	1,704.3	0.0	1,704.3
6100 Employee Related Expenses	977.2	716.1	0.0	716.1
6200 Professional and Outside Services	994.2	728.6	0.0	728.6
6500 Travel In-State	3.4	2.5	0.0	2.5
6600 Travel Out of State	5.1	3.8	0.0	3.8
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	1,402.0	1,027.5	0.0	1,027.5
8000 Equipment	36.2	26.5	0.0	26.5
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	(109.7)	0.0	0.0	0.0
Appropriated Total:	5,634.0	4,209.3	0.0	4,209.3
Fund Total:	5,634.0	4,209.3	0.0	4,209.3
Fund:	HC2120-N AHCCCS Fund			
Non-Appropriated				
0000 FTE	75.5	75.5	0.0	75.5
6000 Personal Services	5,804.8	3,605.8	0.0	3,605.8
6100 Employee Related Expenses	2,297.0	1,426.9	0.0	1,426.9
6200 Professional and Outside Services	2,985.8	1,854.7	0.0	1,854.7
6500 Travel In-State	3.4	2.1	0.0	2.1
6600 Travel Out of State	6.5	4.1	0.0	4.1
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	3,166.7	1,967.1	0.0	1,967.1
8000 Equipment	39.1	24.3	0.0	24.3
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI AHCCCS Administration			
Fund:	HC2120-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	0.3	0.0	0.0	0.0
Non-Appropriated Total:	14,303.6	8,885.0	0.0	8,885.0
Fund Total:	14,303.6	8,885.0	0.0	8,885.0
Fund:	HC2546-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:	19,998.5	13,155.2	0.0	13,155.2

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	SLI AHCCCS Administration	
	FY 2019 Actual	FY 2020 Expd. Plan
FTE	131.0	131.0
Expenditure Category Total	131.0	131.0
Appropriated		
AA1000-A General Fund (Appropriated)	55.5	55.5
	55.5	55.5
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	75.5	75.5
	75.5	75.5
Fund Source Total	131.0	131.0
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Personal Services	8,130.4	5,310.1
Boards and Commissions	0.0	0.0
Expenditure Category Total	8,130.4	5,310.1
Appropriated		
AA1000-A General Fund (Appropriated)	2,325.6	1,704.3
	2,325.6	1,704.3
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	5,804.8	3,605.8
	5,804.8	3,605.8
Fund Source Total	8,130.4	5,310.1
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Employee Related Expenses	3,274.2	2,143.0
Expenditure Category Total	3,274.2	2,143.0
Appropriated		
AA1000-A General Fund (Appropriated)	977.2	716.1
	977.2	716.1
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	2,297.0	1,426.9
	2,297.0	1,426.9
Fund Source Total	3,274.2	2,143.0
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Professional and Outside Services		2,583.3
External Prof/Outside Serv Budg And Appn	0.0	
External Investment Services	0.0	
Other External Financial Services	105.1	
Attorney General Legal Services	0.0	
External Legal Services	106.6	
External Engineer/Architect Cost - Exp	0.0	
External Engineer/Architect Cost- Cap	0.0	
Other Design	0.0	
Temporary Agency Services	540.9	
Hospital Services	0.0	
Other Medical Services	24.4	
Institutional Care	0.0	
Education And Training	0.3	
Vendor Travel	3.2	
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 2019 Actual	FY 2020 Expd. Plan
Non - Confidential Specialist Fees	0.0	
Confidential Specialist Fees	0.0	
Outside Actuarial Costs	0.0	
Other Professional And Outside Services	3,199.5	
Expenditure Category Total	3,980.0	2,583.3
Appropriated		
AA1000-A General Fund (Appropriated)	994.2	728.6
	994.2	728.6
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	2,985.8	1,854.7
	2,985.8	1,854.7
Fund Source Total	3,980.0	2,583.3
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Travel In-State	6.8	4.6
Expenditure Category Total	6.8	4.6
Appropriated		
AA1000-A General Fund (Appropriated)	3.4	2.5
	3.4	2.5
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	3.4	2.1
	3.4	2.1
Fund Source Total	6.8	4.6
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Travel Out of State	11.6	7.9
Expenditure Category Total	11.6	7.9
Appropriated		
AA1000-A General Fund (Appropriated)	5.1	3.8
	5.1	3.8
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	6.5	4.1
	6.5	4.1
Fund Source Total	11.6	7.9
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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	0.0	0.0
Expenditure Category Total	0.0	0.0
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Other Operating Expenses		2,994.6
Other Operating Expenditures Budg Approp	0.0	
Other Operating Expenditures Excluded from Cost Allocati	0.0	
Risk Management Charges To State Agency	65.7	
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 2019 Actual	FY 2020 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	290.0	
Internal Service Data Proc- Pc/Lan	0.0	
External Programming-Mainframe/Legacy	1,724.9	
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	19.0	
Pmt for AFIS Development & Usage	0.0	
Internal Service Telecommunications	0.0	
External Telecom Long Distance-In-State	415.8	
External Telecom Long Distance-Out-State	0.0	
Other External Telecommunication Service	0.0	
Electricity	66.6	
Sanitation Waste Disposal	0.0	
Water	6.7	
Gas And Fuel Oil For Buildings	0.8	
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	18.6	
Rental Of Computer Equipment	0.0	
Rental Of Other Machinery And Equipment	5.0	
Miscellaneous Rent	8.0	
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	40.2	
Repair And Maintenance - Vehicles	7.8	
Repair And Maint - Mainframe And Legacy	1.5	
Repair And Maint-Pc/Lan/Serv/Web	0.0	
Repair And Maintenance - Other Equipment	26.9	
Other Repair And Maintenance	103.2	
Software Support And Maintenance	918.9	
Uniforms	0.0	
Inmate Clothing	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI AHCCCS Administration

	FY 2019 Actual	FY 2020 Expd. Plan
Security Supplies	0.0	
Office Supplies	26.8	
Computer Supplies	0.0	
Housekeeping Supplies	16.1	
Bedding And Bath Supplies	0.0	
Drugs And Medicine Supplies	0.0	
Medical Supplies	0.0	
Dental Supplies	0.0	
Automotive And Transportation Fuels	11.8	
Automotive Lubricants And Supplies	0.0	
Rpr And Maint Supplies-Not Auto Or Build	0.0	
Repair And Maintenance Supplies-Building	28.5	
Other Operating Supplies	1.3	
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	7.1	
Conference Registration-Attendance Fees	9.2	
Other Education And Training Costs	5.0	
Advertising	2.0	
Sponsorships	0.0	
Internal Printing	(1.6)	
External Printing	137.1	
Photography	0.0	
Postage And Delivery	316.2	
Document shredding and Destruction Services	3.0	
Translation and Sign Language Services	3.7	
Distribution To State Universities	0.0	
Other Intrastate Distributions	0.0	
Awards	2.7	
Entertainment And Promotional Items	0.1	
Dues	8.2	
Books- Subscriptions And Publications	13.9	
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	83.5	
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 2019 Actual	FY 2020 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.	3.6	
Other Miscellaneous Operating	170.9	
Expenditure Category Total	4,568.7	2,994.6
Appropriated		
AA1000-A General Fund (Appropriated)	1,402.0	1,027.5
	1,402.0	1,027.5
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	3,166.7	1,967.1
	3,166.7	1,967.1
Fund Source Total	4,568.7	2,994.6
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Current Year Expenditures		50.8
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	4.9	
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	5.0	
Works Of Art And Hist Treas-Non Capital	0.0	
Furniture Non-Capital Leases	0.0	
Computer Equipment Non-Capital Purchase	61.5	
Computer Equipment Non-Capital Lease	0.0	
Telecomm Equip Non-Capital Purchase	0.4	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI AHCCCS Administration

	FY 2019 Actual	FY 2020 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	3.5	
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	
Expenditure Category Total	75.3	50.8
Appropriated		
AA1000-A General Fund (Appropriated)	36.2	26.5
	36.2	26.5
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	39.1	24.3
	39.1	24.3
Fund Source Total	75.3	50.8
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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	(48.5)	60.9
Expenditure Category Total	(48.5)	60.9
Appropriated		
AA1000-A General Fund (Appropriated)	(109.7)	0.0
HC2546-A Prescription Drug Rebate Fund (Appropriated)	60.9	60.9
	(48.8)	60.9
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	0.3	0.0
	0.3	0.0
Fund Source Total	(48.5)	60.9

Employee Retirement Coverage			
Retirement System	FTE	Personal Services	Fund#
Arizona State Retirement System	55.5	1,704.3	AA1000-A
Arizona State Retirement System	75.5	3,605.8	HC2120-N

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 2020 appropriation is \$44,358,700 (\$20,722,200 General Fund).

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency:	Arizona Health Care Cost Containment System
Program:	DES Administration

Expenditure Categories	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 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	0.0	0.0	0.0	0.0
7000 Other Operating Expenses	2,016.1	2,574.6	0.0	2,574.6
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	32,441.7	41,784.1	0.0	41,784.1
Expenditure Categories Total:	34,457.8	44,358.7	0.0	44,358.7
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	9,828.6	16,815.8	0.0	16,815.8
HC2478-A Budget Neutrality Compliance Fund (Appropriated)	3,756.2	3,906.4	0.0	3,906.4
	13,584.8	20,722.2	0.0	20,722.2
Non-Appropriated Funds				
HC2120-N AHCCCS Fund (Non-Appropriated)	20,873.0	23,636.5	0.0	23,636.5
	20,873.0	23,636.5	0.0	23,636.5
Fund Source Total:	34,457.8	44,358.7	0.0	44,358.7

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	DES Administration

	FY 2019 Actual	FY 2020 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	0.0
Expenditure Category Total	0.0	0.0
<hr/>		

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	DES Administration

	FY 2019 Actual	FY 2020 Expd. Plan
Other Operating Expenses		2,574.6
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:	DES Administration

	FY 2019 Actual	FY 2020 Expd. Plan
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	2,016.1	
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:	DES Administration

	FY 2019 Actual	FY 2020 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	2,016.1	2,574.6
Appropriated		
AA1000-A General Fund (Appropriated)	504.0	862.3
	504.0	862.3
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	1,512.1	1,712.3
	1,512.1	1,712.3
Fund Source Total	2,016.1	2,574.6

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:	DES Administration

	FY 2019 Actual	FY 2020 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	32,441.7	41,784.1
Expenditure Category Total	32,441.7	41,784.1
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Appropriated		
AA1000-A General Fund (Appropriated)	9,324.6	15,953.5
HC2478-A Budget Neutrality Compliance Fund (Appropriated)	3,756.2	3,906.4
	13,080.8	19,859.9
<hr/>		
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	19,360.9	21,924.2
	19,360.9	21,924.2
Fund Source Total	32,441.7	41,784.1

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 Betlach*).

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.

AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care began on October 1, 2018. This new integrated system joins 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 are now a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

Access to Professional Services Initiative

The Access to Professional Services Initiative (APSI) seeks to provide enhanced support to certain professionals in order to (1) preserve and enhance access to these professionals who deliver essential services to Medicaid recipients in Arizona and (2) support professionals who are critical to professional training and education efforts. APSI is a program to preserve and promote access to medical services through a uniform percentage increase to the Contractors' rates for professional services provided by qualified physicians and non-physician professionals affiliated with designated hospitals who meet the following definition:

- A hospital facility with an ACGME-accredited teaching program and which is operated pursuant to the authority in Arizona Statute Title 48, Chapter 31; or,

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- A hospital facility with:
 - An ACGME-accredited teaching program with a state university, and
 - AHCCCS inpatient discharge utilization volume greater than or equal to 30 percent as calculated by the Arizona Department of Health Services for calendar year 2014; or,
- A freestanding children's hospital or a pediatric unit of a general acute care hospital with greater than one hundred (100) licensed pediatric beds, excluding nursery beds.

The APSI provides a uniform percentage increase of 40% for CY19 and 85% for CY 20 and ongoing to otherwise contracted rates for qualified practitioners for all claims for which AHCCCS is the primary payer. The rate increase is intended to supplement, not supplant, payments to eligible providers.

The State Match funds for APSI are provided by political subdivisions. There is no General Fund impact. In CY19 APSI was included in the capitation rates, however, moving forward into CY20 and CY21 APSI will be paid in quarterly lump sums with an annual reconciliation.

For SFY 2020 in the Proposition 204 Services Program, the estimated APSI costs are \$45,148,700 (TF) and \$6,947,000 (SM - Political Subdivision Fund).

For SFY 2021 in the Proposition 204 Services Program, the estimated APSI costs are \$46,062,600 (TF) and \$7,394,800 (SM - Political Subdivision Fund).

Alternative Payment Model Reconciliation

Value Based Payment Alternative Payment Model (VBP-APM) Initiative promotes contractor activity in the area of quality improvement, particularly those initiatives that contribute to improved health outcomes and cost savings, by aligning the incentives of the Managed Care Organization (MCO) and provider through VBP-APM strategies. Performance Based Payments (PBP) represents payments to MCOs for providers that have met performance measures related to quality and costs. APM Reconciliation payments are made once per year.

For SFY 2020 in the Proposition 204 Services Program, the estimated APM Reconciliation costs are \$9,253,000 (TF) and \$1,423,800 (SM).

For SFY 2021 in the Proposition 204 Services Program, the estimated APM Reconciliation costs are \$9,845,700 (TF) and \$1,580,600 (SM).

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. With the implementation of AHCCCS Complete Care (ACC) in October 2018, the member month rate categories were reorganized. The new categories are Age < 1, Age 1-20, Age 21+, Duals, SSI Without, SMI Integrated, and Births. Due to this update, historical member months by the new rate categories is not included. The resulting member month forecasts were multiplied by estimated capitation rates to project future capitation payments.

Prior period member months 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.

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Below is a chart indicating member month forecasts by the ACC rate categories. SFY 2019 are actuals.

Arizona Health Care Cost Containment System								
Year-to-Year Changes								
STATE FISCAL YEAR	ESA	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	3,298,122	21,049	1,439,586	545,351	16,326	237,623	5,558,057	3,504
<i>FORECAST DATA</i>								
2019-20	3,479,111	20,035	1,454,990	571,550	18,539	248,662	5,792,887	3,707
2020-21	3,636,734	19,160	1,463,978	597,014	21,730	259,224	5,997,841	3,706
STATE FISCAL YEAR	ESA	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<i>FORECAST DATA</i>								
2019-20	5.49%	-4.82%	1.07%	4.80%	13.56%	4.65%	4.23%	5.78%
2020-21	4.53%	-4.37%	0.62%	4.46%	17.21%	4.25%	3.54%	-0.01%

(Above percentages exclude CMDP.)

TANF/1931 (AGE 1-20, AGE 21+) – It is forecast that these populations combined will increase slightly in SFY 2020 by 0.99% and by 0.55% in SFY 2021. These percentage increases are calculated based on the estimated change in total member months for each year. The aggregate forecast is then split by the percentage that each component represented of the total as of August 2019.

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Dual –For FY 2020, member months are expected to increase by 4.80% and then again by 4.46% in FY 2021 as predicted by an ARIMA model incorporating seasonality.

SMI Integrated – The SMI Integrated populations are expected to see modest growth for the forecasting period. An increase of 4.65% is expected in SFY 2020 and growth of 4.25% is forecast for SFY 2021.

Births - 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. An increase of 5.78% is expected in SFY 2020 and the population estimates are held flat for SFY 2021.

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 2019 (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).

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 2019 (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).

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 2020 and 2021 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 2018 to June 2019) 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 included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below.

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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.

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The FMAP applied is the FMAP in effect for the month of the capitation adjustment. The payments made in FY 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for Proposition 204 Services (including ESA) is \$54,723,300 Total Fund (\$7,109,200 General Fund).

Capitation Rates

Overall Acute Capitation rates for CYE 2020 are increasing by 3.8% over the blended rates for CYE 2019 that took effect January 1, 2019. CYE 2020 capitation rates were developed as a rate update from the previously submitted CYE 2019 capitation rates.

Primary drivers of the CYE 2020 rates include:

1. Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for an increase of 0.2%.
2. Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
3. Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of (0.2%).
4. Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rate to reflect the costs to administer and manage the program account for an increase of 0.3%.
5. APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of (0.5%).
6. Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.4%.

In CYE 2020, 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 2021 rate increase of 4.0% for all risk pools.

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Acute Prospective Capitation Rates (Excludes CMDP)

Capitation Rates								
Rate Cells	2019.3	2019.4	2020.1	2020.2	2020.3	2020.4	2021.1	2021.2
Age <1	\$558.73	\$ 587.47	\$ 587.47	\$ 587.47	\$ 587.47	\$ 610.97	\$ 610.97	\$ 610.97
Age 1-20	\$177.39	\$ 187.46	\$ 187.46	\$ 187.46	\$ 187.46	\$ 194.95	\$ 194.95	\$ 194.95
Age 21+	\$360.55	\$ 371.48	\$ 371.48	\$ 371.48	\$ 371.48	\$ 386.34	\$ 386.34	\$ 386.34
Duals	\$143.66	\$ 130.93	\$ 130.93	\$ 130.93	\$ 130.93	\$ 136.16	\$ 136.16	\$ 136.16
SSI w/o	\$1,222.16	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,271.13	\$ 1,271.13	\$ 1,271.13
ESA	\$404.04	\$ 428.93	\$ 428.93	\$ 428.93	\$ 428.93	\$ 446.09	\$ 446.09	\$ 446.09
NEA	\$619.12	\$ 647.22	\$ 647.22	\$ 647.22	\$ 647.22	\$ 673.11	\$ 673.11	\$ 673.11
Delivery	\$5,861.43	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,456.03	\$ 6,456.03	\$ 6,456.03
SMI RBHA	\$2,022.49	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,209.91	\$ 2,209.91	\$ 2,209.91
Crisis RBHA	\$4.55	\$5.55	\$ 5.55	\$ 5.55	\$ 5.55	\$ 5.77	\$ 5.77	\$ 5.77

Note: The rates for CYE 2020 are based on statewide weighted rates at all reinsurance deductible levels and use constant member month weighting based on projected CYE 2020 member months for KidsCare, Traditional Medicaid Services, and Proposition 204.

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



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.

It is assumed that the Regular FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on the Federal Funds Information for States (FFIS) Issue Brief 19-11 (March 27, 2019). FMAP rates for SFY 2020 and 2021 are given, by month, on the table below:

Proposition 204 FMAP												
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%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
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%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Regular	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
ESA	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%

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

**PROPOSITION 204 SERVICES
PROPOSITION 204 CAPITATION**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



and the regular Acute FMAP rate, and federal dollars were increased by a corresponding amount. In FY 2020 and FY 2021, the amount of the family planning adjustment is estimated at \$2,793,000 and \$2,927,400 respectively.

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.

STATUTORY AUTHORITY

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

TOTAL FUND

FY 19 ACTUAL

	<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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	439,607	430,476	447,977	298,788	316,548	322,653	315,328	413,798	313,811	304,607	306,410	308,933	4,218,935
AGE 21+	31,752,617	30,305,710	31,870,817	43,465,268	43,481,166	43,879,940	43,705,154	50,332,358	43,556,867	43,659,074	43,773,957	43,607,533	493,390,463
DUAL	8,580,639	8,042,518	8,584,709	6,414,652	6,459,585	7,847,767	6,503,272	8,331,182	6,553,140	6,547,507	6,563,568	6,577,941	87,006,481
SSI W/O MED	1,522,659	1,409,208	1,455,356	1,652,472	1,658,996	1,684,656	1,607,196	1,941,487	1,611,644	1,688,200	1,750,232	1,726,151	19,708,258
ESA	130,269,402	126,946,519	130,776,145	169,119,285	169,011,126	172,679,825	172,353,664	201,543,193	172,944,956	173,091,079	173,809,775	173,185,347	1,965,730,316
P204 BIRTHS	436,839	575,055	500,077	451,317	441,070	434,022	487,780	384,654	443,688	348,935	379,989	572,595	5,456,021
ESA BIRTHS	205,781	260,905	181,123	204,143	200,629	159,165	169,835	221,337	186,522	235,010	182,522	151,828	2,358,799
SMI P204	14,647,938	14,457,205	14,492,799	15,068,756	15,093,575	15,141,241	15,186,985	15,260,071	15,257,064	15,147,350	15,122,988	15,002,345	179,878,316
SMI ESA	24,119,916	24,484,717	24,318,321	25,356,707	25,304,559	25,251,337	25,705,378	25,779,886	25,998,753	26,077,720	26,502,944	26,317,727	305,217,966
Crisis P204	-	-	-	1,335,397	1,340,691	1,345,482	1,344,397	1,344,553	1,346,953	1,349,137	1,349,699	1,349,317	12,105,625
Crisis ESA	-	-	-	2,195,707	2,202,882	2,221,281	2,235,657	2,257,003	2,261,494	2,263,494	2,261,247	2,265,624	20,164,389
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	211,975,398	206,912,314	212,627,323	265,562,492	265,510,827	270,967,369	269,614,647	307,809,523	270,474,892	270,712,114	272,003,330	271,065,342	3,095,235,570
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	10,086	10,806	7,351	9,474	9,395	6,710	7,420	8,868	8,703	7,615	7,969	7,462	101,858
AGE 21+	496,952	625,167	496,037	782,642	868,190	883,833	1,093,899	841,334	929,167	768,552	934,836	897,219	9,617,827
DUAL	68,133	94,033	59,196	70,581	63,102	73,984	83,160	71,287	67,383	64,804	71,560	63,103	850,326
SSI W/O MED	12,039	7,697	11,419	29,816	52,804	45,704	40,278	36,897	42,033	46,688	48,860	37,754	411,990
ESA	5,703,535	7,136,801	5,339,277	5,619,422	4,951,570	5,342,688	6,245,014	4,717,129	4,565,315	3,883,013	4,854,565	4,957,794	63,316,123
SMI P204	134,171	94,154	114,880	85,407	152,081	178,237	120,284	122,747	136,557	136,335	157,716	166,908	1,599,478
SMI ESA	481,879	654,442	495,389	331,688	469,473	633,565	601,054	362,063	386,982	406,788	478,927	391,219	5,693,469
PPC CAP TOTAL	6,906,794	8,623,101	6,523,549	6,929,030	6,566,616	7,164,721	8,191,109	6,160,325	6,136,142	5,313,793	6,554,431	6,521,459	81,591,072
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	218,882,193	215,535,415	219,150,872	272,491,523	272,077,443	278,132,090	277,805,756	313,969,848	276,611,034	276,025,907	278,557,761	277,586,801	3,176,826,642

TOTAL FUND

FY 20 REBASE

	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	302,200	301,200	300,000	315,900	314,700	313,500	312,400	311,200	310,100	308,900	307,800	306,600	3,704,500
AGE 21+	43,434,300	43,593,800	43,757,300	45,269,400	45,303,400	45,257,900	45,155,500	45,024,200	44,979,700	44,905,700	44,897,100	44,962,200	536,540,500
DUAL	6,682,300	6,709,500	6,746,500	6,157,900	6,203,400	6,237,700	6,260,500	6,276,700	6,306,800	6,305,300	6,345,900	6,383,300	76,615,800
SSI W/O MED	1,753,800	1,777,200	1,800,800	1,824,900	1,849,300	1,873,900	1,898,900	1,924,200	1,949,800	1,975,800	2,002,100	2,028,800	22,659,500
ESA	114,171,900	114,974,000	115,590,500	123,265,300	123,766,600	124,241,900	124,704,600	125,161,500	125,616,200	126,070,500	126,525,500	126,981,600	1,471,070,100
P204 BIRTHS	1,195,700	1,139,400	1,158,100	1,219,900	1,222,100	1,221,400	1,221,600	1,221,500	1,221,600	1,221,600	1,221,600	1,221,600	14,486,100
ESA BIRTHS	650,600	646,400	655,300	684,800	676,700	719,700	686,600	694,600	698,100	693,200	693,300	702,500	8,201,800
SMI P204	15,286,300	15,286,300	15,286,300	16,060,400	16,060,400	16,060,400	16,060,400	16,060,400	16,060,400	16,060,400	16,060,400	16,060,400	190,402,500
SMI ESA	25,807,400	25,955,800	26,104,100	27,582,000	27,737,900	27,893,700	28,049,600	28,205,500	28,361,300	28,517,200	28,673,000	28,828,900	331,716,400
Crisis P204	814,700	815,600	816,200	996,900	997,500	998,000	998,500	999,000	999,400	999,800	1,000,200	1,000,500	11,436,300
Crisis ESA	1,395,900	1,399,800	1,402,800	1,715,400	1,718,200	1,720,700	1,723,000	1,725,100	1,727,100	1,729,000	1,730,800	1,732,500	19,720,300
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	211,495,100	212,599,000	213,617,900	225,092,800	225,850,200	226,538,800	227,071,600	227,603,900	228,230,500	228,787,400	229,457,700	230,208,900	2,686,553,800
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	5,800	5,800	5,800	6,100	6,100	6,100	6,100	6,100	6,100	6,100	6,100	6,100	72,300
AGE 21+	611,200	611,200	611,200	629,700	629,700	629,700	629,700	629,700	629,700	629,700	629,700	629,700	7,500,900
DUAL	50,300	49,600	47,000	46,200	44,200	41,000	47,300	43,700	43,300	48,800	45,100	47,100	553,600
SSI W/O MED	34,700	33,500	40,100	41,400	21,600	14,000	27,000	28,500	27,700	41,200	40,300	34,500	384,500
ESA	2,288,000	2,107,700	1,949,400	2,260,700	2,030,700	2,006,200	3,670,100	3,233,600	3,222,200	3,063,500	2,822,400	2,862,000	31,516,500
SMI P204	71,600	71,600	71,600	75,300	75,300	75,300	75,300	75,300	75,300	75,300	75,300	75,300	892,500
SMI ESA	308,100	334,900	350,400	366,500	363,000	346,600	346,600	346,600	346,600	346,600	346,600	346,600	4,149,100
PPC CAP TOTAL	3,369,700	3,214,300	3,075,500	3,425,900	3,170,600	3,118,900	4,802,100	4,363,500	4,350,900	4,211,200	3,965,500	4,001,300	45,069,400
APSI	1,271,800	1,271,800	1,271,900	-	-	25,830,400	-	-	7,751,400	-	-	7,751,400	45,148,700
APM RECON	-	-	-	-	-	10,567,000	-	-	-	-	-	-	10,567,000
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	216,136,600	217,085,100	217,965,300	228,518,700	229,020,800	266,055,100	231,873,700	231,967,400	240,332,800	232,998,600	233,423,200	241,961,600	2,787,338,900

TOTAL FUND

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	305,500	304,300	303,200	314,200	313,000	311,800	310,700	309,500	308,400	307,200	306,100	305,000	3,698,900
AGE 21+	45,017,300	45,176,700	45,332,000	47,311,800	47,362,600	47,333,400	47,261,100	47,152,500	47,106,600	47,039,600	47,016,700	47,066,800	560,177,100
DUAL	6,404,700	6,421,400	6,444,800	6,691,200	6,729,600	6,768,800	6,791,400	6,813,500	6,842,300	6,832,200	6,871,400	6,909,900	80,521,200
SSI W/O MED	2,055,800	2,083,200	2,110,900	2,224,600	2,254,200	2,284,300	2,314,700	2,345,500	2,376,800	2,408,500	2,440,500	2,473,100	27,372,100
ESA	127,439,100	127,898,000	128,358,600	133,973,600	134,455,900	134,940,000	135,425,800	135,913,400	136,402,700	136,893,800	137,386,700	137,881,300	1,606,968,900
P204 BIRTHS	1,221,600	1,221,600	1,221,600	1,270,400	1,270,400	1,270,400	1,270,400	1,270,400	1,270,400	1,270,400	1,270,400	1,270,400	15,098,400
ESA BIRTHS	691,500	697,000	696,800	722,800	723,800	725,500	722,200	724,700	724,000	723,500	724,100	724,200	8,600,100
SMI P204	16,060,400	16,060,400	16,060,400	16,702,800	16,702,800	16,702,800	16,702,800	16,702,800	16,702,800	16,702,800	16,702,800	16,702,800	198,506,400
SMI ESA	28,984,800	29,140,600	29,296,500	30,630,400	30,792,500	30,954,600	31,116,700	31,278,800	31,440,900	31,603,000	31,765,100	31,927,200	368,931,100
Crisis P204	1,000,900	1,001,200	1,001,600	1,041,900	1,042,300	1,042,600	1,042,900	1,043,200	1,043,400	1,043,700	1,044,000	1,044,300	12,392,000
Crisis ESA	1,734,100	1,735,700	1,737,300	1,808,300	1,809,800	1,811,200	1,812,600	1,814,000	1,815,400	1,816,700	1,817,900	1,819,200	21,532,200
P204 HIF	-	-	-	-	-	14,266,700	-	-	-	-	-	-	14,266,700
ESA HIF	-	-	-	-	-	40,456,600	-	-	-	-	-	-	40,456,600
REG CAP TOTAL	230,915,700	231,740,100	232,563,700	242,692,000	243,456,900	298,868,700	244,771,300	245,368,300	246,033,700	246,641,400	247,345,700	248,124,200	2,958,521,700
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	6,100	6,100	6,100	6,400	6,400	6,400	6,400	6,400	6,400	6,400	6,400	6,400	75,900
AGE 21+	629,700	629,700	629,700	654,900	654,900	654,900	654,900	654,900	654,900	654,900	654,900	654,900	7,783,200
DUAL	51,700	50,400	50,100	56,700	54,000	52,700	58,000	53,900	52,600	57,700	52,800	52,000	642,600
SSI W/O MED	45,400	45,000	35,600	35,200	38,600	39,600	28,300	21,000	30,000	29,000	31,900	40,500	420,100
ESA	2,562,600	2,322,100	2,236,500	2,509,600	2,284,800	2,256,000	3,980,100	3,524,600	3,512,800	3,349,600	3,101,100	3,142,500	34,782,300
SMI P204	75,300	75,300	75,300	78,300	78,300	78,300	78,300	78,300	78,300	78,300	78,300	78,300	930,600
SMI ESA	346,600	346,600	346,600	360,500	360,500	360,500	360,500	360,500	360,500	360,500	360,500	360,500	4,284,300
PPC CAP TOTAL	3,717,400	3,475,200	3,379,900	3,701,600	3,477,500	3,448,400	5,166,500	4,699,600	4,695,500	4,536,400	4,285,900	4,335,100	48,919,000
APSI	-	-	23,774,400	-	-	7,429,400	-	-	7,429,400	-	-	7,429,400	46,062,600
APM RECON	-	-	-	-	-	11,243,900	-	-	-	-	-	-	11,243,900
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	234,633,100	235,215,300	259,718,000	246,393,600	246,934,400	320,990,400	249,937,800	250,067,900	258,158,600	251,177,800	251,631,600	259,888,700	3,064,747,200

FEDERAL FUND

FY 19 ACTUAL

	<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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	307,200	300,900	313,100	208,600	221,000	225,200	220,100	288,900	219,100	212,600	213,900	215,700	2,946,300
AGE 21+	22,191,900	21,180,700	22,274,500	30,343,100	30,354,200	30,632,600	30,510,600	35,137,000	30,407,000	30,478,400	30,558,600	30,442,400	344,511,000
DUAL	5,997,000	5,620,900	5,999,900	4,478,100	4,509,400	5,478,500	4,539,900	5,816,000	4,574,700	4,570,800	4,582,000	4,592,100	60,759,300
SSI W/O MED	1,064,200	984,900	1,017,100	1,153,600	1,158,100	1,176,100	1,122,000	1,355,400	1,125,100	1,178,500	1,221,800	1,205,000	13,761,800
ESA	122,453,200	119,329,700	122,929,600	158,972,100	158,870,500	162,319,000	160,288,900	187,435,200	160,838,800	160,974,700	161,643,100	161,062,400	1,837,117,200
P204 BIRTHS	305,300	401,900	349,500	315,100	307,900	303,000	340,500	268,500	309,700	243,600	265,300	399,700	3,810,000
ESA BIRTHS	193,400	245,300	170,300	191,900	188,600	149,600	157,900	205,800	173,500	218,600	169,700	141,200	2,205,800
SMI P204	10,237,400	10,104,100	10,129,000	10,519,500	10,536,800	10,570,100	10,602,000	10,653,100	10,651,000	10,574,400	10,557,400	10,473,100	125,607,900
SMI ESA	22,672,700	23,015,600	22,859,200	23,835,300	23,786,300	23,736,300	23,906,000	23,975,300	24,178,800	24,252,300	24,647,700	24,475,500	285,341,000
Crisis P204	-	-	-	932,200	935,900	939,300	938,500	938,600	940,300	941,800	942,200	942,000	8,450,800
Crisis ESA	-	-	-	2,064,000	2,070,700	2,088,000	2,079,200	2,099,000	2,103,200	2,105,000	2,103,000	2,107,000	18,819,100
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	185,422,300	181,184,000	186,042,200	233,013,500	232,939,400	237,617,700	234,705,600	268,172,800	235,521,200	235,750,700	236,904,700	236,056,100	2,703,330,200
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	7,000	7,600	5,100	6,600	6,600	4,700	5,200	6,200	6,100	5,300	5,600	5,200	71,200
AGE 21+	347,300	436,900	346,700	546,400	606,100	617,000	763,700	587,300	648,700	536,500	652,600	626,300	6,715,500
DUAL	47,600	65,700	41,400	49,300	44,100	51,600	58,100	49,800	47,000	45,200	50,000	44,100	593,900
SSI W/O MED	8,400	5,400	8,000	20,800	36,900	31,900	28,100	25,800	29,300	32,600	34,100	26,400	287,700
ESA	5,361,300	6,708,600	5,018,900	5,282,300	4,654,500	5,022,100	5,807,900	4,386,900	4,245,700	3,611,200	4,514,700	4,610,700	59,224,800
SMI P204	93,800	65,800	80,300	59,600	106,200	124,400	84,000	85,700	95,300	95,200	110,100	116,500	1,116,900
SMI ESA	453,000	615,200	465,700	311,800	441,300	595,600	559,000	336,700	359,900	378,300	445,400	363,800	5,325,700
PPC CAP TOTAL	6,318,400	7,905,200	5,966,100	6,276,800	5,895,700	6,447,300	7,306,000	5,478,400	5,432,000	4,704,300	5,812,500	5,793,000	73,335,700
FP Mix Adjustment	-	-	654,600	-	-	662,300	-	-	670,100	-	-	678,000	2,665,000
TOTAL	191,740,700	189,089,200	192,662,900	239,290,300	238,835,100	244,727,300	242,011,600	273,651,200	241,623,300	240,455,000	242,717,200	242,527,100	2,779,330,900

FEDERAL FUND

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>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	211,000	210,300	209,400	221,200	220,400	219,500	218,700	217,900	217,100	216,300	215,500	214,700	2,592,000
AGE 21+	30,321,500	30,432,800	30,547,000	31,697,600	31,721,400	31,689,600	31,617,900	31,525,900	31,494,800	31,443,000	31,436,900	31,482,500	375,410,900
DUAL	4,664,900	4,683,900	4,709,700	4,311,800	4,343,600	4,367,600	4,383,600	4,394,900	4,416,000	4,415,000	4,443,400	4,469,600	53,604,000
SSI W/O MED	1,224,300	1,240,700	1,257,100	1,277,800	1,294,900	1,312,100	1,329,600	1,347,300	1,365,200	1,383,500	1,401,900	1,420,600	15,855,000
ESA	106,179,900	106,925,800	107,499,200	114,636,700	115,102,900	115,545,000	112,234,100	112,645,400	113,054,600	113,463,500	113,873,000	114,283,400	1,345,443,500
P204 BIRTHS	834,700	795,400	808,500	854,200	855,700	855,200	855,400	855,300	855,400	855,400	855,400	855,400	10,136,000
ESA BIRTHS	605,100	601,200	609,400	636,900	629,300	669,300	617,900	625,100	628,300	623,900	624,000	632,300	7,502,700
SMI P204	10,671,400	10,671,400	10,671,400	11,245,500	11,245,500	11,245,500	11,245,500	11,245,500	11,245,500	11,245,500	11,245,500	11,245,500	133,223,700
SMI ESA	24,000,900	24,138,900	24,276,800	25,651,300	25,796,200	25,941,100	25,244,600	25,385,000	25,525,200	25,665,500	25,805,700	25,946,000	303,377,200
Crisis P204	568,700	569,400	569,800	698,000	698,400	698,800	699,100	699,500	699,800	700,100	700,300	700,600	8,002,500
Crisis ESA	1,298,200	1,301,800	1,304,600	1,595,300	1,597,900	1,600,300	1,550,700	1,552,600	1,554,400	1,556,100	1,557,700	1,559,300	18,028,900
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	180,580,600	181,571,600	182,462,900	192,826,300	193,506,200	194,144,000	189,997,100	190,494,400	191,056,300	191,567,800	192,159,300	192,809,900	2,273,176,400
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	4,000	4,000	4,000	4,300	4,300	4,300	4,300	4,300	4,300	4,300	4,300	4,300	50,700
AGE 21+	426,700	426,700	426,700	440,900	440,900	440,900	440,900	440,900	440,900	440,900	440,900	440,900	5,248,200
DUAL	35,100	34,600	32,800	32,300	30,900	28,700	33,100	30,600	30,300	34,200	31,600	33,000	387,200
SSI W/O MED	24,200	23,400	28,000	29,000	15,100	9,800	18,900	20,000	19,400	28,800	28,200	24,200	269,000
ESA	2,127,800	1,960,200	1,812,900	2,102,500	1,888,600	1,865,800	3,303,100	2,910,200	2,900,000	2,757,200	2,540,200	2,575,800	28,744,300
SMI P204	50,000	50,000	50,000	52,700	52,700	52,700	52,700	52,700	52,700	52,700	52,700	52,700	624,300
SMI ESA	286,500	311,500	325,900	340,800	337,600	322,300	311,900	311,900	311,900	311,900	311,900	311,900	3,796,000
PPC CAP TOTAL	2,954,300	2,810,400	2,680,300	3,002,500	2,770,100	2,724,500	4,164,900	3,770,600	3,759,500	3,630,000	3,409,800	3,442,800	39,119,700
APSI	1,076,100	1,076,100	1,076,200	-	-	21,855,900	-	-	6,558,700	-	-	6,558,700	38,201,700
APM RECON	-	-	-	-	-	8,941,100	-	-	-	-	-	-	8,941,100
FP Mix Adjustment	-	-	686,000	-	-	694,100	-	-	702,300	-	-	710,600	2,793,000
TOTAL	184,611,000	185,458,100	186,905,400	195,828,800	196,276,300	228,359,600	194,162,000	194,265,000	202,076,800	195,197,800	195,569,100	203,522,000	2,362,231,900

FEDERAL FUND

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	213,900	213,100	212,300	220,900	220,000	219,200	218,400	217,600	216,800	216,000	215,200	214,400	2,597,800
AGE 21+	31,521,100	31,632,700	31,741,500	33,260,200	33,295,900	33,275,400	33,224,600	33,148,200	33,115,900	33,068,800	33,052,700	33,088,000	393,425,000
DUAL	4,484,600	4,496,300	4,512,600	4,703,900	4,730,900	4,758,500	4,774,400	4,789,900	4,810,100	4,803,000	4,830,600	4,857,700	56,552,500
SSI W/O MED	1,439,500	1,458,700	1,478,100	1,563,900	1,584,700	1,605,900	1,627,200	1,648,900	1,670,900	1,693,200	1,715,700	1,738,600	19,225,300
ESA	114,695,200	115,108,200	115,522,700	120,576,200	121,010,300	121,446,000	121,883,200	122,322,100	122,762,400	123,204,400	123,648,000	124,093,200	1,446,271,900
P204 BIRTHS	855,400	855,400	855,400	893,100	893,100	893,100	893,100	893,100	893,100	893,100	893,100	893,100	10,604,100
ESA BIRTHS	622,400	627,300	627,100	650,500	651,400	653,000	650,000	652,200	651,600	651,200	651,700	651,800	7,740,200
SMI P204	11,245,500	11,245,500	11,245,500	11,742,100	11,742,100	11,742,100	11,742,100	11,742,100	11,742,100	11,742,100	11,742,100	11,742,100	139,415,400
SMI ESA	26,086,300	26,226,500	26,366,900	27,567,400	27,713,300	27,859,100	28,005,000	28,150,900	28,296,800	28,442,700	28,588,600	28,734,500	332,038,000
Crisis P204	700,800	701,000	701,300	732,500	732,700	732,900	733,200	733,400	733,500	733,700	733,900	734,100	8,703,000
Crisis ESA	1,560,700	1,562,100	1,563,600	1,627,500	1,628,800	1,630,100	1,631,300	1,632,600	1,633,900	1,635,000	1,636,100	1,637,300	19,379,000
P204 HIF	-	-	-	-	-	9,989,500	-	-	-	-	-	-	9,989,500
ESA HIF	-	-	-	-	-	37,624,600	-	-	-	-	-	-	37,624,600
REG CAP TOTAL	193,425,400	194,126,800	194,827,000	203,538,200	204,203,200	252,429,400	205,382,500	205,931,000	206,527,100	207,083,200	207,707,700	208,384,800	2,483,566,300
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	4,300	4,300	4,300	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	53,400
AGE 21+	440,900	440,900	440,900	460,400	460,400	460,400	460,400	460,400	460,400	460,400	460,400	460,400	5,466,300
DUAL	36,200	35,300	35,100	39,900	38,000	37,000	40,800	37,900	37,000	40,600	37,100	36,600	451,500
SSI W/O MED	31,800	31,500	24,900	24,700	27,100	27,800	19,900	14,800	21,100	20,400	22,400	28,500	294,900
ESA	2,306,300	2,089,900	2,012,900	2,258,600	2,056,300	2,030,400	3,582,100	3,172,100	3,161,500	3,014,600	2,791,000	2,828,300	31,304,000
SMI P204	52,700	52,700	52,700	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	55,000	653,100
SMI ESA	311,900	311,900	311,900	324,500	324,500	324,500	324,500	324,500	324,500	324,500	324,500	324,500	3,856,200
PPC CAP TOTAL	3,184,100	2,966,500	2,882,700	3,167,600	2,965,800	2,939,600	4,487,200	4,069,200	4,064,000	3,920,000	3,694,900	3,737,800	42,079,400
APSI	-	-	19,957,700	-	-	6,236,700	-	-	6,236,700	-	-	6,236,700	38,667,800
APM RECON	-	-	-	-	-	9,438,800	-	-	-	-	-	-	9,438,800
FP Mix Adjustment	-	-	719,000	-	-	727,500	-	-	736,100	-	-	744,800	2,927,400
TOTAL	196,609,500	197,093,300	218,386,400	206,705,800	207,169,000	271,772,000	209,869,700	210,000,200	217,563,900	211,003,200	211,402,600	219,104,100	2,576,679,700

STATE FUND

FY 19 ACTUAL

	<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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	132,400	129,600	134,900	90,200	95,500	97,500	95,200	124,900	94,700	92,000	92,500	93,200	1,272,600
AGE 21+	9,560,700	9,125,000	9,596,300	13,122,200	13,127,000	13,247,300	13,194,600	15,195,400	13,149,900	13,180,700	13,215,400	13,165,100	148,879,600
DUAL	2,583,600	2,421,600	2,584,800	1,936,600	1,950,200	2,369,300	1,963,400	2,515,200	1,978,400	1,976,700	1,981,600	1,985,800	26,247,200
SSI W/O MED	458,500	424,300	438,300	498,900	500,900	508,600	485,200	586,100	486,500	509,700	528,400	521,200	5,946,600
ESA	7,816,200	7,616,800	7,846,500	10,147,200	10,140,600	10,360,800	12,064,800	14,108,000	12,106,200	12,116,400	12,166,700	12,122,900	128,613,100
P204 BIRTHS	131,500	173,200	150,600	136,200	133,200	131,000	147,300	116,200	134,000	105,300	114,700	172,900	1,646,100
ESA BIRTHS	12,400	15,600	10,800	12,200	12,000	9,600	11,900	15,500	13,000	16,400	12,800	10,600	152,800
SMI P204	4,410,500	4,353,100	4,363,800	4,549,300	4,556,800	4,571,100	4,585,000	4,607,000	4,606,100	4,573,000	4,565,600	4,529,200	54,270,500
SMI ESA	1,447,200	1,469,100	1,459,100	1,521,400	1,518,300	1,515,000	1,799,400	1,804,600	1,820,000	1,825,400	1,855,200	1,842,200	19,876,900
Crisis P204	-	-	-	403,200	404,800	406,200	405,900	406,000	406,700	407,300	407,500	407,300	3,654,900
Crisis ESA	-	-	-	131,700	132,200	133,300	156,500	158,000	158,300	158,500	158,200	158,600	1,345,300
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	26,553,000	25,728,300	26,585,100	32,549,100	32,571,500	33,349,700	34,909,200	39,636,900	34,953,800	34,961,400	35,098,600	35,009,000	391,905,600
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	3,100	3,200	2,300	2,900	2,800	2,000	2,200	2,700	2,600	2,300	2,400	2,300	30,800
AGE 21+	149,700	188,300	149,300	236,200	262,100	266,800	330,200	254,000	280,500	232,100	282,200	270,900	2,902,300
DUAL	20,500	28,300	17,800	21,300	19,000	22,400	25,100	21,500	20,400	19,600	21,600	19,000	256,500
SSI W/O MED	3,600	2,300	3,400	9,000	15,900	13,800	12,200	11,100	12,700	14,100	14,800	11,400	124,300
ESA	342,200	428,200	320,400	337,100	297,100	320,600	437,100	330,200	319,600	271,800	339,900	347,100	4,091,300
SMI P204	40,400	28,400	34,600	25,800	45,900	53,800	36,300	37,000	41,300	41,100	47,600	50,400	482,600
SMI ESA	28,900	39,200	29,700	19,900	28,200	38,000	42,100	25,400	27,100	28,500	33,500	27,400	367,900
PPC CAP TOTAL	588,400	717,900	557,500	652,200	671,000	717,400	885,200	681,900	704,200	609,500	742,000	728,500	8,255,700
FP Mix Adjustment	-	-	(654,600)	-	-	(662,300)	-	-	(670,100)	-	-	(678,000)	(2,665,000)
TOTAL	27,141,400	26,446,200	26,488,000	33,201,300	33,242,500	33,404,800	35,794,400	40,318,800	34,987,900	35,570,900	35,840,600	35,059,500	397,496,300

STATE FUND

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>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	91,200	90,900	90,600	94,700	94,300	94,000	93,700	93,300	93,000	92,600	92,300	91,900	1,112,500
AGE 21+	13,112,800	13,161,000	13,210,300	13,571,800	13,582,000	13,568,300	13,537,600	13,498,300	13,484,900	13,462,700	13,460,200	13,479,700	161,129,600
DUAL	2,017,400	2,025,600	2,036,800	1,846,100	1,859,800	1,870,100	1,876,900	1,881,800	1,890,800	1,890,300	1,902,500	1,913,700	23,011,800
SSI W/O MED	529,500	536,500	543,700	547,100	554,400	561,800	569,300	576,900	584,600	592,300	600,200	608,200	6,804,500
ESA	7,992,000	8,048,200	8,091,300	8,628,600	8,663,700	8,696,900	12,470,500	12,516,100	12,561,600	12,607,000	12,652,500	12,698,200	125,626,600
P204 BIRTHS	361,000	344,000	349,600	365,700	366,400	366,200	366,200	366,200	366,200	366,200	366,200	366,200	4,350,100
ESA BIRTHS	45,500	45,200	45,900	47,900	47,400	50,400	68,700	69,500	69,800	69,300	69,300	70,200	699,100
SMI P204	4,614,900	4,614,900	4,614,900	4,814,900	4,814,900	4,814,900	4,814,900	4,814,900	4,814,900	4,814,900	4,814,900	4,814,900	57,178,800
SMI ESA	1,806,500	1,816,900	1,827,300	1,930,700	1,941,700	1,952,600	2,805,000	2,820,500	2,836,100	2,851,700	2,867,300	2,882,900	28,339,200
Crisis P204	246,000	246,200	246,400	298,900	299,100	299,200	299,400	299,500	299,600	299,700	299,900	299,900	3,433,800
Crisis ESA	97,700	98,000	98,200	120,100	120,300	120,400	172,300	172,500	172,700	172,900	173,100	173,200	1,691,400
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	30,914,500	31,027,400	31,155,000	32,266,500	32,344,000	32,394,800	37,074,500	37,109,500	37,174,200	37,219,600	37,298,400	37,399,000	413,377,400
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	21,600
AGE 21+	184,500	184,500	184,500	188,800	188,800	188,800	188,800	188,800	188,800	188,800	188,800	188,800	2,252,700
DUAL	15,200	15,000	14,200	13,900	13,300	12,300	14,200	13,100	13,000	14,600	13,500	14,100	166,400
SSI W/O MED	10,500	10,100	12,100	12,400	6,500	4,200	8,100	8,500	8,300	12,400	12,100	10,300	115,500
ESA	160,200	147,500	136,500	158,200	142,100	140,400	367,000	323,400	322,200	306,300	282,200	286,200	2,772,200
SMI P204	21,600	21,600	21,600	22,600	22,600	22,600	22,600	22,600	22,600	22,600	22,600	22,600	268,200
SMI ESA	21,600	23,400	24,500	25,700	25,400	24,300	34,700	34,700	34,700	34,700	34,700	34,700	353,100
PPC CAP TOTAL	415,400	403,900	395,200	423,400	400,500	394,400	637,200	592,900	591,400	581,200	555,700	558,500	5,949,700
APSI	195,700	195,700	195,700	-	-	3,974,500	-	-	1,192,700	-	-	1,192,700	6,947,000
APM RECON	-	-	-	-	-	1,625,900	-	-	-	-	-	-	1,625,900
FP Mix Adjustment	-	-	(686,000)	-	-	(694,100)	-	-	(702,300)	-	-	(710,600)	(2,793,000)
TOTAL	31,525,600	31,627,000	31,059,900	32,689,900	32,744,500	37,695,500	37,711,700	37,702,400	38,256,000	37,800,800	37,854,100	38,439,600	425,107,000

STATE FUND

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	91,600	91,200	90,900	93,300	93,000	92,600	92,300	91,900	91,600	91,200	90,900	90,600	1,101,100
AGE 21+	13,496,200	13,544,000	13,590,500	14,051,600	14,066,700	14,058,000	14,036,500	14,004,300	13,990,700	13,970,800	13,964,000	13,978,800	166,752,100
DUAL	1,920,100	1,925,100	1,932,200	1,987,300	1,998,700	2,010,300	2,017,000	2,023,600	2,032,200	2,029,200	2,040,800	2,052,200	23,968,700
SSI W/O MED	616,300	624,500	632,800	660,700	669,500	678,400	687,500	696,600	705,900	715,300	724,800	734,500	8,146,800
ESA	12,743,900	12,789,800	12,835,900	13,397,400	13,445,600	13,494,000	13,542,600	13,591,300	13,640,300	13,689,400	13,738,700	13,788,100	160,697,000
P204 BIRTHS	366,200	366,200	366,200	377,300	377,300	377,300	377,300	377,300	377,300	377,300	377,300	377,300	4,494,300
ESA BIRTHS	69,100	69,700	69,700	72,300	72,400	72,500	72,200	72,500	72,400	72,300	72,400	72,400	859,900
SMI P204	4,814,900	4,814,900	4,814,900	4,960,700	4,960,700	4,960,700	4,960,700	4,960,700	4,960,700	4,960,700	4,960,700	4,960,700	59,091,000
SMI ESA	2,898,500	2,914,100	2,929,600	3,063,000	3,079,200	3,095,500	3,111,700	3,127,900	3,144,100	3,160,300	3,176,500	3,192,700	36,893,100
Crisis P204	300,100	300,200	300,300	309,400	309,600	309,700	309,700	309,800	309,900	310,000	310,100	310,200	3,689,000
Crisis ESA	173,400	173,600	173,700	180,800	181,000	181,100	181,300	181,400	181,500	181,700	181,800	181,900	2,153,200
P204 HIF	-	-	-	-	-	4,277,200	-	-	-	-	-	-	4,277,200
ESA HIF	-	-	-	-	-	2,832,000	-	-	-	-	-	-	2,832,000
REG CAP TOTAL	37,490,300	37,613,300	37,736,700	39,153,800	39,253,700	46,439,300	39,388,800	39,437,300	39,506,600	39,558,200	39,638,000	39,739,400	474,955,400
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,800	1,800	1,800	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	22,500
AGE 21+	188,800	188,800	188,800	194,500	194,500	194,500	194,500	194,500	194,500	194,500	194,500	194,500	2,316,900
DUAL	15,500	15,100	15,000	16,800	16,000	15,700	17,200	16,000	15,600	17,100	15,700	15,400	191,100
SSI W/O MED	13,600	13,500	10,700	10,500	11,500	11,800	8,400	6,200	8,900	8,600	9,500	12,000	125,200
ESA	256,300	232,200	223,600	251,000	228,500	225,600	398,000	352,500	351,300	335,000	310,100	314,200	3,478,300
SMI P204	22,600	22,600	22,600	23,300	23,300	23,300	23,300	23,300	23,300	23,300	23,300	23,300	277,500
SMI ESA	34,700	34,700	34,700	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000	36,000	428,100
PPC CAP TOTAL	533,300	508,700	497,200	534,000	511,700	508,800	679,300	630,400	631,500	616,400	591,000	597,300	6,839,600
APSI	-	-	3,816,700	-	-	1,192,700	-	-	1,192,700	-	-	1,192,700	7,394,800
APM RECON	-	-	-	-	-	1,805,100	-	-	-	-	-	-	1,805,100
FP Mix Adjustment	-	-	(719,000)	-	-	(727,500)	-	-	(736,100)	-	-	(744,800)	(2,927,400)
TOTAL	38,023,600	38,122,000	41,331,600	39,687,800	39,765,400	49,218,400	40,068,100	40,067,700	40,594,700	40,174,600	40,229,000	40,784,600	488,067,500

MEMBER MONTHS

FY 19 ACTUAL

	<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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,829	1,842	1,829	1,678	1,758	1,747	1,758	1,751	1,748	1,692	1,704	1,713	21,049
AGE 21+	118,915	119,163	119,403	119,845	119,963	120,424	120,397	120,128	120,152	120,402	120,486	120,306	1,439,586
DUAL	44,657	44,797	44,941	45,096	45,278	45,429	45,541	45,732	45,923	45,902	45,935	46,120	545,351
SSI W/O MED	1,406	1,376	1,363	1,341	1,359	1,330	1,301	1,314	1,330	1,375	1,421	1,410	16,326
ESA	269,403	270,045	270,519	271,439	271,713	273,850	276,304	278,224	278,882	278,791	279,248	279,704	3,298,122
P204 BIRTHS	183	194	185	162	182	191	183	155	206	184	177	175	2,177
ESA BIRTHS	118	137	114	112	105	100	112	108	105	101	93	122	1,327
SMI P204	7,538	7,480	7,464	7,486	7,512	7,549	7,577	7,594	7,598	7,550	7,523	7,511	90,382
SMI ESA	11,846	11,891	11,955	12,072	12,130	12,242	12,319	12,419	12,505	12,579	12,625	12,657	147,241
Crisis P204	-	-	-	176,737	177,432	178,101	178,035	178,059	178,334	178,664	178,726	178,645	1,602,733
Crisis ESA	-	-	-	295,449	296,296	298,893	300,894	303,683	304,319	304,629	304,173	304,739	2,713,075
P204 HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
REG CAP TOTAL	455,895	456,925	457,773	931,417	933,728	939,857	944,420	949,168	951,102	951,870	952,112	953,103	9,877,369
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	49	46	43	54	45	38	45	40	45	46	46	46	542
AGE 21+	2,989	2,998	2,734	2,713	2,574	2,325	2,500	2,038	2,228	2,443	2,385	2,348	30,276
DUAL	512	512	442	522	501	424	511	464	420	451	450	423	5,634
SSI W/O MED	28	28	42	38	34	27	38	31	34	36	32	33	400
ESA	9,043	8,959	8,206	8,284	8,154	8,019	8,162	6,721	6,556	7,088	7,497	7,668	94,359
SMI P204	62	65	63	64	72	52	66	64	71	72	62	61	775
SMI ESA	276	288	239	246	228	237	206	179	191	221	194	186	2,693
PPC CAP TOTAL	12,961	12,895	11,769	11,922	11,607	11,122	11,529	9,537	9,546	10,358	10,666	10,766	134,678
FP Mix Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	468,856	469,820	469,542	943,339	945,335	950,980	955,950	958,705	960,648	962,227	962,778	963,869	10,012,047

MEMBER MONTHS

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>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,703	1,698	1,691	1,685	1,679	1,673	1,666	1,660	1,654	1,648	1,642	1,636	20,035
AGE 21+	120,466	120,908	121,362	121,861	121,952	121,830	121,554	121,201	121,081	120,882	120,859	121,034	1,454,990
DUAL	46,516	46,705	46,963	47,033	47,380	47,643	47,817	47,940	48,170	48,159	48,469	48,755	571,550
SSI W/O MED	1,435	1,454	1,473	1,493	1,513	1,533	1,554	1,574	1,595	1,617	1,638	1,660	18,539
ESA	282,575	284,561	286,086	287,376	288,544	289,653	290,731	291,796	292,856	293,916	294,976	296,040	3,479,111
P204 BIRTHS	204	194	198	197	197	197	197	197	197	197	197	197	2,367
ESA BIRTHS	111	110	112	110	109	116	111	112	112	112	112	113	1,340
SMI P204	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	90,698
SMI ESA	12,760	12,834	12,907	12,980	13,054	13,127	13,200	13,274	13,347	13,420	13,494	13,567	157,964
Crisis P204	179,091	179,275	179,417	179,536	179,642	179,737	179,824	179,906	179,982	180,054	180,123	180,189	2,156,776
Crisis ESA	306,837	307,706	308,373	308,935	309,430	309,878	310,290	310,673	311,033	311,374	311,697	312,007	3,718,234
P204 HIF													-
ESA HIF													-
REG CAP TOTAL	959,257	963,004	966,140	968,765	971,059	972,943	974,502	975,891	977,587	978,936	980,765	982,755	11,671,603
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	33	33	33	33	33	33	33	33	33	33	33	33	391
AGE 21+	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	20,342
DUAL	350	345	327	353	338	313	362	334	331	373	345	359	4,130
SSI W/O MED	28	27	33	34	18	11	22	23	23	34	33	28	315
ESA	5,663	5,217	4,825	5,271	4,734	4,677	8,556	7,539	7,512	7,142	6,580	6,672	74,388
SMI P204	35	35	35	35	35	35	35	35	35	35	35	35	425
SMI ESA	152	166	173	172	171	163	163	163	163	163	163	163	1,976
PPC CAP TOTAL	7,957	7,518	7,121	7,593	7,024	6,928	10,866	9,822	9,792	9,475	8,884	8,986	101,967
FP Mix Adjustment													-
TOTAL	967,214	970,522	973,261	976,357	978,083	979,872	985,369	985,713	987,379	988,411	989,649	991,741	11,773,570

MEMBER MONTHS

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,630	1,624	1,618	1,611	1,606	1,600	1,594	1,588	1,582	1,576	1,570	1,564	19,160
AGE 21+	121,182	121,611	122,030	122,460	122,592	122,516	122,329	122,048	121,929	121,756	121,697	121,826	1,463,978
DUAL	48,918	49,046	49,225	49,140	49,423	49,710	49,877	50,039	50,250	50,176	50,464	50,747	597,014
SSI W/O MED	1,682	1,704	1,727	1,750	1,773	1,797	1,821	1,845	1,870	1,895	1,920	1,946	21,730
ESA	297,106	298,176	299,250	300,327	301,409	302,494	303,583	304,676	305,773	306,874	307,979	309,087	3,636,734
P204 BIRTHS	197	197	197	197	197	197	197	197	197	197	197	197	2,361
ESA BIRTHS	111	112	112	112	112	112	112	112	112	112	112	112	1,345
SMI P204	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	90,698
SMI ESA	13,640	13,714	13,787	13,860	13,934	14,007	14,081	14,154	14,227	14,301	14,374	14,447	168,526
Crisis P204	180,252	180,313	180,371	180,428	180,483	180,536	180,588	180,638	180,687	180,735	180,782	180,828	2,166,641
Crisis ESA	312,304	312,589	312,865	313,131	313,390	313,640	313,884	314,122	314,354	314,580	314,801	315,017	3,764,676
P204 HIF													-
ESA HIF													-
REG CAP TOTAL	984,580	986,644	988,739	990,576	992,475	994,168	995,623	996,977	998,539	999,759	1,001,453	1,003,330	11,932,865
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	33	33	33	33	33	33	33	33	33	33	33	33	391
AGE 21+	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	1,695	20,342
DUAL	395	385	383	417	397	387	426	396	387	424	388	382	4,764
SSI W/O MED	37	37	29	28	30	31	22	17	24	23	25	32	335
ESA	5,974	5,414	5,214	5,626	5,122	5,057	8,922	7,901	7,875	7,509	6,952	7,044	78,610
SMI P204	35	35	35	35	35	35	35	35	35	35	35	35	425
SMI ESA	163	163	163	163	163	163	163	163	163	163	163	163	1,957
PPC CAP TOTAL	8,333	7,762	7,552	7,996	7,475	7,401	11,297	10,240	10,211	9,882	9,291	9,384	106,824
FP Mix Adjustment													-
TOTAL	992,913	994,405	996,291	998,573	999,950	1,001,569	1,006,919	1,007,217	1,008,751	1,009,641	1,010,744	1,012,715	12,039,688

Capitation Rates								
Rate Cells	2019.3	2019.4	2020.1	2020.2	2020.3	2020.4	2021.1	2021.2
Age <1	\$558.73	\$ 587.47	\$ 587.47	\$ 587.47	\$ 587.47	\$ 610.97	\$ 610.97	\$ 610.97
Age 1-20	\$177.39	\$ 187.46	\$ 187.46	\$ 187.46	\$ 187.46	\$ 194.95	\$ 194.95	\$ 194.95
Age 21+	\$360.55	\$ 371.48	\$ 371.48	\$ 371.48	\$ 371.48	\$ 386.34	\$ 386.34	\$ 386.34
Duals	\$143.66	\$ 130.93	\$ 130.93	\$ 130.93	\$ 130.93	\$ 136.16	\$ 136.16	\$ 136.16
SSI w/o	\$1,222.16	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,222.24	\$ 1,271.13	\$ 1,271.13	\$ 1,271.13
ESA	\$404.04	\$ 428.93	\$ 428.93	\$ 428.93	\$ 428.93	\$ 446.09	\$ 446.09	\$ 446.09
NEA	\$619.12	\$ 647.22	\$ 647.22	\$ 647.22	\$ 647.22	\$ 673.11	\$ 673.11	\$ 673.11
Delivery	\$5,861.43	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,207.72	\$ 6,456.03	\$ 6,456.03	\$ 6,456.03
SMI RBHA	\$2,022.49	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,124.91	\$ 2,209.91	\$ 2,209.91	\$ 2,209.91
Crisis RBHA	\$4.55	\$5.55	\$ 5.55	\$ 5.55	\$ 5.55	\$ 5.77	\$ 5.77	\$ 5.77
CMDP	\$ 304.71	\$ 325.55	\$ 325.55	\$ 325.55	\$ 325.55	\$ 338.57	\$ 338.57	\$ 338.57
CMDP RBHA	\$ 868.60	\$ 912.75	\$ 912.75	\$ 912.75	\$ 912.75	\$ 949.26	\$ 949.26	\$ 949.26
ALTCS EPD	\$3,626.48	\$4,076.18	\$4,139.34	\$ 4,139.34	\$ 4,139.34	\$ 4,304.92	\$ 4,304.92	\$ 4,304.92
ALTCS DDD	\$ 4,384.17	\$ 4,752.63	\$ 4,840.31	\$ 4,840.31	\$ 4,840.31	\$ 5,033.92	\$ 5,033.92	\$ 5,033.92
ALTCS TCM	\$ 154.28	\$ 172.92	\$ 172.92	\$ 172.92	\$ 172.92	\$ 179.84	\$ 179.84	\$ 179.84

Arizona Health Care Cost Containment System

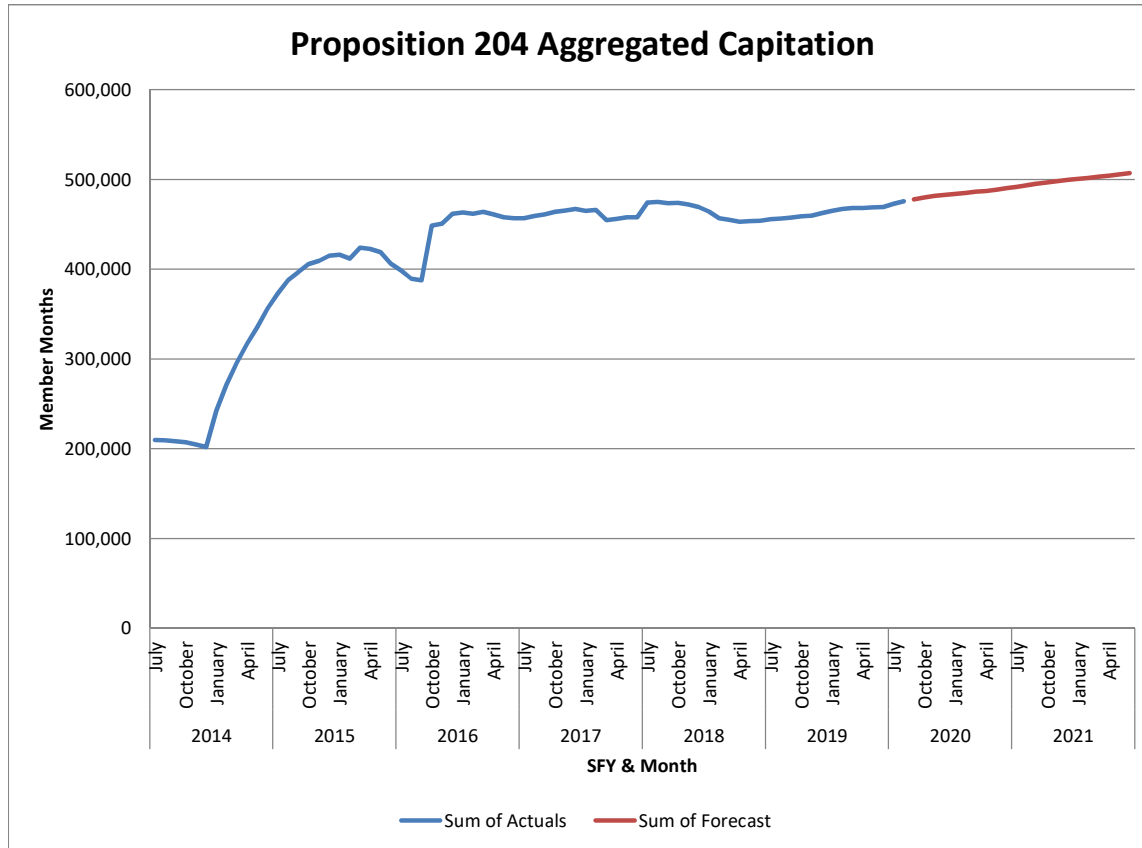
Year-to-Year Changes

STATE FISCAL YEAR	ESA	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	3,298,122	21,049	1,439,586	545,351	16,326	237,623	5,558,057	3,504
<i>FORECAST DATA</i>								
2019-20	3,479,111	20,035	1,454,990	571,550	18,539	248,662	5,792,887	3,707
2020-21	3,636,734	19,160	1,463,978	597,014	21,730	259,224	5,997,841	3,706

STATE FISCAL YEAR	ESA	AGE 1-20	AGE 21+	DUAL	SSIWO	SMI INTEGRATED	TOTAL MEMBER MONTHS	BIRTHS
2018-19	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
<i>FORECAST DATA</i>								
2019-20	5.49%	-4.82%	1.07%	4.80%	13.56%	4.65%	4.23%	5.78%
2020-21	4.53%	-4.37%	0.62%	4.46%	17.21%	4.25%	3.54%	-0.01%

Proposition 204 Aggregated Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2015	4,887,937		4,887,937	59.74%
1st Qtr	1,157,938		1,157,938	84.58%
2nd Qtr	1,230,368		1,230,368	100.44%
3rd Qtr	1,251,871		1,251,871	54.56%
4th Qtr	1,247,759		1,247,759	23.68%
2016	5,301,438		5,301,438	8.46%
1st Qtr	1,175,712		1,175,712	1.53%
2nd Qtr	1,361,017		1,361,017	10.62%
3rd Qtr	1,388,962		1,388,962	10.95%
4th Qtr	1,375,746		1,375,746	10.26%
2017	5,532,271		5,532,271	4.35%
1st Qtr	1,377,660		1,377,660	17.18%
2nd Qtr	1,396,543		1,396,543	2.61%
3rd Qtr	1,385,980		1,385,980	-0.21%
4th Qtr	1,372,088		1,372,088	-0.27%
2018	5,574,695		5,574,695	0.77%
1st Qtr	1,422,961		1,422,961	3.29%
2nd Qtr	1,415,540		1,415,540	1.36%
3rd Qtr	1,375,806		1,375,806	-0.73%
4th Qtr	1,360,387		1,360,387	-0.85%
2019	5,558,057		5,558,057	-0.30%
1st Qtr	1,369,661		1,369,661	-3.75%
2nd Qtr	1,381,242		1,381,242	-2.42%
3rd Qtr	1,400,497		1,400,497	1.79%
4th Qtr	1,406,656		1,406,656	3.40%
2020	948,731	4,844,156	5,792,887	4.23%
1st Qtr	948,731	478,041	1,426,772	4.17%
2nd Qtr		1,444,683	1,444,683	4.59%
3rd Qtr		1,455,347	1,455,347	3.92%
4th Qtr		1,466,085	1,466,085	4.22%
2021		5,997,841	5,997,841	3.54%
1st Qtr		1,480,344	1,480,344	3.75%
2nd Qtr		1,494,685	1,494,685	3.46%
3rd Qtr		1,505,940	1,505,940	3.48%
4th Qtr		1,516,872	1,516,872	3.46%



Data

Total Monthly MMs SFY Month	SFY							
	2014	2015	2016	2017	2018	2019	2020	2021
July	209,718	373,089	398,708	456,902	474,417	455,594	473,014	491,717
August	209,315	387,999	389,370	459,484	474,876	456,594	475,717	493,433
September	208,300	396,850	387,634	461,274	473,669	457,474	478,041	495,194
October	207,267	405,798	448,515	464,060	474,003	458,957	479,986	496,709
November	204,809	409,597	450,828	465,370	472,295	459,713	481,681	498,294
December	201,773	414,973	461,674	467,114	469,242	462,572	483,016	499,682
January	242,600	416,020	463,245	464,875	464,185	465,196	484,081	500,842
February	271,303	411,873	461,784	466,267	456,676	467,163	485,004	501,908
March	296,042	423,978	463,933	454,838	454,945	468,138	486,262	503,190
April	316,998	422,534	461,168	456,119	452,933	468,292	487,200	504,135
May	335,656	418,880	457,821	457,988	453,505	468,943	488,635	505,561
June	356,231	406,345	456,758	457,980	453,949	469,422	490,250	507,176
Grand Total	3,060,012	4,887,937	5,301,438	5,532,271	5,574,695	5,558,057	5,792,887	5,997,841

Program Budget Unit Summary of Expenditures and Budget Request for All Funds

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

Expenditure Categories	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 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	3,157,023.0	3,366,811.7	(264,170.7)	3,102,641.0
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:				
	3,157,023.0	3,366,811.7	(264,170.7)	3,102,641.0
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	102,607.0	93,254.1	2,601.1	95,855.2
HC1310-A TPTF Emergency Health Services Account (Appro	17,469.2	16,216.3	0.0	16,216.3
	120,076.2	109,470.4	2,601.1	112,071.5
Non-Appropriated Funds				
HC1303-N Proposition 204 Protection Account (TPTF) (Non-	36,685.4	34,054.3	0.0	34,054.3
HC2120-N AHCCCS Fund (Non-Appropriated)	2,727,846.5	2,899,973.4	(324,467.4)	2,575,506.0
HC2468-N Arizona Tobacco Litigation Settlement Fund (Non-	98,938.5	102,000.0	0.0	102,000.0
HC2500-N IGA and ISA Fund (Non-Appropriated)	1,932.0	2,564.7	4,830.1	7,394.8
HC2576-N Hospital Assessment (Non-Appropriated)	171,544.4	218,748.9	52,865.5	271,614.4
	3,036,946.8	3,257,341.3	(266,771.8)	2,990,569.5
Fund Source Total:				
	3,157,023.0	3,366,811.7	(264,170.7)	3,102,641.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	FY 2019 Actual	FY 2020 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
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Aid to Organizations and Individuals	3,157,023.0	3,366,811.7

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	3,157,023.0	3,366,811.7
Appropriated		
AA1000-A General Fund (Appropriated)	102,607.0	93,254.1
HC1310-A TPTF Emergency Health Services Account (Appropriated)	17,469.2	16,216.3
	120,076.2	109,470.4
Non-Appropriated		
HC1303-N Proposition 204 Protection Account (TPTF) (Non-Appropriated)	36,685.4	34,054.3
HC2120-N AHCCCS Fund (Non-Appropriated)	#####	2,899,973.4
HC2468-N Arizona Tobacco Litigation Settlement Fund (Non-Appropriated)	98,938.5	102,000.0
HC2500-N IGA and ISA Fund (Non-Appropriated)	1,932.0	2,564.7
HC2576-N Hospital Assessment (Non-Appropriated)	171,544.4	218,748.9
	3,036,946.8	3,257,341.3
Fund Source Total	3,157,023.0	3,366,811.7

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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Capitation

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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:	Proposition 204 - Capitation

	FY 2019 Actual	FY 2020 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	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:	Proposition 204 - Capitation

<u>FY 2019</u> <u>Actual</u>	<u>FY 2020</u> <u>Expd. Plan</u>
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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 2018 Actual	468,399	0.67%
SFY 2019 Actual	473,283	1.04%
SFY 2020 Estimate	485,542	2.59%
SFY 2021 Estimate	508,777	4.79%

**PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM**

FISCAL YEAR 2021
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 CY2019 were 6.60% and 6.56%, respectively. The most recent three year average inpatient/outpatient rate changes of 9.05% and 7.34%, respectively, were used for CY2020 and CY2021 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.

IHS Facilities Inflation Factors											
Historical IHS Payment Rates				Average Inflation				Programmatic Weights for IHS Inflation			
OP/IP	2012	2013	% +/-		% +/-	OP/IP	Program	Weights	Weighted Inflation Factor		
OP Rate	\$ 316.00	\$ 330.00	4.43%	2-Year Average		OP	Traditional	76.34%	5.60%		
IP Rate	\$ 2,165.00	\$ 2,272.00	4.94%	Outpatient	7.88%	IP	Traditional	23.66%	2.14%		
				Inpatient	8.34%	Total	Traditional	100.00%	7.74%		
	2013	2014	% +/-								
OP Rate	\$ 330.00	\$ 342.00	3.64%	3-Year Average		OP	Proposition 204	76.15%	5.59%		
IP Rate	\$ 2,272.00	\$ 2,413.00	6.21%	Outpatient	7.34%	IP	Proposition 204	23.85%	2.16%		
				Inpatient	9.05%	Total	Proposition 204	100.00%	7.75%		
	2014	2015	% +/-								
OP Rate	\$ 342.00	\$ 350.00	2.34%	4-Year Average		OP	Newly Eligible Children	85.88%	6.30%		
IP Rate	\$ 2,413.00	\$ 2,443.00	1.24%	Outpatient	6.79%	IP	Newly Eligible Children	14.12%	1.28%		
				Inpatient	8.96%	Total	Newly Eligible Children	100.00%	7.58%		
	2015	2016	% +/-								
OP Rate	\$ 350.00	\$ 368.00	5.14%	5-Year Average		OP	Newly Eligible Adults	85.04%	6.24%		
IP Rate	\$ 2,443.00	\$ 2,655.00	8.68%	Outpatient	5.90%	IP	Newly Eligible Adults	14.96%	1.35%		
				Inpatient	7.42%	Total	Newly Eligible Adults	100.00%	7.59%		
	2016	2017	% +/-								
OP Rate	\$ 368.00	\$ 391.00	6.25%			OP	ALTCS-EPD	58.80%	4.31%		
IP Rate	\$ 2,655.00	\$ 2,933.00	10.47%			IP	ALTCS-EPD	41.20%	3.73%		
						Total	ALTCS-EPD	100.00%	8.04%		
	2017	2018	% +/-								
OP Rate	\$ 391.00	\$ 427.00	9.21%								
IP Rate	\$ 2,933.00	\$ 3,229.00	10.09%								
	2018	2019	% +/-								
OP Rate	\$ 427.00	\$ 455.00	6.56%								
IP Rate	\$ 3,229.00	\$ 3,442.00	6.60%								

**PROPOSITION 204 SERVICES
PROPOSITION 204 FEE-FOR-SERVICE PROGRAM**

FISCAL YEAR 2021
BUDGET JUSTIFICATION



The weighted inflation factor of 7.75% was applied to the average PMPM (Per Member Per Month) rate for the third quarter of SFY 2019 (January – March 2019) starting in January 2020, and again in January 2021, to produce the forecasted PMPM rates for SFY 2020 and SFY 2021, 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 2019 IHS rates were released in April 2019, 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”.

AIHP Facility - Expenditures and PMPM													
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	4,668,800	4,646,500	4,675,400	4,696,000	4,716,600	4,737,200	5,126,500	5,148,700	5,170,900	5,193,100	5,215,300	5,237,600	59,232,600
P204 ESA	16,169,300	16,308,600	16,301,600	16,326,900	16,353,700	16,359,300	17,958,000	17,857,400	17,914,400	17,986,200	18,042,300	18,106,700	205,684,400
Total	20,838,100	20,955,100	20,977,000	21,022,900	21,070,300	21,096,500	23,084,500	23,006,100	23,085,300	23,179,300	23,257,600	23,344,300	264,917,000
PMPM													
P204 Regular	437.77	437.77	437.77	437.77	437.77	437.77	471.69	471.69	471.69	471.69	471.69	471.69	454.73
P204 ESA	557.01	557.01	557.01	557.01	557.01	557.01	600.16	600.16	600.16	600.16	600.16	600.16	578.58
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
P204 Regular	5,259,800	5,282,000	5,304,200	5,326,400	5,348,700	5,370,900	5,810,900	5,834,900	5,858,800	5,882,700	5,906,700	5,930,600	67,116,600
P204 ESA	18,156,800	18,281,600	18,373,200	18,394,700	18,445,000	18,473,200	20,263,100	20,167,300	20,233,900	20,314,200	20,380,500	20,446,700	231,930,200
Total	23,416,600	23,563,600	23,677,400	23,721,100	23,793,700	23,844,100	26,074,000	26,002,200	26,092,700	26,196,900	26,287,200	26,377,300	299,046,800
PMPM													
P204 Regular	471.69	471.69	471.69	471.69	471.69	471.69	508.23	508.23	508.23	508.23	508.23	508.23	489.96
P204 ESA	600.16	600.16	600.16	600.16	600.16	600.16	646.65	646.65	646.65	646.65	646.65	646.65	623.41

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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. 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												
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%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
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%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Regular	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
ESA	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	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 2019 actuals and were adjusted for inflation at the beginning of each federal fiscal year, in October, for SFY 2020 and 2021 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 2019*. 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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AIHP Non-Facility						
AIHP Non-Facility Inflation Factors						
Fiscal Year	Inpatient	Outpatient	Professional	Prescriptions	Dental	LTC
SFY 2021	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%	64.00%	47.00%
Proposition 204	17.12%	55.72%	22.77%	3.53%	2.00%	84.00%
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%	3.00%	88.00%
ALTCS-EPD	3.53%	13.14%	51.60%	1.49%	0.00%	30.24%

AIHP Non-Facility Weighted Inflation Rates		
Program	SFY	Weighted Inflation
Traditional	SFY 2021	2.97%
	Long Term	2.66%
Proposition 204	SFY 2021	2.96%
	Long Term	2.61%
Newly Eligible Children	SFY 2021	2.91%
	Long Term	2.63%
Newly Eligible Adults	SFY 2021	2.93%
	Long Term	2.68%
ALTCS-EPD	SFY 2021	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 2019.
2. Outpatient rate increases based on Global Insight's Health-Care Cost Review - Medical Care Services, First Quarter 2019.
3. Professional rate increases based on Global Insight's Health-Care Cost Review - Physician Services, First Quarter 2019.
4. Prescriptions rate increases based on Global Insight's Health-Care Cost Review - Prescription Drugs, First Quarter 2019.
5. Dental rate increases based on Global Insight's Health-Care Cost Review - Dental Services, First Quarter 2019.
6. LTC rate increases based on Global Insight's Health-Care Cost Review - CMS Nursing Home All Other Services, First Quarter 2019.
7. Total SFY2019 actual expenditures from PMMIS were used to derive the relevant weights for each program.

The Non-facility SFY2020 and SFY2021 PMPMs and expenditures are depicted in the following table and do not include estimates for the Newly Eligible Adult population:

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AIHP Non-Facility - Expenditures and PMPM

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	2,710,100	2,697,200	2,713,900	2,937,000	2,949,900	2,962,800	2,975,700	2,988,600	3,001,500	3,014,400	3,027,300	3,040,200	35,018,600
P204 ESA	12,626,900	12,735,600	12,730,200	13,737,700	13,760,200	13,765,000	14,023,700	13,945,200	13,989,600	14,045,700	14,089,500	14,139,800	163,589,100
Total	15,337,000	15,432,800	15,444,100	16,674,700	16,710,100	16,727,800	16,999,400	16,933,800	16,991,100	17,060,100	17,116,800	17,180,000	198,607,700
PMPM													
P204 Regular	254.11	254.11	254.11	273.80	273.80	273.80	273.80	273.80	273.80	273.80	273.80	273.80	268.88
P204 ESA	434.97	434.97	434.97	468.67	468.67	468.67	468.67	468.67	468.67	468.67	468.67	468.67	460.25
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
P204 Regular	3,053,100	3,066,000	3,078,900	3,331,400	3,345,200	3,359,100	3,373,000	3,386,900	3,400,800	3,414,700	3,428,600	3,442,500	39,680,200
P204 ESA	14,178,900	14,276,400	14,347,900	15,477,600	15,519,900	15,543,600	15,823,800	15,749,000	15,801,000	15,863,700	15,915,400	15,967,200	184,464,400
Total	17,232,000	17,342,400	17,426,800	18,809,000	18,865,100	18,902,700	19,196,800	19,135,900	19,201,800	19,278,400	19,344,000	19,409,700	224,144,600
PMPM													
P204 Regular	273.80	273.80	273.80	295.01	295.01	295.01	295.01	295.01	295.01	295.01	295.01	295.01	289.71
P204 ESA	468.67	468.67	468.67	504.98	504.98	504.98	504.98	504.98	504.98	504.98	504.98	504.98	495.90

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PROPOSITION 204 FEE-FOR-SERVICE PROGRAM**

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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 2019 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 2020 and SFY 2021:

Non-AIHP Expenditures													
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	60,800	74,700	47,500	74,000	66,900	55,900	51,900	62,600	66,400	71,300	65,200	56,600	753,800
P204 ESA	374,100	459,700	292,500	455,500	411,500	343,900	319,200	385,100	408,700	438,900	401,400	347,700	4,638,200
Total	434,900	534,400	340,000	529,500	478,400	399,800	371,100	447,700	475,100	510,200	466,600	404,300	5,392,000
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total
Expenditures													
P204 Regular	65,500	80,500	51,200	79,800	72,100	60,200	55,900	67,400	71,600	76,800	70,300	60,900	812,200
P204 ESA	403,100	495,400	315,200	490,800	443,400	370,600	343,900	415,000	440,400	472,900	432,500	374,300	4,997,500
Total	468,600	575,900	366,400	570,600	515,500	430,800	399,800	482,400	512,000	549,700	502,800	435,200	5,809,700

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 2019 through September 2019 was calculated using the actual expenditures and birth count for the period covering January 2019 through March 2019. Inflation of 3.26%, based on Global Insight's Health-Care Cost Review - Hospital and Related Services, First Quarter 2019, was applied to the calculated PMPM in October 2019 and again in October 2020.

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 3.26% inflation rate mentioned above to increase the weighted average PMPM calculated from actual expenditures in the period from January 2019 through March 2019. 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 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													
FES Births	398,100	463,500	441,600	445,200	381,800	416,800	384,400	310,000	355,000	261,800	316,400	323,500	4,498,100
FES Other	2,834,600	2,834,500	2,835,600	2,936,200	2,940,500	2,918,500	2,917,600	2,910,100	2,909,600	2,936,600	2,960,200	2,989,800	34,923,800
Total	3,232,700	3,298,000	3,277,200	3,381,400	3,322,300	3,335,300	3,302,000	3,220,100	3,264,600	3,198,400	3,276,600	3,313,300	39,421,900
Enrollment													
FES Births	126	147	140	137	117	128	118	95	109	80	97	99	1,395
FES Other	67,641	67,639	67,665	67,853	67,954	67,444	67,423	67,251	67,240	67,863	68,409	69,093	813,475
Total	67,767	67,786	67,805	67,990	68,072	67,572	67,541	67,346	67,349	67,944	68,506	69,192	814,870
PMPM													
FES Births	3,151.20	3,151.20	3,151.20	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,228.25
FES Other	41.91	41.91	41.91	43.27	43.27	43.27	43.27	43.27	43.27	43.27	43.27	43.27	42.93
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
FES Births	385,600	435,000	425,300	426,800	353,700	395,400	354,100	285,900	321,000	236,800	274,400	296,200	4,190,200
FES Other	3,011,600	3,036,500	3,052,200	3,169,800	3,181,000	3,162,600	3,164,600	3,158,800	3,159,600	3,188,400	3,213,300	3,244,300	37,742,700
Total	3,397,200	3,471,500	3,477,500	3,596,600	3,534,700	3,558,000	3,518,700	3,444,700	3,480,600	3,425,200	3,487,700	3,540,500	41,932,900
Enrollment													
FES Births	118	134	131	127	105	118	105	85	96	70	82	88	1,259
FES Other	69,596	70,172	70,535	70,939	71,190	70,778	70,823	70,694	70,712	71,355	71,914	72,606	851,315
Total	69,714	70,306	70,666	71,066	71,295	70,896	70,928	70,779	70,808	71,425	71,995	72,694	852,574
PMPM													
FES Births	3,253.93	3,253.93	3,253.93	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,333.49
FES Other	43.27	43.27	43.27	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.33

AHCCCS Complete Care (ACC) Integration:

AHCCCS Complete Care began on October 1, 2018. This new integrated system joins 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 are now a fully integrated rate that will cover physical health, behavioral health, and CRS (if applicable).

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.

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.

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 2017 paid in SFY 2019 was \$13.5M. The projected reconciliation amounts for CYE 2018 to be paid in SFY 2020 and CYE 2019 to be paid in SFY 2021 are \$8M in each year. The resulting total fee-for-services estimates for the FQHC Recon are \$7,788,600 Total Fund (\$1,138,200 General Fund) for FY 2020 and \$7,902,900 (\$1,199,900 General Fund) for FY 2021.

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),

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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)

AIHP Facility - Expenditures and PMPM													
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	4,668,800	4,646,500	4,675,400	4,696,000	4,716,600	4,737,200	5,126,500	5,148,700	5,170,900	5,193,100	5,215,300	5,237,600	59,232,600
P204 ESA	16,169,800	16,308,600	16,301,600	16,326,900	16,353,700	16,359,300	17,958,000	17,857,400	17,914,400	17,986,200	18,042,300	18,106,700	205,684,400
Total	20,838,100	20,955,100	20,977,000	21,022,900	21,070,300	21,096,500	23,084,500	23,006,100	23,085,300	23,179,300	23,257,600	23,344,300	264,917,000
PMPM													
P204 Regular	437.77	437.77	437.77	437.77	437.77	437.77	471.69	471.69	471.69	471.69	471.69	471.69	454.73
P204 ESA	557.01	557.01	557.01	557.01	557.01	557.01	600.16	600.16	600.16	600.16	600.16	600.16	578.58
SFY 2021													
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
P204 Regular	5,259,800	5,282,000	5,304,200	5,326,400	5,348,700	5,370,900	5,810,900	5,834,900	5,858,800	5,882,700	5,906,700	5,930,600	67,116,600
P204 ESA	18,156,800	18,281,600	18,373,200	18,394,700	18,445,000	18,473,200	20,263,100	20,167,300	20,233,900	20,314,200	20,380,500	20,446,700	231,930,200
Total	23,416,600	23,563,600	23,677,400	23,721,100	23,793,700	23,844,100	26,074,000	26,002,200	26,092,700	26,196,900	26,287,200	26,377,300	299,046,800
PMPM													
P204 Regular	471.69	471.69	471.69	471.69	471.69	471.69	508.23	508.23	508.23	508.23	508.23	508.23	489.96
P204 ESA	600.16	600.16	600.16	600.16	600.16	600.16	646.65	646.65	646.65	646.65	646.65	646.65	623.41

AIHP Non-Facility - Expenditures and PMPM													
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	2,710,100	2,697,200	2,713,900	2,937,000	2,949,900	2,962,800	2,975,700	2,988,600	3,001,500	3,014,400	3,027,300	3,040,200	35,018,600
P204 ESA	12,626,900	12,735,600	12,730,200	13,737,700	13,760,200	13,765,000	14,023,700	13,945,200	13,989,600	14,045,700	14,089,500	14,139,800	163,589,100
Total	15,337,000	15,432,800	15,444,100	16,674,700	16,710,100	16,727,800	16,999,400	16,933,800	16,991,100	17,060,100	17,116,800	17,180,000	198,607,700
PMPM													
P204 Regular	254.11	254.11	254.11	273.80	273.80	273.80	273.80	273.80	273.80	273.80	273.80	273.80	268.88
P204 ESA	434.97	434.97	434.97	468.67	468.67	468.67	468.67	468.67	468.67	468.67	468.67	468.67	460.25
SFY 2021													
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
P204 Regular	3,053,100	3,066,000	3,078,900	3,331,400	3,345,200	3,359,100	3,373,000	3,386,900	3,400,800	3,414,700	3,428,600	3,442,500	39,680,200
P204 ESA	14,178,900	14,276,400	14,347,900	15,477,600	15,519,900	15,543,600	15,823,800	15,749,000	15,801,000	15,863,700	15,915,400	15,967,200	184,464,400
Total	17,232,000	17,342,400	17,426,800	18,809,000	18,865,100	18,902,700	19,196,800	19,135,900	19,201,800	19,278,400	19,344,000	19,409,700	224,144,600
PMPM													
P204 Regular	273.80	273.80	273.80	295.01	295.01	295.01	295.01	295.01	295.01	295.01	295.01	295.01	289.71
P204 ESA	468.67	468.67	468.67	504.98	504.98	504.98	504.98	504.98	504.98	504.98	504.98	504.98	495.90

Non-AIHP Expenditures													
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	60,800	74,700	47,500	74,000	66,900	55,900	51,900	62,600	66,400	71,300	65,200	56,600	753,800
P204 ESA	374,100	459,700	292,500	455,500	411,500	343,900	319,200	385,100	408,700	438,900	401,400	347,700	4,638,200
Total	434,900	534,400	340,000	529,500	478,400	399,800	371,100	447,700	475,100	510,200	466,600	404,300	5,392,000
SFY 2021													
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total
Expenditures													
P204 Regular	65,500	80,500	51,200	79,800	72,100	60,200	55,900	67,400	71,600	76,800	70,300	60,900	812,200
P204 ESA	403,100	495,400	315,200	490,800	443,400	370,600	343,900	415,000	440,400	472,900	432,500	374,300	4,997,500
Total	468,600	575,900	366,400	570,600	515,500	430,800	399,800	482,400	512,000	549,700	502,800	435,200	5,809,700

FES - Expenditures, Enrollment, PMPM													
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													
FES Births	398,100	463,500	441,600	445,200	381,800	416,800	384,400	310,000	355,000	261,800	316,400	323,500	4,498,100
FES Other	2,834,600	2,834,500	2,835,600	2,936,200	2,940,500	2,918,500	2,917,600	2,910,100	2,909,600	2,936,600	2,960,200	2,989,800	34,923,800
Total	3,232,700	3,298,000	3,277,200	3,381,400	3,322,300	3,335,300	3,302,000	3,220,100	3,264,600	3,198,400	3,276,600	3,313,300	39,421,900
Enrollment													
FES Births	126	147	140	137	117	128	118	95	109	80	97	99	1,395
FES Other	67,641	67,639	67,665	67,853	67,954	67,444	67,423	67,251	67,240	67,863	68,409	69,093	813,475
Total	67,767	67,786	67,805	67,990	68,072	67,572	67,541	67,346	67,349	67,944	68,506	69,192	814,870
PMPM													
FES Births	3,151.20	3,151.20	3,151.20	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,228.25
FES Other	41.91	41.91	41.91	43.27	43.27	43.27	43.27	43.27	43.27	43.27	43.27	43.27	42.93
SFY 2021													
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	Total/SFY Avg
Expenditures													
FES Births	385,600	435,000	425,300	426,800	353,700	395,400	354,100	285,900	321,000	236,800	274,400	296,200	4,190,200
FES Other	3,011,600	3,036,500	3,052,200	3,169,800	3,181,000	3,162,600	3,164,600	3,158,800	3,159,600	3,188,400	3,213,300	3,244,300	37,742,700
Total	3,397,200	3,471,500	3,477,500	3,596,600	3,534,700	3,558,000	3,518,700	3,444,700	3,480,600	3,425,200	3,487,700	3,540,500	41,932,900
Enrollment													
FES Births	118	134	131	127	105	118	105	85	96	70	82	88	1,259
FES Other	69,596	70,172	70,535	70,939	71,190	70,778	70,823	70,694	70,712	71,355	71,914	72,606	851,315
Total	69,714	70,306	70,666	71,066	71,295	70,896	70,928	70,779	70,808	71,425	71,995	72,694	852,574
PMPM													
FES Births	3,253.93	3,253.93	3,253.93	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,333.49
FES Other	43.27	43.27	43.27	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.33

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
PROPOSITION 204 MEDICAID SERVICES
PROPOSITION 204 FEE FOR SERVICE**

	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	1,314,200	1,834,400	1,430,100	1,666,500	(167,900)
Hospital Assessment	34,460,900	48,100,400	37,499,200	43,697,000	(4,403,400)
Subtotal State Match	35,775,100	49,934,800	38,929,300	45,363,500	(4,571,300)
Federal Title XIX	462,131,600	582,406,900	482,124,600	581,128,400	(1,278,500)
Subtotal Federal Funding	462,131,600	582,406,900	482,124,600	581,128,400	(1,278,500)
Grand Total	497,906,700	632,341,700	521,053,900	626,491,900	(5,849,800)

**ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
Proposition 204 Medicaid Fee-For-Service Summary**

		FY 2019 Actual		FY 2020 Allocation	(SM %)	FY 2020 Rebase	(SM %)	FY 2021 Request	(SM %)	FY 2021 Increase
IHS Facilities	(SM)	-		-		-		-		-
	(TF)	54,201,500		68,835,900		59,232,600		67,116,600		(1,719,300)
IHS Non-Facility	(SM)	9,878,000	30.2%	13,787,800	33.2%	10,515,600	30.0%	11,810,800	29.8%	(1,977,000)
	(TF)	32,737,200		41,576,300		35,018,600		39,680,200		(1,896,100)
Non IHS	(SM)	211,200	30.2%	294,800	33.2%	226,600	30.1%	241,700	29.8%	(53,100)
	(TF)	699,600		888,500		753,800		812,200		(76,300)
FES Births	(SM)	1,409,300	30.2%	1,967,100	33.2%	1,351,300	30.0%	1,247,900	29.8%	(719,200)
	(TF)	4,671,900		5,933,300		4,498,100		4,190,200		(1,743,100)
FES Other	(SM)	10,737,600	30.2%	14,987,500	33.2%	10,488,100	30.0%	11,235,200	29.8%	(3,752,300)
	(TF)	35,589,800		45,199,100		34,923,800		37,742,700		(7,456,400)
FQHC Reconciliations	(SM)	1,466,400		2,046,800		837,300		843,700		(1,203,100)
	(TF)	4,870,100		6,185,000		5,015,000		2,814,300		(3,370,700)
Prior Quarter	(SM)	595,600	30.2%	831,300	33.2%	638,500	30.0%	681,900	29.8%	(149,400)
	(TF)	1,973,800		2,506,700		2,126,700		2,291,500		(215,200)
ESA	(SM)	11,477,000	3.2%	16,019,600	3.5%	14,871,900	3.9%	19,302,300	4.5%	3,282,700
	(TF)	363,162,300		461,216,700		381,726,700		426,480,700		(34,736,000)
Total Fee-For-Service	(SM)	35,775,100		49,934,800		38,929,300		45,363,500		(4,571,400)
	(TF)	497,906,200		632,341,700		523,295,300		581,128,400		(51,213,100)

- 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 2020 allocation and line detail was derived by using a percentage of each individual line to the total line of the state fiscal year 2019 actuals.
 - (2) FY 2019 Actuals are from PMMIS and will not tie to AFIS due to timing and manual adjustments.

TOTAL FUND

FY 19 ACTUAL

	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
AIHP Facility	3,656,594	5,376,081	4,217,717	5,999,957	4,026,102	4,369,440	4,576,377	4,464,054	5,017,063	575,666	920,021	11,002,415	54,201,486
AIHP Non-Facility	1,893,759	2,710,424	2,264,714	2,614,637	2,092,138	2,329,259	2,715,373	2,434,503	2,597,460	6,266,371	8,568,457	(3,749,887)	32,737,208
Non-AIHP	106,956	17,957	26,329	24,978	20,791	33,501	26,078	59,799	120,566	154,211	92,393	16,064	699,623
Prior Quarter	141,067	260,417	147,666	157,321	126,536	126,536	165,401	177,352	133,557	207,818	181,821	148,040	1,973,772
FES Births	289,737	484,744	385,136	456,350	359,912	343,817	455,883	339,107	335,746	396,755	496,768	327,909	4,671,864
FES Other	2,207,188	3,692,738	2,933,930	3,476,432	2,741,774	2,619,167	3,472,878	2,583,289	2,557,680	3,022,440	3,784,329	2,497,980	35,589,824
FQHC RECON	-	-	-	-	-	4,870,130	-	-	-	-	-	-	4,870,130
P204 TOTAL	8,295,300	12,542,363	9,975,492	12,729,675	9,367,253	14,692,088	11,411,990	10,058,105	10,762,072	10,623,260	14,043,788	10,242,521	134,743,907
AIHP Facility	13,515,856	18,355,084	13,948,154	20,157,074	13,431,071	14,702,657	16,387,353	14,677,563	17,570,992	1,734,938	2,968,909	38,888,016	186,337,666
AIHP Non-Facility	8,292,889	12,324,640	9,420,304	12,040,343	10,642,560	10,642,148	13,169,019	12,353,661	12,454,059	25,242,423	34,049,819	(10,640,281)	149,991,585
Non-AIHP	636,072	463,221	644,999	333,223	265,976	204,213	212,049	189,276	331,143	285,969	504,322	234,278	4,304,741
Prior Quarter	1,054,917	1,270,559	1,048,206	1,159,842	1,010,149	1,071,811	1,119,952	1,171,865	1,239,960	1,207,675	1,618,370	782,583	13,755,888
FQHC RECON	-	-	-	-	-	8,772,413	-	-	-	-	-	-	8,772,413
ESA TOTAL	23,499,733	32,413,503	25,061,662	33,690,482	25,349,757	35,393,243	30,888,372	28,392,365	31,596,154	28,471,005	39,141,420	29,264,596	363,162,292
TOTAL	31,795,033	44,955,866	35,037,154	46,420,157	34,717,010	50,085,331	42,300,363	38,450,470	42,358,225	39,094,265	53,185,208	39,507,117	497,906,199

FY 20 REBASE

	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
AIHP Facility	4,668,800	4,646,500	4,675,400	4,696,000	4,716,600	4,737,200	5,126,500	5,148,700	5,170,900	5,193,100	5,215,300	5,237,600	59,232,600
AIHP Non-Facility	2,710,100	2,697,200	2,713,900	2,937,000	2,949,900	2,962,800	2,975,700	2,988,600	3,001,500	3,014,400	3,027,300	3,040,200	35,018,600
Non-AIHP	60,800	74,700	47,500	74,000	66,900	55,900	51,900	62,600	66,400	71,300	65,200	56,600	753,800
Prior Quarter	177,200	177,200	177,200	177,200	177,200	177,200	177,200	177,200	177,200	177,200	177,200	177,500	2,126,700
FES Births	398,100	463,500	441,600	445,200	381,800	416,800	384,400	310,000	355,000	261,800	316,400	323,500	4,498,100
FES Other	2,834,600	2,834,500	2,835,600	2,936,200	2,940,500	2,918,500	2,917,600	2,910,100	2,909,600	2,936,600	2,960,200	2,989,800	34,923,800
FQHC RECON	-	-	-	-	-	2,773,600	-	-	-	-	-	-	2,773,600
P204 TOTAL	10,849,600	10,893,600	10,891,200	11,265,600	11,232,900	14,042,000	11,633,300	11,597,200	11,680,600	11,654,400	11,761,600	11,825,200	139,327,200
AIHP Facility	16,169,300	16,308,600	16,301,600	16,326,900	16,353,700	16,359,300	17,958,000	17,857,400	17,914,400	17,986,200	18,042,300	18,106,700	205,684,400
AIHP Non-Facility	12,626,900	12,735,600	12,730,200	13,737,700	13,760,200	13,765,000	14,023,700	13,945,200	13,989,600	14,045,700	14,089,500	14,139,800	163,589,100
Non-AIHP	374,100	459,700	292,500	455,500	411,500	343,900	319,200	385,100	408,700	438,900	401,400	347,700	4,638,200
Prior Quarter	700,000	600,000	500,000	400,000	300,000	200,000	100,000	-	-	-	-	-	2,800,000
FQHC RECON	-	-	-	-	-	5,015,000	-	-	-	-	-	-	5,015,000
ESA TOTAL	29,870,300	30,103,900	29,824,300	30,920,100	30,825,400	35,683,200	32,400,900	32,187,700	32,312,700	32,470,800	32,533,200	32,594,200	381,726,700
TOTAL	40,719,900	40,997,500	40,715,500	42,185,700	42,058,300	49,725,200	44,034,200	43,784,900	43,993,300	44,125,200	44,294,800	44,419,400	521,053,900

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
AIHP Facility	5,259,800	5,282,000	5,304,200	5,326,400	5,348,700	5,370,900	5,810,900	5,834,900	5,858,800	5,882,700	5,906,700	5,930,600	67,116,600
AIHP Non-Facility	3,053,100	3,066,000	3,078,900	3,331,400	3,345,200	3,359,100	3,373,000	3,386,900	3,400,800	3,414,700	3,428,600	3,442,500	39,680,200
Non-AIHP	65,500	80,500	51,200	79,800	72,100	60,200	55,900	67,400	71,600	76,800	70,300	60,900	812,200
Prior Quarter	190,900	190,900	190,900	190,900	190,900	191,000	191,000	191,000	191,000	191,000	191,000	191,000	2,291,500
FES Births	385,600	435,000	425,300	426,800	353,700	395,400	354,100	285,900	321,000	236,800	274,400	296,200	4,190,200
FES Other	3,011,600	3,036,500	3,052,200	3,169,800	3,181,000	3,162,600	3,164,600	3,158,800	3,159,600	3,188,400	3,213,300	3,244,300	37,742,700
FQHC RECON	-	-	-	-	-	2,814,300	-	-	-	-	-	-	2,814,300
P204 TOTAL	11,966,500	12,090,900	12,102,700	12,525,100	12,491,600	15,353,500	12,949,500	12,924,900	13,002,800	12,990,400	13,084,300	13,165,500	154,647,700
AIHP Facility	18,156,800	18,281,600	18,373,200	18,394,700	18,445,000	18,473,200	20,263,100	20,167,300	20,233,900	20,314,200	20,380,500	20,446,700	231,930,200
AIHP Non-Facility	14,178,900	14,276,400	14,347,900	15,477,600	15,519,900	15,543,600	15,823,800	15,749,000	15,801,000	15,863,700	15,915,400	15,967,200	184,464,400
Non-AIHP	403,100	495,400	315,200	490,800	443,400	370,600	343,900	415,000	440,400	472,900	432,500	374,300	4,997,500
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	5,088,600	-	-	-	-	-	-	5,088,600
ESA TOTAL	32,738,800	33,053,400	33,036,300	34,363,100	34,408,300	39,476,000	36,430,800	36,331,300	36,475,300	36,650,800	36,728,400	36,788,200	426,480,700
TOTAL	44,705,300	45,144,300	45,139,000	46,888,200	46,899,900	54,829,500	49,380,300	49,256,200	49,478,100	49,641,200	49,812,700	49,953,700	581,128,400

FEDERAL FUND

FY 19 ACTUAL

	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
AIHP Facility	3,656,600	5,376,100	4,217,700	6,000,000	4,026,100	4,369,400	4,576,400	4,464,100	5,017,100	575,700	920,000	11,002,400	54,201,600
AIHP Non-Facility	1,323,500	1,894,300	1,582,800	1,825,300	1,460,500	1,626,100	1,895,600	1,699,500	1,813,300	4,374,600	5,981,600	(2,617,800)	22,859,300
Non-AIHP	74,800	12,600	18,400	17,400	14,500	23,400	18,200	41,700	84,200	107,700	64,500	11,200	488,600
Prior Quarter	98,600	182,000	103,200	109,800	88,300	88,500	115,500	123,800	93,200	145,100	126,900	103,300	1,378,200
FES Births	202,500	338,800	269,200	318,600	251,300	240,000	318,300	236,700	234,400	277,000	346,800	228,900	3,262,500
FES Other	1,542,600	2,580,900	2,050,500	2,426,900	1,914,000	1,828,400	2,424,400	1,803,400	1,785,500	2,110,000	2,641,800	1,743,800	24,852,200
FQHC RECON	-	-	-	-	-	3,403,700	-	-	-	-	-	-	3,403,700
P204 TOTAL	6,898,600	10,384,700	8,241,800	10,698,000	7,754,700	11,579,500	9,348,400	8,369,200	9,027,700	7,590,100	10,081,600	10,471,800	110,446,100
AIHP Facility	13,515,900	18,355,100	13,948,200	20,157,100	13,431,100	14,702,700	16,387,400	14,677,600	17,571,000	1,734,900	2,968,900	38,888,000	186,337,900
AIHP Non-Facility	7,795,300	11,585,200	8,855,100	11,317,900	10,004,000	10,003,600	12,247,200	11,488,900	11,582,300	23,475,500	31,666,300	(9,895,500)	140,125,800
Non-AIHP	597,900	435,400	606,300	313,200	250,000	192,000	197,200	176,000	308,000	266,000	469,000	217,900	4,028,900
Prior Quarter	991,600	1,194,300	985,300	1,090,300	949,500	1,007,500	1,041,600	1,089,800	1,153,200	1,123,100	1,505,100	727,800	12,859,100
FQHC RECON	-	-	-	-	-	8,333,800	-	-	-	-	-	-	8,333,800
ESA TOTAL	22,900,700	31,570,000	24,394,900	32,878,500	24,634,600	34,239,600	29,873,400	27,432,300	30,614,500	26,599,500	36,609,300	29,938,200	351,685,500
TOTAL	29,799,300	41,954,700	32,636,700	43,576,500	32,389,300	45,819,100	39,221,800	35,801,500	39,642,200	34,189,600	46,690,900	40,410,000	462,131,600

FY 20 REBASE

	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
AIHP Facility	4,668,800	4,646,500	4,675,400	4,696,000	4,716,600	4,737,200	5,126,500	5,148,700	5,170,900	5,193,100	5,215,300	5,237,600	59,232,600
AIHP Non-Facility	1,891,900	1,882,900	1,894,600	2,056,500	2,065,500	2,074,600	2,083,600	2,092,600	2,101,700	2,110,700	2,119,700	2,128,700	24,503,000
Non-AIHP	42,400	52,100	33,200	51,800	46,800	39,100	36,300	43,800	46,500	49,900	45,700	39,600	527,200
Prior Quarter	123,700	123,700	123,700	124,100	124,100	124,100	124,100	124,100	124,100	124,100	124,100	124,300	1,488,200
FES Births	277,900	323,600	308,300	311,700	267,300	291,800	269,200	217,100	248,600	183,300	221,500	226,500	3,146,800
FES Other	1,978,800	1,978,800	1,979,500	2,055,900	2,058,900	2,043,500	2,042,900	2,037,700	2,037,300	2,056,200	2,072,700	2,093,500	24,435,700
FQHC RECON	-	-	-	-	-	1,936,300	-	-	-	-	-	-	1,936,300
P204 TOTAL	8,983,500	9,007,600	9,014,700	9,296,000	9,279,200	11,246,600	9,682,600	9,664,000	9,729,100	9,717,300	9,799,000	9,850,200	115,269,800
AIHP Facility	16,169,300	16,308,600	16,301,600	16,326,900	16,353,700	16,359,300	17,958,000	17,857,400	17,914,400	17,986,200	18,042,300	18,106,700	205,684,400
AIHP Non-Facility	11,743,000	11,844,100	11,839,100	12,776,100	12,797,000	12,801,500	12,621,300	12,550,700	12,590,600	12,641,100	12,680,600	12,725,800	149,610,900
Non-AIHP	347,900	427,500	272,000	423,600	382,700	319,800	287,300	346,600	367,800	395,000	361,300	312,900	4,244,400
Prior Quarter	651,000	558,000	465,000	372,000	279,000	186,000	90,000	-	-	-	-	-	2,601,000
FQHC RECON	-	-	-	-	-	4,714,100	-	-	-	-	-	-	4,714,100
ESA TOTAL	28,911,200	29,138,200	28,877,700	29,898,600	29,812,400	34,380,700	30,956,600	30,754,700	30,872,800	31,022,300	31,084,200	31,145,400	366,854,800
TOTAL	37,894,700	38,145,800	37,892,400	39,194,600	39,091,600	45,627,300	40,639,200	40,418,700	40,601,900	40,739,600	40,883,200	40,995,600	482,124,600

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
AIHP Facility	5,259,800	5,282,000	5,304,200	5,326,400	5,348,700	5,370,900	5,810,900	5,834,900	5,858,800	5,882,700	5,906,700	5,930,600	67,116,600
AIHP Non-Facility	2,137,800	2,146,800	2,155,800	2,342,000	2,351,700	2,361,400	2,371,200	2,381,000	2,390,800	2,400,500	2,410,300	2,420,100	27,869,400
Non-AIHP	45,900	56,400	35,900	56,100	50,700	42,300	39,300	47,400	50,300	54,000	49,400	42,800	570,500
Prior Quarter	133,700	133,700	133,700	134,200	134,200	134,300	134,300	134,300	134,300	134,300	134,300	134,300	1,609,600
FES Births	270,000	304,600	297,800	300,000	248,700	278,000	248,900	201,000	225,700	166,500	192,900	208,200	2,942,300
FES Other	2,108,700	2,126,200	2,137,200	2,228,400	2,236,200	2,223,300	2,224,700	2,220,600	2,221,200	2,241,400	2,258,900	2,280,700	26,507,500
FQHC RECON	-	-	-	-	-	1,970,600	-	-	-	-	-	-	1,970,600
P204 TOTAL	9,955,900	10,049,700	10,064,600	10,387,100	10,370,200	12,380,800	10,829,300	10,819,200	10,881,100	10,879,400	10,952,500	11,016,700	128,586,500
AIHP Facility	18,156,800	18,281,600	18,373,200	18,394,700	18,445,000	18,473,200	20,263,100	20,167,300	20,233,900	20,314,200	20,380,500	20,446,700	231,930,200
AIHP Non-Facility	12,761,000	12,848,800	12,913,100	13,929,800	13,967,900	13,989,200	14,241,400	14,174,100	14,220,900	14,277,300	14,323,900	14,370,500	166,017,900
Non-AIHP	362,800	445,900	283,700	441,700	399,100	333,500	309,500	373,500	396,400	425,600	389,300	336,900	4,497,900
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	4,732,400	-	-	-	-	-	-	4,732,400
ESA TOTAL	31,280,600	31,576,300	31,570,000	32,766,200	32,812,000	37,528,300	34,814,000	34,714,900	34,851,200	35,017,100	35,093,700	35,154,100	407,178,400
TOTAL	41,236,500	41,626,000	41,634,600	43,153,300	43,182,200	49,909,100	45,643,300	45,534,100	45,732,300	45,896,500	46,046,200	46,170,800	535,764,900

STATE FUND

FY 19 ACTUAL

	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
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	570,300	816,100	681,900	789,300	631,600	703,200	819,800	735,000	784,200	1,891,800	2,586,900	(1,132,100)	9,878,000
Non-AIHP	32,200	5,400	7,900	7,600	6,300	10,100	7,900	18,100	36,400	46,500	27,900	4,900	211,200
Prior Quarter	42,500	78,400	44,500	47,500	38,200	38,300	49,900	53,600	40,400	62,700	54,900	44,700	595,600
FES Births	87,200	145,900	115,900	137,800	108,600	103,800	137,600	102,400	101,300	119,800	150,000	99,000	1,409,300
FES Other	664,600	1,111,800	883,400	1,049,500	827,800	790,800	1,048,500	779,900	772,200	912,400	1,142,500	754,200	10,737,600
FQHC RECON	-	-	-	-	-	1,466,400	-	-	-	-	-	-	1,466,400
P204 TOTAL	1,396,800	2,157,600	1,733,600	2,031,700	1,612,500	3,112,600	2,063,700	1,689,000	1,734,500	3,033,200	3,962,200	(229,300)	24,298,100
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	497,600	739,400	565,200	722,400	638,600	638,500	921,800	864,800	871,800	1,766,900	2,383,500	(744,800)	9,865,700
Non-AIHP	38,200	27,800	38,700	20,000	16,000	12,200	14,800	13,300	23,100	20,000	35,300	16,400	275,800
Prior Quarter	63,300	76,300	62,900	69,500	60,600	64,300	78,400	82,100	86,800	84,600	113,300	54,800	896,900
FQHC RECON	-	-	-	-	-	438,600	-	-	-	-	-	-	438,600
ESA TOTAL	599,100	843,500	666,800	811,900	715,200	1,153,600	1,015,000	960,200	981,700	1,871,500	2,532,100	(673,600)	11,477,000
TOTAL	1,995,900	3,001,100	2,400,400	2,843,600	2,327,700	4,266,200	3,078,700	2,649,200	2,716,200	4,904,700	6,494,300	(902,900)	35,775,100

FY 20 REBASE

	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
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	818,200	814,300	819,300	880,500	884,400	888,200	892,100	896,000	899,800	903,700	907,600	911,500	10,515,600
Non-AIHP	18,400	22,600	14,300	22,200	20,100	16,800	15,600	18,800	19,900	21,400	19,500	17,000	226,600
Prior Quarter	53,500	53,500	53,500	53,100	53,100	53,100	53,100	53,100	53,100	53,100	53,100	53,200	638,500
FES Births	120,200	139,900	133,300	133,500	114,500	125,000	115,200	92,900	106,400	78,500	94,900	97,000	1,351,300
FES Other	855,800	855,700	856,100	880,300	881,600	875,000	874,700	872,400	872,300	880,400	887,500	896,300	10,488,100
FQHC RECON	-	-	-	-	-	837,300	-	-	-	-	-	-	837,300
P204 TOTAL	1,866,100	1,886,000	1,876,500	1,969,600	1,953,700	2,795,400	1,950,700	1,933,200	1,951,500	1,937,100	1,962,600	1,975,000	24,057,400
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	883,900	891,500	891,100	961,600	963,200	963,500	1,402,400	1,394,500	1,399,000	1,404,600	1,408,900	1,414,000	13,978,200
Non-AIHP	26,200	32,200	20,500	31,900	28,800	24,100	31,900	38,500	40,900	43,900	40,100	34,800	393,800
Prior Quarter	49,000	42,000	35,000	28,000	21,000	14,000	10,000	-	-	-	-	-	199,000
FQHC RECON	-	-	-	-	-	300,900	-	-	-	-	-	-	300,900
ESA TOTAL	959,100	965,700	946,600	1,021,500	1,013,000	1,302,500	1,444,300	1,433,000	1,439,900	1,448,500	1,449,000	1,448,800	14,871,900
TOTAL	2,825,200	2,851,700	2,823,100	2,991,100	2,966,700	4,097,900	3,395,000	3,366,200	3,391,400	3,385,600	3,411,600	3,423,800	38,929,300

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	915,300	919,200	923,100	989,400	993,500	997,700	1,001,800	1,005,900	1,010,000	1,014,200	1,018,300	1,022,400	11,810,800
Non-AIHP	19,600	24,100	15,300	23,700	21,400	17,900	16,600	20,000	21,300	22,800	20,900	18,100	241,700
Prior Quarter	57,200	57,200	57,200	56,700	56,700	56,700	56,700	56,700	56,700	56,700	56,700	56,700	681,900
FES Births	115,600	130,400	127,500	126,800	105,000	117,400	105,200	84,900	95,300	70,300	81,500	88,000	1,247,900
FES Other	902,900	910,300	915,000	941,400	944,800	939,300	939,900	938,200	938,400	947,000	954,400	963,600	11,235,200
FQHC RECON	-	-	-	-	-	843,700	-	-	-	-	-	-	843,700
P204 TOTAL	2,010,600	2,041,200	2,038,100	2,138,000	2,121,400	2,972,700	2,120,200	2,105,700	2,121,700	2,111,000	2,131,800	2,148,800	26,061,200
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	1,417,900	1,427,600	1,434,800	1,547,800	1,552,000	1,554,400	1,582,400	1,574,900	1,580,100	1,586,400	1,591,500	1,596,700	18,446,500
Non-AIHP	40,300	49,500	31,500	49,100	44,300	37,100	34,400	41,500	44,000	47,300	43,200	37,400	499,600
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	356,200	-	-	-	-	-	-	356,200
ESA TOTAL	1,458,200	1,477,100	1,466,300	1,596,900	1,596,300	1,947,700	1,616,800	1,616,400	1,624,100	1,633,700	1,634,700	1,634,100	19,302,300
TOTAL	3,468,800	3,518,300	3,504,400	3,734,900	3,717,700	4,920,400	3,737,000	3,722,100	3,745,800	3,744,700	3,766,500	3,782,900	45,363,500

ENROLLMENT

FY 19 ACTUAL

	<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>
AIHP Facility	10,395	10,446	10,575	10,530	10,596	10,649	10,665	10,671	10,769	10,866	11,042	10,789	127,993
AIHP Non-Facility	10,395	10,446	10,575	10,530	10,596	10,649	10,665	10,671	10,769	10,866	11,042	10,789	127,993
Non-AIHP													-
Prior Quarter													-
FES Births	150	156	156	147	134	139	128	112	118	103	109	117	1,568
FES Other	66,748	67,599	68,137	68,391	68,414	68,633	68,718	68,448	68,315	68,106	67,974	67,676	817,159
FQHC RECON													-
P204 TOTAL	87,688	88,647	89,443	89,598	89,740	90,070	90,176	89,902	89,971	89,941	90,167	89,371	1,074,713
AIHP Facility	28,008	28,255	28,389	28,388	28,408	28,786	29,037	29,103	29,172	29,196	29,558	28,990	345,290
AIHP Non-Facility	28,008	28,255	28,389	28,388	28,408	28,786	29,037	29,103	29,172	29,196	29,558	28,990	345,290
Non-AIHP													-
Prior Quarter													-
FQHC RECON													-
ESA TOTAL	56,016	56,510	56,778	56,776	56,816	57,572	58,074	58,206	58,344	58,392	59,116	57,980	690,580
TOTAL	143,704	145,157	146,221	146,374	146,556	147,642	148,250	148,108	148,315	148,333	149,283	147,351	1,765,293

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>TOTAL</u>
AIHP Facility	10,665	10,614	10,680	10,727	10,774	10,821	10,868	10,915	10,963	11,010	11,057	11,104	130,198
AIHP Non-Facility	10,665	10,614	10,680	10,727	10,774	10,821	10,868	10,915	10,963	11,010	11,057	11,104	130,198
Non-AIHP													-
Prior Quarter													-
FES Births	126	147	140	137	117	128	118	95	109	80	97	99	1,395
FES Other	67,641	67,639	67,665	67,853	67,954	67,444	67,423	67,251	67,240	67,863	68,409	69,093	813,475
FQHC RECON													-
P204 TOTAL	89,097	89,014	89,164	89,444	89,620	89,214	89,278	89,177	89,274	89,963	90,620	91,400	1,075,266
AIHP Facility	29,029	29,279	29,266	29,312	29,360	29,370	29,922	29,755	29,849	29,969	30,063	30,170	355,344
AIHP Non-Facility	29,029	29,279	29,266	29,312	29,360	29,370	29,922	29,755	29,849	29,969	30,063	30,170	355,344
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA TOTAL	58,058	58,558	58,533	58,624	58,720	58,740	59,844	59,509	59,699	59,938	60,125	60,340	710,688
TOTAL	147,155	147,572	147,697	148,068	148,340	147,954	149,122	148,686	148,973	149,901	150,745	151,740	1,785,954

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AIHP Facility	11,151	11,198	11,245	11,292	11,339	11,387	11,434	11,481	11,528	11,575	11,622	11,669	136,921
AIHP Non-Facility	11,151	11,198	11,245	11,292	11,339	11,387	11,434	11,481	11,528	11,575	11,622	11,669	136,921
Non-AIHP													-
Prior Quarter													-
FES Births	118	134	131	127	105	118	105	85	96	70	82	88	1,259
FES Other	69,596	70,172	70,535	70,939	71,190	70,778	70,823	70,694	70,712	71,355	71,914	72,606	851,315
FQHC RECON													-
P204 TOTAL	92,016	92,702	93,157	93,651	93,974	93,669	93,796	93,741	93,863	94,575	95,239	96,033	1,126,416
AIHP Facility	30,253	30,461	30,614	30,650	30,734	30,781	31,335	31,187	31,290	31,414	31,517	31,619	371,856
AIHP Non-Facility	30,253	30,461	30,614	30,650	30,734	30,781	31,335	31,187	31,290	31,414	31,517	31,619	371,856
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
ESA TOTAL	60,507	60,923	61,228	61,300	61,467	61,561	62,671	62,375	62,580	62,829	63,034	63,239	743,712
TOTAL	152,523	153,625	154,384	154,951	155,441	155,230	156,467	156,115	156,444	157,404	158,273	159,271	1,870,128

PMPM

FY 19 ACTUAL

	<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>
AIHP Facility	351.76	514.65	398.84	569.80	379.96	410.31	429.10	418.34	465.88	52.98	83.32	1,019.78	424.56
AIHP Non-Facility	182.18	259.47	214.16	248.30	197.45	218.73	254.61	228.14	241.20	576.70	775.99	(347.57)	254.11
Non-AIHP													
Prior Quarter													
FES Births	1,931.27	3,114.04	2,465.22	3,094.19	2,692.58	2,473.04	3,568.67	3,036.64	2,848.30	3,854.61	4,575.55	2,801.92	3,038.00
FES Other	33.07	54.63	43.06	50.83	40.08	38.16	50.54	37.74	37.44	44.38	55.67	36.91	43.54
FQHC RECON													
AIHP Facility	482.57	649.62	491.32	710.06	472.79	510.76	564.36	504.33	602.32	59.42	100.44	1,341.43	540.79
AIHP Non-Facility	296.09	436.19	331.83	424.13	374.63	369.70	453.53	424.48	426.92	864.58	1,151.97	(367.03)	432.25
Non-AIHP													
Prior Quarter													
FQHC 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>
AIHP Facility	437.77	437.77	437.77	437.77	437.77	437.77	471.69	471.69	471.69	471.69	471.69	471.69	454.73
AIHP Non-Facility	254.11	254.11	254.11	273.80	273.80	273.80	273.80	273.80	273.80	273.80	273.80	273.80	268.88
Non-AIHP													
Prior Quarter													
FES Births	3,151.20	3,151.20	3,151.20	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,253.93	3,228.25
FES Other	41.91	41.91	41.91	43.27	43.27	43.27	43.27	43.27	43.27	43.27	43.27	43.27	42.93
FQHC RECON													
AIHP Facility	557.01	557.01	557.01	557.01	557.01	557.01	600.16	600.16	600.16	600.16	600.16	600.16	578.58
AIHP Non-Facility	434.97	434.97	434.97	468.67	468.67	468.67	468.67	468.67	468.67	468.67	468.67	468.67	460.25
Non-AIHP													
Prior Quarter													
FQHC RECON													

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY Average</u>
AIHP Facility	471.69	471.69	471.69	471.69	471.69	471.69	508.23	508.23	508.23	508.23	508.23	508.23	489.96
AIHP Non-Facility	273.80	273.80	273.80	295.01	295.01	295.01	295.01	295.01	295.01	295.01	295.01	295.01	289.71
Non-AIHP													
Prior Quarter													
FES Births	3,253.93	3,253.93	3,253.93	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,360.01	3,333.49
FES Other	43.27	43.27	43.27	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.68	44.33
FQHC RECON													
AIHP Facility	600.16	600.16	600.16	600.16	600.16	600.16	646.65	646.65	646.65	646.65	646.65	646.65	623.41
AIHP Non-Facility	468.67	468.67	468.67	504.98	504.98	504.98	504.98	504.98	504.98	504.98	504.98	504.98	495.90
Non-AIHP													
Prior Quarter													
FQHC RECON													

STATE FUND

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>TOTAL</u>
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	37,500	37,300	37,600	40,400	40,600	40,700	40,900	41,100	41,300	41,400	41,600	41,800	482,200
Non-AIHP	800	1,000	700	1,000	900	800	700	900	900	1,000	900	800	10,400
Prior Quarter	2,500	2,500	2,500	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	29,100
FES Births	5,500	6,400	6,100	6,100	5,300	5,700	5,300	4,300	4,900	3,600	4,400	4,400	62,000
FES Other	39,300	39,200	39,300	40,400	40,400	40,100	40,100	40,000	40,000	40,400	40,700	41,100	481,000
FQHC RECON	-	-	-	-	-	38,400	-	-	-	-	-	-	38,400
P204 TOTAL	85,600	86,400	86,200	90,300	89,600	128,100	89,400	88,700	89,500	88,800	90,000	90,500	1,103,100
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	40,500	40,900	40,900	44,100	44,200	44,200	64,300	64,000	64,200	64,400	64,600	64,900	641,200
Non-AIHP	1,200	1,500	900	1,500	1,300	1,100	1,500	1,800	1,900	2,000	1,800	1,600	18,100
Prior Quarter	2,200	1,900	1,600	1,300	1,000	600	500	-	-	-	-	-	9,100
FQHC RECON	-	-	-	-	-	13,800	-	-	-	-	-	-	13,800
ESA TOTAL	43,900	44,300	43,400	46,900	46,500	59,700	66,300	65,800	66,100	66,400	66,400	66,500	682,200
TOTAL	129,500	130,700	129,600	137,200	136,100	187,800	155,700	154,500	155,600	155,200	156,400	157,000	1,785,300

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	42,000	42,200	42,300	45,400	45,600	45,800	45,900	46,100	46,300	46,500	46,700	46,900	541,700
Non-AIHP	900	1,100	700	1,100	1,000	800	800	900	1,000	1,000	1,000	800	11,100
Prior Quarter	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	2,600	31,200
FES Births	5,300	6,000	5,800	5,800	4,800	5,400	4,800	3,900	4,400	3,200	3,700	4,000	57,100
FES Other	41,400	41,800	42,000	43,200	43,300	43,100	43,100	43,000	43,000	43,400	43,800	44,200	515,300
FQHC RECON	-	-	-	-	-	38,700	-	-	-	-	-	-	38,700
P204 TOTAL	92,200	93,700	93,400	98,100	97,300	136,400	97,200	96,500	97,300	96,700	97,800	98,500	1,195,100
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	65,000	65,500	65,800	71,000	71,200	71,300	72,600	72,200	72,500	72,800	73,000	73,200	846,100
Non-AIHP	1,800	2,300	1,400	2,300	2,000	1,700	1,600	1,900	2,000	2,200	2,000	1,700	22,900
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	16,300	-	-	-	-	-	-	16,300
ESA TOTAL	66,800	67,800	67,200	73,300	73,200	89,300	74,200	74,100	74,500	75,000	75,000	74,900	885,300
TOTAL	159,000	161,500	160,600	171,400	170,500	225,700	171,400	170,600	171,800	171,700	172,800	173,400	2,080,400

Arizona Health Care Cost Containment System

IHS Facilities Inflation Developed

IHS Facilities Inflation Factors										
Historical IHS Payment Rates				Average Inflation		Programmatic Weights for IHS Inflation				
OP/IP	2012	2013	% +/-	% +/-		OP/IP	Program	Weights	Weighted Inflation Factor	
OP Rate	\$ 316.00	\$ 330.00	4.43%	<u>2-Year Average</u>		OP	Traditional	76.34%	5.60%	
IP Rate	\$ 2,165.00	\$ 2,272.00	4.94%	Outpatient	7.88%	IP	Traditional	23.66%	2.14%	
	2013	2014	% +/-	Inpatient	8.34%	Total	Traditional	100.00%	7.74%	
OP Rate	\$ 330.00	\$ 342.00	3.64%	<u>3-Year Average</u>		OP	Proposition 204	76.15%	5.59%	
IP Rate	\$ 2,272.00	\$ 2,413.00	6.21%	Outpatient	7.34%	IP	Proposition 204	23.85%	2.16%	
	2014	2015	% +/-	Inpatient	9.05%	Total	Proposition 204	100.00%	7.75%	
OP Rate	\$ 342.00	\$ 350.00	2.34%	<u>4-Year Average</u>		OP	Newly Eligible Children	85.88%	6.30%	
IP Rate	\$ 2,413.00	\$ 2,443.00	1.24%	Outpatient	6.79%	IP	Newly Eligible Children	14.12%	1.28%	
	2015	2016	% +/-	Inpatient	8.96%	Total	Newly Eligible Children	100.00%	7.58%	
OP Rate	\$ 350.00	\$ 368.00	5.14%	<u>5-Year Average</u>		OP	Newly Eligible Adults	85.04%	6.24%	
IP Rate	\$ 2,443.00	\$ 2,655.00	8.68%	Outpatient	5.90%	IP	Newly Eligible Adults	14.96%	1.35%	
	2016	2017	% +/-	Inpatient	7.42%	Total	Newly Eligible Adults	100.00%	7.59%	
OP Rate	\$ 368.00	\$ 391.00	6.25%							
IP Rate	\$ 2,655.00	\$ 2,933.00	10.47%							
							OP	ALTCS-EPD	58.80%	4.31%
							IP	ALTCS-EPD	41.20%	3.73%
							Total	ALTCS-EPD	100.00%	8.04%

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Fee-for-Service

	FY 2019 Actual	FY 2020 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	568,764.3	632,341.7

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Fee-for-Service

	<u>FY 2019 Actual</u>	<u>FY 2020 Expd. Plan</u>
Expenditure Category Total	568,764.3	632,341.7
Appropriated		
AA1000-A General Fund (Appropriated)	(1.6)	1,834.4
	(1.6)	1,834.4
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	527,945.7	582,406.9
HC2576-N Hospital Assessment (Non-Appropriated)	40,820.2	48,100.4
	568,765.9	630,507.3
Fund Source Total	568,764.3	632,341.7
<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:	Proposition 204 - Fee-for-Service

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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:	Proposition 204 - Fee-for-Service

	FY 2019 Actual	FY 2020 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.

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 FY2020 – FY2021 reinsurance forecast. The SFY 2019 actual PMPMs were inflated in October 2019 and 2020 by DHCM developed risk pool rates. The resulting PMPMs were then multiplied by the forecasted member months to come up with a total expenditure forecast for fiscal years 2020 and 2021.

Member Month Forecast

		ESA	Age 1-20	Age 21+	Dual	SSI w/o	TOTAL	% Change
Actual	SFY 2018	3,281,959	24,602	1,485,240	528,030	17,931	5,337,762	
Actual	SFY 2019	3,298,122	21,049	1,439,586	545,351	16,326	5,320,434	-0.32%
Estimate	SFY 2020	3,479,111	20,035	1,454,990	571,550	18,539	5,544,225	4.21%
Estimate	SFY 2021	3,636,734	19,160	1,463,978	597,014	21,730	5,738,616	3.51%

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 forecasted total dollars. FFY 2020 FMAPs are based on the FFIS estimates for that period. For specific rates, refer to the FMAP Table below.

It is assumed that the Regular FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on the Federal Funds Information for States (FFIS) Issue Brief 19-11 (March 27, 2019). 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 2020 to 90.00% in FFY 2021. The updated FMAP percentages and member months that were used in the reinsurance forecast are shown in the tables below.

Proposition 204 FMAP												
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%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
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%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Regular	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
ESA	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	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 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund					
Hospital Assessment	6,473,900	8,433,700	8,645,500	10,474,900	2,041,200
Subtotal State Match	6,473,900	8,433,700	8,645,500	10,474,900	2,041,200
Federal Title XIX	63,562,300	68,396,400	70,458,800	76,062,400	7,666,000
Subtotal Federal Funding	63,562,300	68,396,400	70,458,800	76,062,400	7,666,000
Grand Total	70,036,200	76,830,100	79,104,300	86,537,300	9,707,200

TOTAL FUND

FY 19 ACTUAL

	<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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	68,469	7,314	5,017	-	2,150	-	-	-	-	-	82,949
AGE 21+	803,473	678,590	416,374	183,903	1,279,426	758,693	640,402	193,889	326,828	398,140	176,623	670,761	6,527,100
DUAL	(3,850)	(339)	1,081	192,848	9,673	1,060	46,561	(736)	38,329	1,128	19,282	7,087	312,126
SSIWO	145,586	67,200	87,225	152,499	62,955	51,842	12,179	435,735	92,061	103,893	65,598	51,377	1,328,149
ESA	5,340,129	4,541,092	5,529,975	6,994,480	6,197,029	5,635,944	4,646,011	3,165,582	3,635,506	5,800,422	4,968,999	4,702,166	61,157,336
SMI ESA	-	-	-	-	-	-	-	-	73,108	119,148	89,405	334,791	616,452
SMI P204	-	-	-	-	-	-	-	-	-	-	2,023	3,082	5,105
TRANSPLANTS	(26,819)	28,547	22	627	-	-	-	-	-	4,647	-	-	7,023
TOTAL	6,258,519	5,315,090	6,103,145	7,531,671	7,554,100	6,447,539	5,347,303	3,794,469	4,165,833	6,427,378	5,321,930	5,769,264	70,036,240

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>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	7,400	8,000	7,800	8,200	8,100	8,100	8,100	8,000	8,000	8,000	8,000	7,900	95,600
AGE 21+	582,800	629,100	550,600	569,600	570,000	569,500	568,200	566,500	566,000	565,000	564,900	565,700	6,867,900
DUAL	27,900	30,100	26,900	24,600	24,800	24,900	25,000	25,100	25,200	25,200	25,300	25,500	310,500
SSIWO	118,600	128,000	120,800	122,400	124,100	125,700	127,400	129,100	130,800	132,500	134,300	136,100	1,529,800
ESA	5,460,600	5,894,700	5,313,500	5,666,300	5,689,300	5,711,200	5,732,400	5,753,400	5,774,300	5,795,200	5,816,100	5,837,100	68,444,100
SMI ESA	55,000	59,400	157,600	168,300	169,200	170,200	171,100	172,100	173,000	174,000	174,900	175,900	1,820,700
SMI P204	500	500	2,600	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,700	27,900
TRANSPLANTS	600	700	600	600	600	600	600	700	700	700	700	700	7,800
TOTAL	6,253,400	6,750,500	6,180,400	6,562,700	6,588,800	6,612,900	6,635,500	6,657,600	6,680,700	6,703,300	6,726,900	6,751,600	79,104,300

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	7,900	7,900	7,800	8,300	8,200	8,200	8,200	8,100	8,100	8,100	8,000	8,000	96,800
AGE 21+	566,400	568,400	570,400	589,800	590,400	590,000	589,100	587,800	587,200	586,400	586,100	586,700	6,998,700
DUAL	25,600	25,600	25,700	23,400	23,500	23,700	23,800	23,800	23,900	23,900	24,000	24,200	291,100
SSIWO	137,900	139,700	141,600	143,500	145,400	147,400	149,300	151,300	153,300	155,400	157,400	159,500	1,781,700
ESA	5,858,100	5,879,200	5,900,400	6,286,500	6,309,100	6,331,800	6,354,600	6,377,500	6,400,500	6,423,500	6,446,600	6,469,900	75,037,700
SMI ESA	176,800	177,800	178,800	190,800	191,800	192,800	193,800	194,800	195,800	196,800	197,800	198,800	2,286,600
SMI P204	2,700	2,700	2,700	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	2,800	33,300
TRANSPLANTS	900	900	900	900	900	900	1,000	1,000	1,000	1,000	1,000	1,000	11,400
TOTAL	6,776,300	6,802,200	6,828,300	7,246,000	7,272,100	7,297,600	7,322,600	7,347,100	7,372,600	7,397,900	7,423,700	7,450,900	86,537,300

FEDERAL FUND

FY 19 ACTUAL

	<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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	47,900	5,100	3,500	-	1,500	-	-	-	-	-	58,000
AGE 21+	561,500	474,300	291,000	128,400	893,200	529,600	447,100	135,400	228,200	277,900	123,300	468,300	4,558,200
DUAL	(2,700)	(200)	800	134,600	6,800	700	32,500	(500)	26,800	800	13,500	4,900	218,000
SSIWO	101,800	47,000	61,000	106,500	43,900	36,200	8,500	304,200	64,300	72,500	45,800	35,900	927,600
ESA	5,019,700	4,268,600	5,198,200	6,574,800	5,825,200	5,297,800	4,320,800	2,944,000	3,381,000	5,394,400	4,621,200	4,373,000	57,218,700
SMI ESA	-	-	-	-	-	-	-	-	68,000	110,800	83,100	311,400	573,300
SMI P204	-	-	-	-	-	-	-	-	-	-	1,400	2,200	3,600
TRANSPLANTS	(18,700)	20,000	-	400	-	-	-	-	-	3,200	-	-	4,900
TOTAL	5,661,600	4,809,700	5,598,900	6,949,800	6,772,600	5,864,300	4,810,400	3,383,100	3,768,300	5,859,600	4,888,300	5,195,700	63,562,300

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>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	5,200	5,600	5,400	5,700	5,700	5,700	5,700	5,600	5,600	5,600	5,600	5,500	66,900
AGE 21+	406,900	439,200	384,400	398,800	399,100	398,800	397,900	396,700	396,300	395,600	395,500	396,100	4,805,300
DUAL	19,500	21,000	18,800	17,200	17,400	17,400	17,500	17,600	17,600	17,600	17,700	17,900	217,200
SSIWO	82,800	89,400	84,300	85,700	86,900	88,000	89,200	90,400	91,600	92,800	94,000	95,300	1,070,400
ESA	5,078,400	5,482,100	4,941,600	5,269,700	5,291,000	5,311,400	5,159,200	5,178,100	5,196,900	5,215,700	5,234,500	5,253,400	62,612,000
SMI ESA	51,200	55,200	146,600	156,500	157,400	158,300	154,000	154,900	155,700	156,600	157,400	158,300	1,662,100
SMI P204	300	300	1,800	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	19,500
TRANSPLANTS	400	500	400	400	400	400	400	500	500	500	500	500	5,400
TOTAL	5,644,700	6,093,300	5,583,300	5,935,900	5,959,800	5,981,900	5,825,800	5,845,700	5,866,100	5,886,300	5,907,100	5,928,900	70,458,800

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	5,500	5,500	5,500	5,800	5,800	5,800	5,800	5,700	5,700	5,700	5,600	5,600	68,000
AGE 21+	396,600	398,000	399,400	414,600	415,100	414,800	414,100	413,200	412,800	412,200	412,000	412,500	4,915,300
DUAL	17,900	17,900	18,000	16,500	16,500	16,700	16,700	16,700	16,800	16,800	16,900	17,000	204,400
SSIWO	96,600	97,800	99,100	100,900	102,200	103,600	105,000	106,400	107,800	109,200	110,700	112,100	1,251,400
ESA	5,272,300	5,291,300	5,310,400	5,657,900	5,678,200	5,698,600	5,719,100	5,739,800	5,760,500	5,781,200	5,801,900	5,822,900	67,534,100
SMI ESA	159,100	160,000	160,900	171,700	172,600	173,500	174,400	175,300	176,200	177,100	178,000	178,900	2,057,700
SMI P204	1,900	1,900	1,900	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	23,700
TRANSPLANTS	600	600	600	600	600	600	700	700	700	700	700	700	7,800
TOTAL	5,950,500	5,973,000	5,995,800	6,370,000	6,393,000	6,415,600	6,437,800	6,459,800	6,482,500	6,504,900	6,527,800	6,551,700	76,062,400

STATE FUND

FY 19 ACTUAL

	<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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	20,600	2,200	1,500	-	600	-	-	-	-	-	24,900
AGE 21+	242,000	204,300	125,400	55,500	386,200	229,100	193,300	58,500	98,600	120,200	53,300	202,500	1,968,900
DUAL	(1,100)	(100)	300	58,200	2,900	400	14,100	(200)	11,500	300	5,800	2,200	94,300
SSIWO	43,800	20,200	26,200	46,000	19,100	15,600	3,700	131,500	27,800	31,400	19,800	15,500	400,600
ESA	320,400	272,500	331,800	419,700	371,800	338,100	325,200	221,600	254,500	406,000	347,800	329,200	3,938,600
SMI ESA	-	-	-	-	-	-	-	-	5,100	8,300	6,300	23,400	43,100
SMI P204	-	-	-	-	-	-	-	-	-	-	600	900	1,500
TRANSPLANTS	(8,100)	8,500	-	200	-	-	-	-	-	1,400	-	-	2,000
TOTAL	597,000	505,400	504,300	581,800	781,500	583,200	536,900	411,400	397,500	567,600	433,600	573,700	6,473,900

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>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	2,200	2,400	2,400	2,500	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	28,700
AGE 21+	175,900	189,900	166,200	170,800	170,900	170,700	170,300	169,800	169,700	169,400	169,400	169,600	2,062,600
DUAL	8,400	9,100	8,100	7,400	7,400	7,500	7,500	7,500	7,600	7,600	7,600	7,600	93,300
SSIWO	35,800	38,600	36,500	36,700	37,200	37,700	38,200	38,700	39,200	39,700	40,300	40,800	459,400
ESA	382,200	412,600	371,900	396,600	398,300	399,800	573,200	575,300	577,400	579,500	581,600	583,700	5,832,100
SMI ESA	3,800	4,200	11,000	11,800	11,800	11,900	17,100	17,200	17,300	17,400	17,500	17,600	158,600
SMI P204	200	200	800	800	800	800	800	800	800	800	800	800	8,400
TRANSPLANTS	200	200	200	200	200	200	200	200	200	200	200	200	2,400
TOTAL	608,700	657,200	597,100	626,800	629,000	631,000	809,700	811,900	814,600	817,000	819,800	822,700	8,645,500

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	2,400	2,400	2,300	2,500	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400	28,800
AGE 21+	169,800	170,400	171,000	175,200	175,300	175,200	175,000	174,600	174,400	174,200	174,100	174,200	2,083,400
DUAL	7,700	7,700	7,700	6,900	7,000	7,000	7,100	7,100	7,100	7,100	7,100	7,200	86,700
SSIWO	41,300	41,900	42,500	42,600	43,200	43,800	44,300	44,900	45,500	46,200	46,700	47,400	530,300
ESA	585,800	587,900	590,000	628,600	630,900	633,200	635,500	637,700	640,000	642,300	644,700	647,000	7,503,600
SMI ESA	17,700	17,800	17,900	19,100	19,200	19,300	19,400	19,500	19,600	19,700	19,800	19,900	228,900
SMI P204	800	800	800	800	800	800	800	800	800	800	800	800	9,600
TRANSPLANTS	300	300	300	300	300	300	300	300	300	300	300	300	3,600
TOTAL	825,800	829,200	832,500	876,000	879,100	882,000	884,800	887,300	890,100	893,000	895,900	899,200	10,474,900

MEMBER MONTHS

FY 19 ACTUAL

	<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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,829	1,842	1,829	1,678	1,758	1,747	1,758	1,751	1,748	1,692	1,704	1,713	21,049
AGE 21+	118,915	119,163	119,403	119,845	119,963	120,424	120,397	120,128	120,152	120,402	120,486	120,306	1,439,586
DUAL	44,657	44,797	44,941	45,096	45,278	45,429	45,541	45,732	45,923	45,902	45,935	46,120	545,351
SSIWO	1,406	1,376	1,363	1,341	1,359	1,330	1,301	1,314	1,330	1,375	1,421	1,410	16,326
ESA	269,403	270,045	270,519	271,439	271,713	273,850	276,304	278,224	278,882	278,791	279,248	279,704	3,298,122
SMI ESA	11,846	11,891	11,955	12,072	12,130	12,242	12,319	12,419	12,505	12,579	12,625	12,657	147,241
SMI P204	7,538	7,480	7,464	7,486	7,512	7,549	7,577	7,594	7,598	7,550	7,523	7,511	90,382
TRANSPLANTS	-	-	-	1	1	2	1	4	4	4	4	4	25
TOTAL	455,594	456,594	457,474	458,958	459,714	462,575	465,197	467,167	468,142	468,296	468,947	469,426	5,558,082

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>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,703	1,698	1,691	1,685	1,679	1,673	1,666	1,660	1,654	1,648	1,642	1,636	20,035
AGE 21+	120,466	120,908	121,362	121,861	121,952	121,830	121,554	121,201	121,081	120,882	120,859	121,034	1,454,990
DUAL	46,516	46,705	46,963	47,033	47,380	47,643	47,817	47,940	48,170	48,159	48,469	48,755	571,550
SSIWO	1,435	1,454	1,473	1,493	1,513	1,533	1,554	1,574	1,595	1,617	1,638	1,660	18,539
ESA	282,575	284,561	286,086	287,376	288,544	289,653	290,731	291,796	292,856	293,916	294,976	296,040	3,479,111
SMI ESA	12,760	12,834	12,907	12,980	13,054	13,127	13,200	13,274	13,347	13,420	13,494	13,567	157,964
SMI P204	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	90,698
TRANSPLANTS	4	4	4	4	4	4	4	5	5	5	5	5	53
TOTAL	473,018	475,721	478,045	479,990	481,685	483,020	484,085	485,009	486,267	487,205	488,640	490,255	5,792,940

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	1,630	1,624	1,618	1,611	1,606	1,600	1,594	1,588	1,582	1,576	1,570	1,564	19,160
AGE 21+	121,182	121,611	122,030	122,460	122,592	122,516	122,329	122,048	121,929	121,756	121,697	121,826	1,463,978
DUAL	48,918	49,046	49,225	49,140	49,423	49,710	49,877	50,039	50,250	50,176	50,464	50,747	597,014
SSIWO	1,682	1,704	1,727	1,750	1,773	1,797	1,821	1,845	1,870	1,895	1,920	1,946	21,730
ESA	297,106	298,176	299,250	300,327	301,409	302,494	303,583	304,676	305,773	306,874	307,979	309,087	3,636,734
SMI ESA	13,640	13,714	13,787	13,860	13,934	14,007	14,081	14,154	14,227	14,301	14,374	14,447	168,526
SMI P204	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	7,558	90,698
TRANSPLANTS	6	6	6	6	6	6	7	7	7	7	7	7	78
TOTAL	491,723	493,439	495,200	496,715	498,300	499,688	500,849	501,915	503,197	504,142	505,568	507,183	5,997,919

PMPM

FY 19 ACTUAL	<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	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	-	-	37.44	4.36	2.85	-	1.22	-	-	-	-	-	4.59
AGE 21+	6.76	5.69	3.49	1.53	10.67	6.30	5.32	1.61	2.72	3.31	1.47	5.58	4.54
DUAL	(0.09)	(0.01)	0.02	4.28	0.21	0.02	1.02	(0.02)	0.83	0.02	0.42	0.15	0.57
SSIWO	103.57	48.85	63.99	113.74	46.32	38.97	9.36	331.68	69.20	75.56	46.17	36.43	81.99
ESA	19.82	16.82	20.44	25.77	22.81	20.58	16.81	11.38	13.04	20.81	17.79	16.81	18.57
SMI ESA	-	-	-	-	-	-	-	-	5.85	9.47	7.08	26.45	12.21
SMI P204	-	-	-	-	-	-	-	-	-	-	0.27	0.41	0.34
TRANSPLANTS	-	-	-	627.30	-	-	-	-	-	1,161.73	-	-	149.09

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>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	4.34	4.71	4.59	4.85	4.85	4.85	4.85	4.85	4.85	4.85	4.85	4.85	4.77
AGE 21+	4.84	5.20	4.54	4.67	4.67	4.67	4.67	4.67	4.67	4.67	4.67	4.67	4.72
DUAL	0.60	0.64	0.57	0.52	0.52	0.52	0.52	0.52	0.52	0.52	0.52	0.52	0.54
SSIWO	82.65	88.03	81.99	81.99	81.99	81.99	81.99	81.99	81.99	81.99	81.99	81.99	82.55
ESA	19.32	20.72	18.57	19.72	19.72	19.72	19.72	19.72	19.72	19.72	19.72	19.72	19.67
SMI ESA	4.31	4.63	12.21	12.97	12.97	12.97	12.97	12.97	12.97	12.97	12.97	12.97	11.49
SMI P204	0.07	0.07	0.34	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.35	0.31
TRANSPLANTS	150.00	175.00	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09	151.32

FY 21 REQUEST	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY Average</u>
AGE <1	-	-	-	-	-	-	-	-	-	-	-	-	-
AGE 1-20	4.85	4.85	4.85	5.12	5.12	5.12	5.12	5.12	5.12	5.12	5.12	5.12	5.05
AGE 21+	4.67	4.67	4.67	4.82	4.82	4.82	4.82	4.82	4.82	4.82	4.82	4.82	4.78
DUAL	0.52	0.52	0.52	0.48	0.48	0.48	0.48	0.48	0.48	0.48	0.48	0.48	0.49
SSIWO	81.99	81.99	81.99	82.00	82.00	82.00	82.00	82.00	82.00	82.00	82.00	82.00	82.00
ESA	19.72	19.72	19.72	20.93	20.93	20.93	20.93	20.93	20.93	20.93	20.93	20.93	20.63
SMI ESA	12.97	12.97	12.97	13.76	13.76	13.76	13.76	13.76	13.76	13.76	13.76	13.76	13.56
SMI P204	0.35	0.35	0.35	0.37	0.37	0.37	0.37	0.37	0.37	0.37	0.37	0.37	0.37
TRANSPLANTS	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09	149.09

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Proposition 204 - Reinsurance			
Fund:	HC2120-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	62,011.0	68,396.4	7,666.0	76,062.4
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
Non-Appropriated Total:	62,011.0	68,396.4	7,666.0	76,062.4
Fund Total:	62,011.0	68,396.4	7,666.0	76,062.4
Fund:	HC2576-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	7,396.6	8,433.7	2,041.2	10,474.9
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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	Proposition 204 - Reinsurance			
Fund:	HC2576-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:	7,396.6	8,433.7	2,041.2	10,474.9
Fund Total:	7,396.6	8,433.7	2,041.2	10,474.9
Program Total For Selected Funds:	69,407.6	76,830.1	9,707.2	86,537.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Reinsurance

	FY 2019 Actual	FY 2020 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	69,407.6	76,830.1

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Reinsurance

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	69,407.6	76,830.1
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	62,011.0	68,396.4
HC2576-N Hospital Assessment (Non-Appropriated)	7,396.6	8,433.7
	69,407.6	76,830.1
Fund Source Total	69,407.6	76,830.1

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	
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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 - Reinsurance

	FY 2019 Actual	FY 2020 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
<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 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 2019 by the SSI with Medicare member months for that same period. For Calendar Year 2020 and Calendar Year 2021, this PMPM cost is inflated by 1.49%. The 1.49% 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 2019 by the SSI with Medicare member months for that same period. For Calendar Year 2020 and Calendar Year 2021, this PMPM cost is inflated by 6.45%. The 6.45% 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.

**PROP 204 SERVICES
PROP 204 MEDICARE PREMIUMS**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



ASSUMPTIONS:

Medicare Premium Rates

The current calendar year 2019 Medicare Part A premium is \$437.00 per month. The current calendar year 2019 Medicare Part B premium is \$135.50. 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

		PMPM		% Change	
		Part A	Part B	Part A	Part B
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	Actual	\$ 437.00	\$ 135.50	3.55%	1.12%
2020.01 to 2020.12	Projected	\$ 443.49	\$ 144.24	1.49%	6.45%
2021.01 to 2021.12	Projected	\$ 450.08	\$ 153.54	1.49%	6.45%

PROP 204 SERVICES
PROP 204 MEDICARE PREMIUMS

FISCAL YEAR 2021
BUDGET JUSTIFICATION



Medicare Part A and Part B premiums projected for Calendar Years 2020 and 2021 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. 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. The decrease 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. 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	11.40%
2013	345,267	4.00%
2014	363,976	5.40%
2015	393,689	8.20%
2016	418,288	6.20%
2017	284,938	-31.90%
2018	429,355	50.70%
2019	635,733	48.07%
2020	662,248	4.17%
2021	687,712	3.85%

**PROP 204 SERVICES
PROP 204 MEDICARE PREMIUMS**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



FMAP:

AHCCCS is assuming that the FMAP rate of 70.02% will increase in FFY 2021 to 70.30% based on FFIS estimates (Issue Brief 19-11, March 27, 2019).

Proposition 204 FMAP												
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%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%	70.02%
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%
SFY 2021	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21
Regular	70.02%	70.02%	70.02%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%	70.30%
ESA	90.00%	90.00%	90.00%	90.00%	90.00%	90.00%	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 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	-	-	-	-	-
Hospital Assessment	25,191,600	28,199,900	27,118,400	29,712,800	1,512,900
Subtotal State Match	25,191,600	28,199,900	27,118,400	29,712,800	1,512,900
Federal Title XIX	58,305,800	64,227,100	63,187,200	70,105,000	5,877,900
Subtotal Federal Funding	58,305,800	64,227,100	63,187,200	70,105,000	5,877,900
Grand Total	83,497,400	92,427,000	90,305,600	99,817,800	7,390,800

TOTAL FUND

FY 19 ACTUAL

	<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	6,400	5,000	6,700	5,200	5,000	5,700	4,200	6,200	4,900	4,500	4,700	4,900	63,400
Part B	6,797,900	6,805,300	6,869,600	6,869,100	6,905,200	6,892,500	6,957,500	7,035,000	7,045,900	7,096,300	7,071,700	7,088,000	83,434,000
Medicare TOTAL	6,804,300	6,810,300	6,876,300	6,874,300	6,910,200	6,898,200	6,961,700	7,041,200	7,050,800	7,100,800	7,076,400	7,092,900	83,497,400
TOTAL	6,804,300	6,810,300	6,876,300	6,874,300	6,910,200	6,898,200	6,961,700	7,041,200	7,050,800	7,100,800	7,076,400	7,092,900	83,497,400

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>TOTAL</u>
Part A	5,400	5,400	5,500	5,500	5,500	5,500	5,600	5,600	5,700	5,700	5,700	5,700	66,800
Part B	7,135,600	7,160,600	7,194,600	7,203,800	7,249,700	7,284,300	7,778,600	7,796,000	7,828,300	7,826,700	7,870,200	7,910,400	90,238,800
Medicare TOTAL	7,141,000	7,166,000	7,200,100	7,209,300	7,255,200	7,289,800	7,784,200	7,801,600	7,834,000	7,832,400	7,875,900	7,916,100	90,305,600
TOTAL	7,141,000	7,166,000	7,200,100	7,209,300	7,255,200	7,289,800	7,784,200	7,801,600	7,834,000	7,832,400	7,875,900	7,916,100	90,305,600

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
Part A	5,700	5,700	5,800	5,800	5,800	5,800	5,900	5,900	6,000	5,900	6,000	6,000	70,300
Part B	7,933,300	7,951,200	7,976,400	7,964,600	8,004,200	8,044,600	8,588,400	8,612,700	8,644,200	8,633,200	8,676,200	8,718,500	99,747,500
Medicare TOTAL	7,939,000	7,956,900	7,982,200	7,970,400	8,010,000	8,050,400	8,594,300	8,618,600	8,650,200	8,639,100	8,682,200	8,724,500	99,817,800
TOTAL	7,939,000	7,956,900	7,982,200	7,970,400	8,010,000	8,050,400	8,594,300	8,618,600	8,650,200	8,639,100	8,682,200	8,724,500	99,817,800

FEDERAL FUND

FY 19 ACTUAL

	<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	4,500	3,500	4,700	3,600	3,500	4,000	2,900	4,300	3,400	3,100	3,300	3,400	44,200
Part B	4,751,100	4,756,200	4,801,200	4,795,300	4,820,500	4,811,700	4,857,000	4,911,100	4,918,700	4,953,900	4,936,800	4,948,100	58,261,600
Medicare TOTAL	4,755,600	4,759,700	4,805,900	4,798,900	4,824,000	4,815,700	4,859,900	4,915,400	4,922,100	4,957,000	4,940,100	4,951,500	58,305,800
TOTAL	4,755,600	4,759,700	4,805,900	4,798,900	4,824,000	4,815,700	4,859,900	4,915,400	4,922,100	4,957,000	4,940,100	4,951,500	58,305,800

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>TOTAL</u>
Part A	3,800	3,800	3,800	3,900	3,900	3,900	3,900	3,900	4,000	4,000	4,000	4,000	46,900
Part B	4,981,400	4,998,800	5,022,600	5,044,100	5,076,200	5,100,500	5,446,600	5,458,800	5,481,400	5,480,300	5,510,700	5,538,900	63,140,300
Medicare TOTAL	4,985,200	5,002,600	5,026,400	5,048,000	5,080,100	5,104,400	5,450,500	5,462,700	5,485,400	5,484,300	5,514,700	5,542,900	63,187,200
TOTAL	4,985,200	5,002,600	5,026,400	5,048,000	5,080,100	5,104,400	5,450,500	5,462,700	5,485,400	5,484,300	5,514,700	5,542,900	63,187,200

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
Part A	4,000	4,000	4,100	4,100	4,100	4,100	4,100	4,100	4,200	4,100	4,200	4,200	49,300
Part B	5,554,900	5,567,400	5,585,100	5,599,100	5,627,000	5,655,400	6,037,600	6,054,700	6,076,900	6,069,100	6,099,400	6,129,100	70,055,700
Medicare TOTAL	5,558,900	5,571,400	5,589,200	5,603,200	5,631,100	5,659,500	6,041,700	6,058,800	6,081,100	6,073,200	6,103,600	6,133,300	70,105,000
TOTAL	5,558,900	5,571,400	5,589,200	5,603,200	5,631,100	5,659,500	6,041,700	6,058,800	6,081,100	6,073,200	6,103,600	6,133,300	70,105,000

STATE FUND

FY 19 ACTUAL	<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	1,900	1,500	2,000	1,600	1,500	1,700	1,300	1,900	1,500	1,400	1,400	1,500	19,200
Part B	2,046,800	2,049,100	2,068,400	2,073,800	2,084,700	2,080,800	2,100,500	2,123,900	2,127,200	2,142,400	2,134,900	2,139,900	25,172,400
Medicare TOTAL	2,048,700	2,050,600	2,070,400	2,075,400	2,086,200	2,082,500	2,101,800	2,125,800	2,128,700	2,143,800	2,136,300	2,141,400	25,191,600
TOTAL	2,048,700	2,050,600	2,070,400	2,075,400	2,086,200	2,082,500	2,101,800	2,125,800	2,128,700	2,143,800	2,136,300	2,141,400	25,191,600

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>TOTAL</u>
Part A	1,600	1,600	1,700	1,600	1,600	1,600	1,700	1,700	1,700	1,700	1,700	1,700	19,900
Part B	2,154,200	2,161,800	2,172,000	2,159,700	2,173,500	2,183,800	2,332,000	2,337,200	2,346,900	2,346,400	2,359,500	2,371,500	27,098,500
Medicare TOTAL	2,155,800	2,163,400	2,173,700	2,161,300	2,175,100	2,185,400	2,333,700	2,338,900	2,348,600	2,348,100	2,361,200	2,373,200	27,118,400
TOTAL	2,155,800	2,163,400	2,173,700	2,161,300	2,175,100	2,185,400	2,333,700	2,338,900	2,348,600	2,348,100	2,361,200	2,373,200	27,118,400

FY 21 REQUEST	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
Part A	1,700	1,700	1,700	1,700	1,700	1,700	1,800	1,800	1,800	1,800	1,800	1,800	21,000
Part B	2,378,400	2,383,800	2,391,300	2,365,500	2,377,200	2,389,200	2,550,800	2,558,000	2,567,300	2,564,100	2,576,800	2,589,400	29,691,800
Medicare TOTAL	2,380,100	2,385,500	2,393,000	2,367,200	2,378,900	2,390,900	2,552,600	2,559,800	2,569,100	2,565,900	2,578,600	2,591,200	29,712,800
TOTAL	2,380,100	2,385,500	2,393,000	2,367,200	2,378,900	2,390,900	2,552,600	2,559,800	2,569,100	2,565,900	2,578,600	2,591,200	29,712,800

MEMBER MONTHS

FY 19 ACTUAL													
	<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	52,195	52,277	52,405	52,582	52,790	52,978	53,118	53,326	53,520	53,453	53,458	53,631	635,733
Part B	52,195	52,277	52,405	52,582	52,790	52,978	53,118	53,326	53,520	53,453	53,458	53,631	635,733
Medicare TOTAL	104,389	104,554	104,810	105,164	105,580	105,956	106,235	106,653	107,040	106,906	106,916	107,262	1,271,467
TOTAL	104,389	104,554	104,810	105,164	105,580	105,956	106,235	106,653	107,040	106,906	106,916	107,262	1,271,467
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>TOTAL</u>
Part A	54,074	54,263	54,521	54,591	54,939	55,201	55,375	55,498	55,729	55,717	56,027	56,313	662,248
Part B	54,074	54,263	54,521	54,591	54,939	55,201	55,375	55,498	55,729	55,717	56,027	56,313	662,248
Medicare TOTAL	108,149	108,526	109,042	109,182	109,877	110,401	110,750	110,997	111,457	111,435	112,053	112,626	1,324,495
TOTAL	108,149	108,526	109,042	109,182	109,877	110,401	110,750	110,997	111,457	111,435	112,053	112,626	1,324,495
FY 21 REQUEST													
	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
Part A	56,476	56,604	56,783	56,699	56,981	57,268	57,435	57,597	57,808	57,734	58,022	58,305	687,712
Part B	56,476	56,604	56,783	56,699	56,981	57,268	57,435	57,597	57,808	57,734	58,022	58,305	687,712
Medicare TOTAL	112,952	113,207	113,566	113,397	113,962	114,537	114,869	115,195	115,617	115,469	116,044	116,610	1,375,424
TOTAL	112,952	113,207	113,566	113,397	113,962	114,537	114,869	115,195	115,617	115,469	116,044	116,610	1,375,424

PMPM

FY 19 ACTUAL													
	<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	0.12	0.10	0.13	0.10	0.09	0.11	0.08	0.12	0.09	0.08	0.09	0.09	0.10
Part B	130.24	130.18	131.09	130.64	130.81	130.10	130.98	131.92	131.65	132.76	132.28	132.16	131.23
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>
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	131.96	131.96	131.96	131.96	131.96	131.96	140.47	140.47	140.47	140.47	140.47	140.47	136.22
FY 21 REQUEST													
	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</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	140.47	140.47	140.47	140.47	140.47	140.47	149.53	149.53	149.53	149.53	149.53	149.53	145.00

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Proposition 204 - Medicare			
Fund:	HC2120-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	58,306.9	64,227.1	5,877.9	70,105.0
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:	58,306.9	64,227.1	5,877.9	70,105.0
Fund Total:	58,306.9	64,227.1	5,877.9	70,105.0
Fund:	HC2576-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	25,190.8	28,199.9	1,512.9	29,712.8
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 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	Proposition 204 - Medicare			
Fund:	HC2576-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:	25,190.8	28,199.9	1,512.9	29,712.8
Fund Total:	25,190.8	28,199.9	1,512.9	29,712.8
Program Total For Selected Funds:	83,497.7	92,427.0	7,390.8	99,817.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Medicare

	FY 2019 Actual	FY 2020 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	83,497.7	92,427.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Proposition 204 - Medicare

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	83,497.7	92,427.0
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	58,306.9	64,227.1
HC2576-N Hospital Assessment (Non-Appropriated)	25,190.8	28,199.9
	83,497.7	92,427.0
Fund Source Total	83,497.7	92,427.0

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:	Proposition 204 - Medicare

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 - Medicare

	FY 2019 Actual	FY 2020 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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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 2019	FY 2020	FY 2021	FY 2021	
	Actual	Expd. Plan	Fund. Issue	Total Request	
Program:	Programmatic Pass-Through Funding				
Fund:	HC2500-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	833.0	833.0	0.0	833.0
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:	833.0	833.0	0.0	833.0
	Fund Total:	833.0	833.0	0.0	833.0
	Program Total For Selected Funds:	833.0	833.0	0.0	833.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass-Through Funding

	FY 2019 Actual	FY 2020 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	833.0	833.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Programmatic Pass-Through Funding

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	833.0	833.0
Non-Appropriated		
HC2500-N IGA and ISA Fund (Non-Appropriated)	833.0	833.0
Fund Source Total	833.0	833.0

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:	Programmatic Pass-Through Funding

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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
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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:	Non-Title XIX Behavioral Health

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program Summary				
5-1 Seriously Mentally Ill (Non-Title XIX)	144,174.3	148,020.3	0.0	148,020.3
5-2 Crisis Services	16,391.3	16,391.3	0.0	16,391.3
5-3 Supported Housing	7,611.9	9,424.8	0.0	9,424.8
5-4 SLI Substance Use Disorder Services	5,307.7	4,591.5	(4,591.5)	0.0
Program Summary Total:	173,485.2	178,427.9	(4,591.5)	173,836.4
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	1,474.3	1,492.0	0.0	1,492.0
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	168,012.7	172,896.6	(4,591.5)	168,305.1
7000 Other Operating Expenses	1,577.8	1,590.0	0.0	1,590.0
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	2,420.4	2,449.3	0.0	2,449.3
Expenditure Categories Total:	173,485.2	178,427.9	(4,591.5)	173,836.4
Fund Source				
Appropriated Funds				
AA1000-A General Fund (Appropriated)	96,195.8	97,112.8	0.0	97,112.8
HC2227-A Substance Abuse Services Fund (Appropriated)	2,250.2	2,250.2	0.0	2,250.2
	98,446.0	99,363.0	0.0	99,363.0
Non-Appropriated Funds				
HC2325-N Substance Use Disorder Services Fund (Non-Appr)	5,307.7	4,591.5	(4,591.5)	0.0
HC2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appr)	2,287.1	4,100.0	0.0	4,100.0
HC4503-N IGAs for County BHS Fund (Non-Appropriated)	67,444.4	70,373.4	0.0	70,373.4
	75,039.2	79,064.9	(4,591.5)	74,473.4
Fund Source Total:	173,485.2	178,427.9	(4,591.5)	173,836.4

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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Fund: AA1000-A General Fund (Appropriated)				
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
5-1 Seriously Mentally Ill (Non-Title XIX)	76,729.9	77,646.9	0.0	77,646.9
5-2 Crisis Services	14,141.1	14,141.1	0.0	14,141.1
5-3 Supported Housing	5,324.8	5,324.8	0.0	5,324.8
Total	96,195.8	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	1,474.3	1,492.0	0.0	1,492.0
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	92,301.1	93,171.5	0.0	93,171.5
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	2,420.4	2,449.3	0.0	2,449.3
Expenditure Categories Total:	96,195.8	97,112.8	0.0	97,112.8
Fund AA1000-A Total:	96,195.8	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
Program:	Non-Title XIX Behavioral Health

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2227-A Substance Abuse Services Fund (Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
5-2	Crisis Services	2,250.2	2,250.2	0.0	2,250.2
	Total	2,250.2	2,250.2	0.0	2,250.2

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	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 HC2227-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
Program:	Non-Title XIX Behavioral Health

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2325-N Substance Use Disorder Services Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
5-4	SLI Substance Use Disorder Services	5,307.7	4,591.5	(4,591.5)	0.0
	Total	5,307.7	4,591.5	(4,591.5)	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		5,307.7	4,591.5	(4,591.5)	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:		5,307.7	4,591.5	(4,591.5)	0.0
Fund HC2325-N Total:		5,307.7	4,591.5	(4,591.5)	0.0

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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
5-3	Supported Housing	2,287.1	4,100.0	0.0	4,100.0
	Total	2,287.1	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	2,287.1	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:	2,287.1	4,100.0	0.0	4,100.0
Fund HC2555-N Total:	2,287.1	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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC4503-N IGAs for County BHS Fund (Non-Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
5-1	Seriously Mentally Ill (Non-Title XIX)	67,444.4	70,373.4	0.0	70,373.4
	Total	67,444.4	70,373.4	0.0	70,373.4

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	65,866.6	68,783.4	0.0	68,783.4
Other Operating Expenses	1,577.8	1,590.0	0.0	1,590.0
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:	67,444.4	70,373.4	0.0	70,373.4
Fund HC4503-N Total:	67,444.4	70,373.4	0.0	70,373.4
Program 5 Total:	173,485.2	178,427.9	(4,591.5)	173,836.4

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 received 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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Program: Seriously Mentally Ill (Non-Title XIX)

Fund: AA1000-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	1,474.3	1,492.0	0.0	1,492.0
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	72,835.2	73,705.6	0.0	73,705.6
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	2,420.4	2,449.3	0.0	2,449.3
Appropriated Total:		76,729.9	77,646.9	0.0	77,646.9
Fund Total:		76,729.9	77,646.9	0.0	77,646.9

Fund: HC4503-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	65,866.6	68,783.4	0.0	68,783.4
7000	Other Operating Expenses	1,577.8	1,590.0	0.0	1,590.0
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 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	Seriously Mentally Ill (Non-Title XIX)			
Fund:	HC4503-N IGAs for County BHS 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:	67,444.4	70,373.4	0.0	70,373.4
Fund Total:	67,444.4	70,373.4	0.0	70,373.4
Program Total For Selected Funds:	144,174.3	148,020.3	0.0	148,020.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Seriously Mentally III (Non-Title XIX)	
	FY 2019 Actual	FY 2020 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
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Employee Related Expenses	0.0	0.0
Expenditure Category Total	0.0	0.0
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Professional and Outside Services		1,492.0
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	1,474.3	
Expenditure Category Total	1,474.3	1,492.0
Appropriated		
AA1000-A General Fund (Appropriated)	1,474.3	1,492.0
Fund Source Total	1,474.3	1,492.0
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Travel In-State	0.0	0.0
Expenditure Category Total	0.0	0.0
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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

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Seriously Mentally III (Non-Title XIX)

	FY 2019 Actual	FY 2020 Expd. Plan
Aid to Organizations and Individuals	138,701.8	142,489.0
Expenditure Category Total	138,701.8	142,489.0
Appropriated		
AA1000-A General Fund (Appropriated)	72,835.2	73,705.6
	72,835.2	73,705.6
Non-Appropriated		
HC4503-N IGAs for County BHS Fund (Non-Appropriated)	65,866.6	68,783.4
	65,866.6	68,783.4
Fund Source Total	138,701.8	142,489.0
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Other Operating Expenses		1,590.0
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:	Seriously Mentally III (Non-Title XIX)

	FY 2019 Actual	FY 2020 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:	Seriously Mentally III (Non-Title XIX)

	FY 2019 Actual	FY 2020 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	1,577.8	
Expenditure Category Total	1,577.8	1,590.0
Non-Appropriated		
HC4503-N IGAs for County BHS Fund (Non-Appropriated)	1,577.8	1,590.0
Fund Source Total	1,577.8	1,590.0
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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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Seriously Mentally III (Non-Title XIX)

	FY 2019 Actual	FY 2020 Expd. Plan
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	2,420.4	2,449.3
Expenditure Category Total	2,420.4	2,449.3
<hr/>		
Appropriated		
AA1000-A General Fund (Appropriated)	2,420.4	2,449.3
Fund Source Total	2,420.4	2,449.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Seriously Mentally Ill (Non-Title XIX)

<u>FY 2019</u> <u>Actual</u>	<u>FY 2020</u> <u>Expd. Plan</u>
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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).

Crisis services is funded by the Substance Abuse Services Funds, 2227 and 2319.

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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Program: Crisis Services

Fund: AA1000-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	14,141.1	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:		14,141.1	14,141.1	0.0	14,141.1
Fund Total:		14,141.1	14,141.1	0.0	14,141.1

Fund: HC2227-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 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	Crisis Services			
Fund:	HC2227-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:	16,391.3	16,391.3	0.0	16,391.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Crisis Services

	FY 2019 Actual	FY 2020 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	16,391.3	16,391.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Crisis Services

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	16,391.3	16,391.3
Appropriated		
AA1000-A General Fund (Appropriated)	14,141.1	14,141.1
HC2227-A Substance Abuse Services Fund (Appropriated)	2,250.2	2,250.2
	16,391.3	16,391.3
Fund Source Total	16,391.3	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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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/>		

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 Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	Supported Housing

	FY 2019 Actual	FY 2020 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	7,611.9	9,424.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Supported Housing	
	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	7,611.9	9,424.8
Appropriated		
AA1000-A General Fund (Appropriated)	5,324.8	5,324.8
	5,324.8	5,324.8
Non-Appropriated		
HC2555-N Seriously Mentally Ill Housing Trust Fund (Non-Appropriated)	2,287.1	4,100.0
	2,287.1	4,100.0
Fund Source Total	7,611.9	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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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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SUBSTANCE USE DISORDER SERVICES FUND

PROGRAM DESCRIPTION:

The Substance Use Disorder Services Fund ensures that uninsured or underinsured Arizonans have better access to increased treatment resources.

In a Special Session of the Legislature, members of the Arizona House and Senate Legislature unanimously passed the Arizona Opioid Epidemic Act, which was signed into law on January 26, 2018.

\$10M of General Fund monies have been appropriated to the Substance Use Disorder Services Fund to spend for 2018 through 2020. With interest earned, the projected total spend is estimated to be \$10,147,200.

Expenditures by Fiscal Year:

SFY 2018	\$	248,000
SFY 2019	\$	5,307,700
SFY 2020	\$	<u>4,591,500</u>
	\$	10,147,200

STATUTORY AUTHORITY:

A.R.S Title 36, chapter 29, article 1, section 2930.06

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019	FY 2020	FY 2021	FY 2021
	Actual	Expd. Plan	Fund. Issue	Total Request
Program:	SLI Substance Use Disorder Services			
Fund:	HC2325-N Substance Use Disorder Services 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	5,307.7	4,591.5	(4,591.5)	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:	5,307.7	4,591.5	(4,591.5)	0.0
Fund Total:	5,307.7	4,591.5	(4,591.5)	0.0
Program Total For Selected Funds:	5,307.7	4,591.5	(4,591.5)	0.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Substance Use Disorder Services

	FY 2019 Actual	FY 2020 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	5,307.7	4,591.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Substance Use Disorder Services

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	5,307.7	4,591.5
Non-Appropriated		
HC2325-N Substance Use Disorder Services Fund (Non-Appropriated)	5,307.7	4,591.5
Fund Source Total	5,307.7	4,591.5

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	
Rental Of Land And Buildings	0.0	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Substance Use Disorder Services

	FY 2019 Actual	FY 2020 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 Substance Use Disorder Services

	FY 2019 Actual	FY 2020 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:	SLI Substance Use Disorder Services

	FY 2019 Actual	FY 2020 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
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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
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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:	Children's Health Insurance Program

		FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program Summary					
6-2	Children's Health Insurance Program Services	73,207.8	106,516.4	(683.6)	105,832.8
	Program Summary Total:	73,207.8	106,516.4	(683.6)	105,832.8
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	71,168.7	104,538.0	(683.6)	103,854.4
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	2,039.1	1,978.4	0.0	1,978.4
	Expenditure Categories Total:	73,207.8	106,516.4	(683.6)	105,832.8
Fund Source					
Appropriated Funds					
AA1000-A	General Fund (Appropriated)	1.4	7,523.8	11,621.9	19,145.7
HC2409-A	KIDSCARE - FED Revenue and Expenditures (App)	73,206.4	98,916.3	(12,591.3)	86,325.0
		73,207.8	106,440.1	(969.4)	105,470.7
Non-Appropriated Funds					
HC2500-N	IGA and ISA Fund (Non-Appropriated)	0.0	76.3	285.8	362.1
		0.0	76.3	285.8	362.1
	Fund Source Total:	73,207.8	106,516.4	(683.6)	105,832.8

Program Group Summary of Expenditures and Budget Request for Selected Funds

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

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Fund: AA1000-A General Fund (Appropriated)				
Program Expenditures				
COST CENTER/PROGRAM BUDGET UNIT				
6-2 Children's Health Insurance Program Services	1.4	7,523.8	11,621.9	19,145.7
Total	1.4	7,523.8	11,621.9	19,145.7
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	1.4	7,523.8	11,621.9	19,145.7
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:	1.4	7,523.8	11,621.9	19,145.7
Fund AA1000-A Total:	1.4	7,523.8	11,621.9	19,145.7

Program Group Summary of Expenditures and Budget Request for Selected Funds

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

	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Fund:	HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriated)
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Program Expenditures

COST CENTER/PROGRAM BUDGET UNIT					
6-2	Children's Health Insurance Program Services	73,206.4	98,916.3	(12,591.3)	86,325.0
	Total	73,206.4	98,916.3	(12,591.3)	86,325.0

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	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	71,167.3	96,937.9	(12,591.3)	84,346.6
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	2,039.1	1,978.4	0.0	1,978.4
Expenditure Categories Total:	73,206.4	98,916.3	(12,591.3)	86,325.0
Fund HC2409-A Total:	73,206.4	98,916.3	(12,591.3)	86,325.0

Program Group Summary of Expenditures and Budget Request for Selected Funds

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

		FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Fund: HC2500-N IGA and ISA Fund (Non-Appropriated)					
Program Expenditures					
COST CENTER/PROGRAM BUDGET UNIT					
6-2	Children's Health Insurance Program Services	0.0	76.3	285.8	362.1
	Total	0.0	76.3	285.8	362.1
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	0.0	76.3	285.8	362.1
	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:		0.0	76.3	285.8	362.1
Fund HC2500-N Total:		0.0	76.3	285.8	362.1
Program 6 Total:		73,207.8	106,516.4	(683.6)	105,832.8

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 began 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.

This budget assumes sufficient CHIP allotment for FFY 2020 and FFY 2021.

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 2019, 33,411 children were enrolled in KidsCare. By June 2020, AHCCCS anticipates 37,977 members and by June 2021 43,594 members. This analysis is based on ARIMA forecasting modeling that was developed.

SFY 2020	
	Members
7/1/2019	33353
8/1/2019	33828
9/1/2019	34223
10/1/2019	34644
11/1/2019	35044
12/1/2019	35449
1/1/2020	35858
2/1/2020	36272
3/1/2020	36691
4/1/2020	37115
5/1/2020	37544
6/1/2020	37977
7/1/2020	38416

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 SFY19 with estimated premiums for SFY20 are shown in the following table.

SFY	Premiums Paid
SFY17 Actual	\$4,549,700
SFY18 Actual	\$6,761,700
SFY19 Actual	\$8,633,259
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 an average of 4.67% from CYE 19 to CYE 20.

KidsCare Capitation Rates					
	10/1/2018	7/1/2019	10/1/2019	Jul.2019–Oct.2019 % Change	Oct. to Oct. % Change
Group					
Age <1	568.76	582.98	587.47	0.7%	3.2%
Age 1-20	178.66	183.13	187.46	2.4%	4.9%
Births	5,862.21	6,008.76	6,207.72	3.3%	5.9%
Crisis RBHA	4.76	4.88	1.74	-64.34%	-63.4%



ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the table below.

Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for [Program Name] is \$1,080,300 Total Fund (\$599,200 General Fund).

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 \$256,400 Total Fund and \$54,185 General Fund FY 2020; for FY 2021 \$260,200 Total Fund and \$54,606 General Fund.

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 90.51%.

FFY	Period	Enhanced
2019	October 18 – September 19	100.00%
2020	October 19 – September 20	90.51%
2021	October 20 – September 21	79.21%

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
TABLE A - KIDSCARE**

	FY 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	-	7,523,800	5,989,810	19,145,701	11,621,901
Local Match (APSI)	-	76,300	311,400	362,100	285,800
Subtotal State Match	-	7,600,100	6,301,210	19,507,801	11,907,701
CHIP - Title XXI Federal	71,638,259	98,916,200	79,724,560	86,324,893	(12,591,307)
Subtotal Federal Funding	71,638,259	98,916,200	79,724,560	86,324,893	(12,591,307)
Grand Total	71,638,259	106,516,300	86,025,771	105,832,695	(683,605)

TOTAL FUND

-10.1%

FY 19 ACTUAL

	<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>
AGE <1	119,251	132,207	116,564	134,164	144,810	151,451	151,580	183,681	167,280	163,106	167,720	163,747	1,795,563
AGE 1-20	4,299,878	4,233,896	4,474,381	5,744,185	5,460,670	5,677,262	5,553,105	6,248,490	5,743,246	5,774,215	5,847,719	5,891,524	64,948,569
DUAL BIRTHS	6,279	12,624	23,250	-	6,000	-	6,000	6,000	18,001	12,001	11,295	-	101,450
Crisis	-	-	-	44,587	42,356	42,963	42,997	43,608	44,374	44,537	45,152	45,449	396,023
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	-	-	-	-	-	-	-	-	-	-	-
APM Recon	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	4,425,409	4,378,727	4,614,195	5,922,936	5,653,836	5,871,676	5,753,682	6,481,779	5,972,901	5,993,859	6,071,887	6,100,720	67,241,605
FFS	227,481	123,157	100,499	154,921	162,475	119,405	119,548	216,458	164,187	182,251	284,112	107,782	1,962,275
REIN	238,957	199,692	234,057	112,973	146,731	96,165	16,634	119,542	99,216	82,717	95,465	652,461	2,094,609
Immunizations	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	339,770	-	-	-	-	-	339,770
TOTAL	4,891,846	4,701,575	4,948,750	6,190,829	5,963,042	6,087,246	6,229,634	6,817,779	6,236,304	6,258,827	6,451,464	6,860,963	71,638,259

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>TOTAL</u>
AGE <1	158,606	161,472	162,030	170,365	170,365	170,365	170,365	170,365	170,365	170,365	170,365	170,365	2,015,388
AGE 1-20	5,820,706.42	5,903,446.93	5,972,793.81	6,034,171.56	6,104,431.22	6,175,508.95	6,247,414.29	6,320,156.86	6,393,746.42	6,468,192.83	6,543,506.07	6,619,696.22	74,603,772
DUAL BIRTHS	5,861	5,861	5,861	6,208	6,208	6,208	6,208	6,208	6,208	6,208	6,208	6,208	73,454
Crisis	45,374	46,019	46,559	59,844	60,540	61,245	61,958	62,680	63,410	64,148	64,895	65,651	702,323
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	283,300	-	-	2,050,600	-	-	615,400	-	-	615,400	3,564,700
APM Recon	-	-	-	-	-	296,400	-	-	-	-	-	-	296,400
PSI	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	6,030,548	6,116,799	6,470,544	6,270,587	6,341,544	8,760,327	6,485,945	6,559,409	7,249,128	6,708,913	6,784,973	7,477,319	81,256,036
FFS	164,361	166,080	166,296	175,775	175,775	175,775	175,775	175,775	175,775	175,775	175,775	175,775	2,078,711
REIN	183,840	186,454	188,644	201,870	204,220	206,598	209,004	211,437	213,899	216,390	218,909	221,458	2,462,723
FQHC RECON	-	-	-	-	-	-	256,400	-	-	-	-	-	256,400
TOTAL	6,378,749	6,469,333	6,825,484	6,648,232	6,721,539	9,142,700	7,127,124	6,946,621	7,638,802	7,101,078	7,179,657	7,874,552	86,053,871

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	170,365	170,365	170,365	177,179	177,179	177,179	177,179	177,179	177,179	177,179	177,179	177,179	2,105,705
AGE 1-20	7,080,554.36	7,162,997.71	7,246,400.99	7,624,006.41	7,712,777.52	7,802,582.24	7,893,432.61	7,985,340.81	8,078,319.15	8,172,380.10	8,267,536.26	8,363,800.39	93,390,129
DUAL BIRTHS	6,208	6,208	6,208	6,456	6,456	6,456	6,456	6,456	6,456	6,456	6,456	6,456	76,727
Crisis	66,415	67,188	67,971	71,512	72,345	73,187	74,040	74,902	75,774	76,656	77,549	78,452	875,990
HIF	-	-	-	-	-	1,080,300	-	-	-	-	-	-	1,080,300
APSI	-	-	1,969,400	-	-	280,900	-	-	280,900	-	-	280,900	2,812,100
APM Recon	-	-	-	-	-	315,400	-	-	-	-	-	-	315,400
PSI	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	7,323,542	7,406,758	9,460,344	7,879,154	7,968,758	9,736,005	8,151,107	8,243,878	8,618,628	8,432,671	8,528,720	8,906,787	100,656,352
FFS	175,775	175,775	175,775	172,948	172,948	172,948	172,948	172,948	172,948	172,948	172,948	172,948	2,083,856
REIN	224,037	226,645	229,284	228,223	230,881	233,569	236,289	239,040	241,823	244,639	247,487	250,369	2,832,287
FQHC RECON	-	-	-	-	-	-	260,200	-	-	-	-	-	260,200
TOTAL	7,723,353	7,809,178	9,865,403	8,280,325	8,372,586	10,142,522	8,820,544	8,655,865	9,033,399	8,850,258	8,949,155	9,330,104	105,832,695

FEDERAL FUND

FY 19 ACTUAL

	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	119,251	132,207	116,564	134,164	144,810	151,451	151,580	183,681	167,280	163,106	167,720	163,747	1,795,563
AGE 1-20	4,299,878	4,233,896	4,474,381	5,744,185	5,460,670	5,677,262	5,553,105	6,248,490	5,743,246	5,774,215	5,847,719	5,891,524	64,948,569
DUAL BIRTHS	6,279	12,624	23,250	-	6,000	-	6,000	6,000	18,001	12,001	11,295	-	101,450
Crisis	-	-	-	44,587	42,356	42,963	42,997	43,608	44,374	44,537	45,152	45,449	396,023
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	-	-	-	-	-	-	-	-	-	-	-
APM Recon	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	4,425,409	4,378,727	4,614,195	5,922,936	5,653,836	5,871,676	5,753,682	6,481,779	5,972,901	5,993,859	6,071,887	6,100,720	67,241,605
FFS	227,481	123,157	100,499	154,921	162,475	119,405	119,548	216,458	164,187	182,251	284,112	107,782	1,962,275
REIN	238,957	199,692	234,057	112,973	146,731	96,165	16,634	119,542	99,216	82,717	95,465	652,461	2,094,609
Immunizations	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	339,770	-	-	-	-	-	339,770
TOTAL	4,891,846	4,701,575	4,948,750	6,190,829	5,963,042	6,087,246	6,229,634	6,817,779	6,236,304	6,258,827	6,451,464	6,860,963	71,638,259

FY 20 REBASE

	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	158,606	161,472	162,030	154,197	154,197	154,197	154,197	154,197	154,197	154,197	154,197	154,197	1,869,880
AGE 1-20	5,820,706	5,903,447	5,972,794	5,461,529	5,525,121	5,589,453	5,654,535	5,720,374	5,786,980	5,854,361	5,922,527	5,991,487	69,203,314
DUAL BIRTHS	5,861	5,861	5,861	5,619	5,619	5,619	5,619	5,619	5,619	5,619	5,619	5,619	68,152
Crisis	45,374	46,019	46,559	54,164	54,795	55,433	56,079	56,732	57,392	58,060	58,736	59,420	648,764
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	283,300	-	-	1,856,000	-	-	557,000	-	-	557,000	3,253,300
APM Recon	-	-	-	-	-	268,300	-	-	-	-	-	-	268,300
PSI	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	6,030,548	6,116,799	6,470,544	5,675,509	5,739,731	7,929,002	5,870,429	5,936,921	6,561,188	6,072,237	6,141,079	6,767,723	75,311,709
FFS	164,361	166,080	166,296	159,094	159,094	159,094	159,094	159,094	159,094	159,094	159,094	159,094	1,928,582
REIN	183,840	186,454	188,644	182,712	184,840	186,992	189,169	191,372	193,600	195,854	198,135	200,442	2,282,054
FQHC RECON	-	-	-	-	-	-	202,215	-	-	-	-	-	202,215
TOTAL	6,378,749	6,469,333	6,825,484	6,017,315	6,083,665	8,275,088	6,420,907	6,287,387	6,913,882	6,427,185	6,498,308	7,127,259	79,724,560

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
AGE <1	154,197	154,197	154,197	140,344	140,344	140,344	140,344	140,344	140,344	140,344	140,344	140,344	1,725,683
AGE 1-20	6,408,610	6,483,229	6,558,718	6,038,975	6,109,291	6,180,425	6,252,388	6,325,188	6,398,837	6,473,342	6,548,715	6,624,966	76,402,686
DUAL BIRTHS	5,619	5,619	5,619	5,114	5,114	5,114	5,114	5,114	5,114	5,114	5,114	5,114	62,880
Crisis	60,112	60,812	61,520	56,645	57,305	57,972	58,647	59,330	60,020	60,719	61,426	62,142	716,650
HIF	-	-	-	-	-	481,100	-	-	-	-	-	-	481,100
APSI	-	-	1,782,500	-	-	222,500	-	-	222,500	-	-	222,500	2,450,000
APM Recon	-	-	-	-	-	249,800	-	-	-	-	-	-	249,800
PSI	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	6,628,537	6,703,857	8,562,553	6,241,078	6,312,053	7,337,255	6,456,492	6,529,976	6,826,814	6,679,519	6,755,599	7,055,065	82,088,799
FFS	159,094	159,094	159,094	136,992	136,992	136,992	136,992	136,992	136,992	136,992	136,992	136,992	1,710,210
REIN	202,776	205,137	207,525	180,776	182,881	185,010	187,164	189,344	191,548	193,779	196,035	198,317	2,320,291
FQHC RECON	-	-	-	-	-	-	205,594	-	-	-	-	-	205,594
TOTAL	6,990,407	7,068,087	8,929,172	6,558,846	6,631,926	7,659,257	6,986,243	6,856,311	7,155,355	7,010,290	7,088,626	7,390,375	86,324,893

STATE FUND

FY 19 ACTUAL

	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	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	-	-	-	-	-	-	-	-	-	-	-
APM Recon	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN	-	-	-	-	-	-	-	-	-	-	-	-	-
Immunizations	-	-	-	-	-	-	-	-	-	-	-	-	-
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-

FY 20 REBASE

	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	-	-	-	16,168	16,168	16,168	16,168	16,168	16,168	16,168	16,168	16,168	145,508
AGE 1-20	-	-	-	572,643	579,311	586,056	592,880	599,783	606,767	613,831	620,979	628,209	5,400,458
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	-	-	-	589	589	589	589	589	589	589	589	589	5,302
Crisis	-	-	-	5,679	5,745	5,812	5,880	5,948	6,018	6,088	6,159	6,230	53,559
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	-	-	-	194,600	-	-	58,400	-	-	58,400	311,400
APM Recon	-	-	-	-	-	-	-	-	-	-	-	-	-
PSI	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	-	-	-	595,079	601,813	803,225	615,516	622,488	687,941	636,676	643,894	709,596	5,916,227
FFS	-	-	-	16,681	16,681	16,681	16,681	16,681	16,681	16,681	16,681	16,681	150,129
REIN	-	-	-	19,157	19,381	19,606	19,834	20,065	20,299	20,535	20,774	21,016	180,669
FQHC RECON	-	-	-	-	-	-	54,185	-	-	-	-	-	54,185
TOTAL	-	-	-	630,917	637,874	839,512	706,217	659,234	724,921	673,892	681,349	747,294	6,301,210

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
AGE <1	16,168	16,168	16,168	36,836	36,836	36,836	36,836	36,836	36,836	36,836	36,836	36,836	380,023
AGE 1-20	671,945	679,768	687,683	1,585,031	1,603,486	1,622,157	1,641,045	1,660,152	1,679,483	1,699,038	1,718,821	1,738,834	16,987,443
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	589	589	589	1,342	1,342	1,342	1,342	1,342	1,342	1,342	1,342	1,342	13,847
Crisis	6,303	6,376	6,450	14,867	15,041	15,216	15,393	15,572	15,753	15,937	16,122	16,310	159,341
HIF	-	-	-	-	-	599,200	-	-	-	-	-	-	599,200
APSI	-	-	186,900	-	-	58,400	-	-	58,400	-	-	58,400	362,100
APM Recon	-	-	-	-	-	65,600	-	-	-	-	-	-	65,600
PSI	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	695,004	702,901	897,791	1,638,076	1,656,705	2,398,750	1,694,615	1,713,902	1,791,814	1,753,152	1,773,121	1,851,722	18,567,553
FFS	16,681	16,681	16,681	35,956	35,956	35,956	35,956	35,956	35,956	35,956	35,956	35,956	373,646
REIN	21,261	21,509	21,759	47,448	48,000	48,559	49,124	49,696	50,275	50,860	51,453	52,052	511,996
FQHC RECON	-	-	-	-	-	-	54,606	-	-	-	-	-	54,606
TOTAL	732,946	741,091	936,231	1,721,480	1,740,661	2,483,265	1,834,301	1,799,554	1,878,045	1,839,969	1,860,529	1,939,730	19,507,801

MEMBER MONTHS AND ENROLLMENT

FY 19 ACTUAL

	<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>
AGE <1	262	267	256	235	251	262	262	270	288	282	293	288	3,215
AGE 1-20	28,853	29,169	30,102	32,496	30,869	31,312	31,336	31,782	32,340	32,459	32,907	33,123	376,749
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	1	2	4	-	1	-	1	1	3	3	1	-	17
Crisis	28,853	29,169	30,102	32,496	30,869	31,312	31,336	31,782	32,340	32,459	32,907	33,123	376,749
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	57,969	58,607	60,464	65,226	61,990	62,885	62,936	63,835	64,972	65,204	66,108	66,534	756,731
FFS	29,740	30,192	30,590	34,014	31,950	32,365	32,518	32,919	33,314	34,009	34,318	34,335	390,264
REIN	28,853	29,169	30,102	32,496	30,869	31,312	31,336	31,782	32,340	32,459	32,907	33,123	376,749
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	116,562	117,968	121,156	131,736	124,809	126,562	126,790	128,536	130,626	131,672	133,334	133,993	1,523,744

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>TOTAL</u>
AGE <1	284	289	290	290	290	290	290	290	290	290	290	290	3,473
AGE 1-20	33,069	33,539	33,933	34,354	34,754	35,159	35,568	35,982	36,401	36,825	37,254	37,687	424,524
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	1	1	1	1	1	1	1	1	1	1	1	1	12
Crisis	33,069	33,539	33,933	34,354	34,754	35,159	35,568	35,982	36,401	36,825	37,254	37,687	424,524
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	33,353	33,828	34,223	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	66,423	67,368	68,157	68,999	69,799	70,608	71,427	72,255	73,093	73,941	74,798	75,666	852,533
FFS	34,605	34,967	35,012	35,012	35,012	35,012	35,012	35,012	35,012	35,012	35,012	35,012	419,696
REIN	33,069	33,539	33,933	34,354	34,754	35,159	35,568	35,982	36,401	36,825	37,254	37,687	424,524
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	134,097	135,874	137,102	138,365	139,565	140,779	142,007	143,250	144,506	145,778	147,064	148,366	1,696,753

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
AGE <1	290	290	290	290	290	290	290	290	290	290	290	290	3,480
AGE 1-20	38,126	38,570	39,019	39,474	39,933	40,398	40,869	41,344	41,826	42,313	42,805	43,304	487,981
DUAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BIRTHS	1	1	1	1	1	1	1	1	1	1	1	1	12
Crisis	38,126	38,570	39,019	39,474	39,933	40,398	40,869	41,344	41,826	42,313	42,805	43,304	487,981
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	76,543	77,431	78,329	79,238	80,157	81,087	82,028	82,980	83,943	84,917	85,902	86,899	979,454
FFS	35,012	35,012	35,012	35,012	35,012	35,012	35,012	35,012	35,012	35,012	35,012	35,012	420,149
REIN	38,126	38,570	39,019	39,474	39,933	40,398	40,869	41,344	41,826	42,313	42,805	43,304	487,981
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	149,682	151,014	152,361	153,724	155,103	156,498	157,909	159,337	160,781	162,242	163,720	165,215	1,887,585

PMPM

FY 19 ACTUAL

	<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	454.99	495.22	455.15	571.69	576.93	578.63	578.69	680.21	580.44	577.64	573.37	569.42	557.70
AGE 1-20	149.03	145.15	148.64	176.77	176.90	181.31	177.21	196.60	177.59	177.89	177.70	177.87	171.89
DUAL BIRTHS	6,279.40	6,311.82	5,812.47	#DIV/0!	6,000.27	#DIV/0!	6,000.27	6,000.27	6,000.27	4,000.18	11,294.87	#DIV/0!	#DIV/0!
Crisis				1.37	1.37	1.37	1.37	1.37	1.37	1.37	1.37	1.37	1.37
HIF													

FFS	7.65	4.08	3.29	4.55	5.09	3.69	3.68	6.58	4.93	5.36	8.28	3.14	5.02
REIN	8.28	6.85	7.78	3.48	4.75	3.07	0.53	3.76	3.07	2.55	2.90	19.70	5.56
FQHC 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>
AGE <1	558.73	558.73	558.73	587.47	587.47	587.47	587.47	587.47	587.47	587.47	587.47	587.47	580.28
AGE 1-20	176.02	176.02	176.02	175.65	175.65	175.65	175.65	175.65	175.65	175.65	175.65	175.65	175.74
DUAL BIRTHS	5,861.43	5,861.43	5,861.43	6,207.72	6,207.72	6,207.72	6,207.72	6,207.72	6,207.72	6,207.72	6,207.72	6,207.72	6,121.15
Crisis	1.37	1.37	1.37	1.74	1.74	1.74	1.74	1.74	1.74	1.74	1.74	1.74	1.65
HIF													

FFS	4.75	4.75	4.75	5.02	5.02	5.02	5.02	5.02	5.02	5.02	5.02	5.02	4.95
REIN	5.56	5.56	5.56	5.88	5.88	5.88	5.88	5.88	5.88	5.88	5.88	5.88	5.80
FQHC RECON													

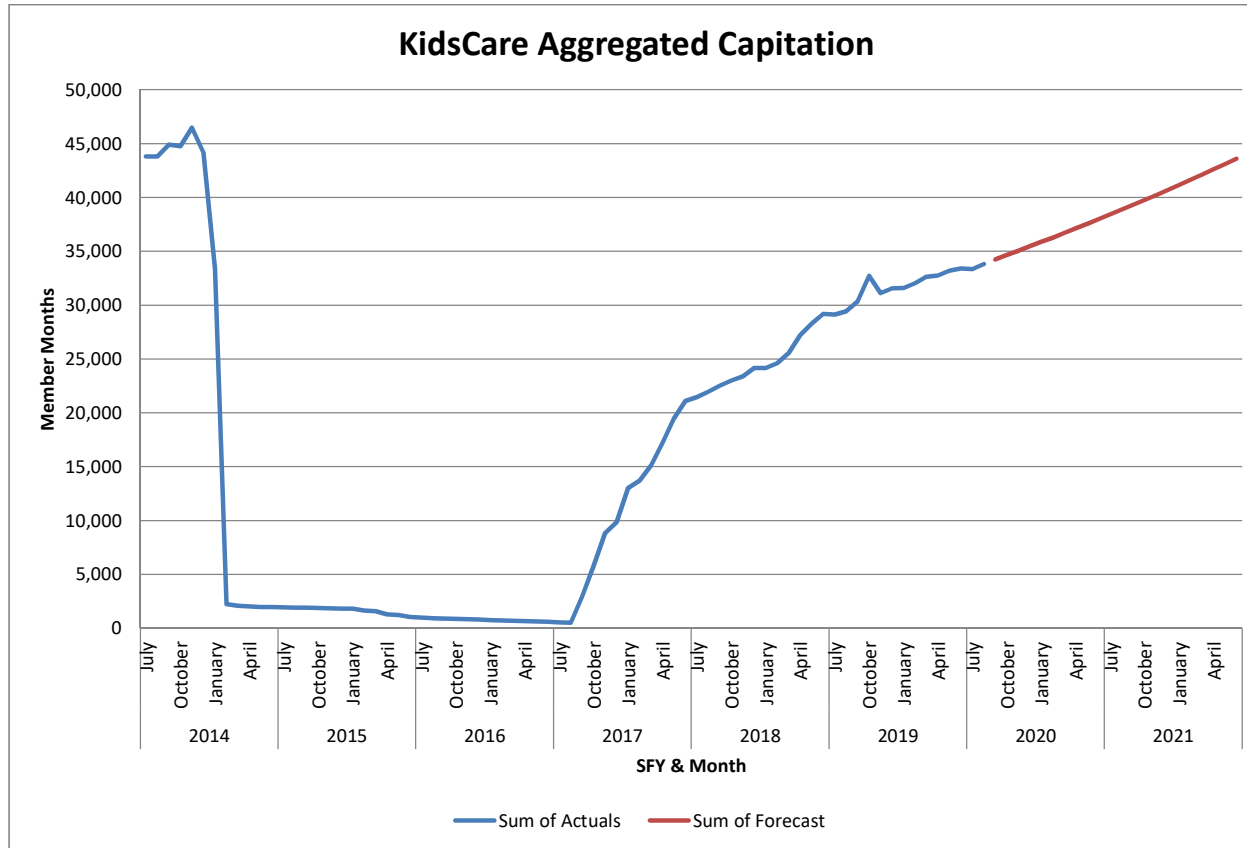
FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>SFY Average</u>
AGE <1	587.47	587.47	587.47	610.97	610.97	610.97	610.97	610.97	610.97	610.97	610.97	597.55	603.97
AGE 1-20	185.71	185.71	185.71	193.14	193.14	193.14	193.14	193.14	193.14	193.14	193.14	193.14	191.28
DUAL BIRTHS	6,207.72	6,207.72	6,207.72	6,456.03	6,456.03	6,456.03	6,456.03	6,456.03	6,456.03	6,456.03	6,456.03	6,456.03	6,393.95
Crisis	1.74	1.74	1.74	1.81	1.81	1.81	1.81	1.81	1.81	1.81	1.81	1.81	1.79
HIF													

FFS	5.02	5.02	5.02	4.94	4.94	4.94	4.94	4.94	4.94	4.94	4.94	4.94	4.96
REIN	5.88	5.88	5.88	5.78	5.78	5.78	5.78	5.78	5.78	5.78	5.78	5.78	5.81
FQHC RECON													

KidsCare Aggregated Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2015	19,933		19,933	-93.60%
1st Qtr	5,767		5,767	-95.65%
2nd Qtr	5,573		5,573	-95.88%
3rd Qtr	5,048		5,048	-86.61%
4th Qtr	3,544		3,544	-40.58%
2016	9,445		9,445	-52.62%
1st Qtr	2,835		2,835	-50.83%
2nd Qtr	2,538		2,538	-54.47%
3rd Qtr	2,186		2,186	-56.70%
4th Qtr	1,886		1,886	-46.78%
2017	128,114		128,114	1256.40%
1st Qtr	3,982		3,982	40.43%
2nd Qtr	24,461		24,461	863.93%
3rd Qtr	41,858		41,858	1815.03%
4th Qtr	57,813		57,813	2965.01%
2018	295,605		295,605	130.74%
1st Qtr	65,954		65,954	1556.33%
2nd Qtr	70,585		70,585	188.56%
3rd Qtr	74,340		74,340	77.60%
4th Qtr	84,726		84,726	46.55%
2019	379,965		379,965	28.54%
1st Qtr	88,909		88,909	34.80%
2nd Qtr	95,424		95,424	35.19%
3rd Qtr	96,279		96,279	29.51%
4th Qtr	99,352		99,352	17.26%
2020	67,181	360,816	427,997	12.64%
1st Qtr	67,181	34,223	101,404	14.05%
2nd Qtr		105,136	105,136	10.18%
3rd Qtr		108,821	108,821	13.03%
4th Qtr		112,636	112,636	13.37%
2021		491,461	491,461	14.83%
1st Qtr		116,586	116,586	14.97%
2nd Qtr		120,675	120,675	14.78%
3rd Qtr		124,909	124,909	14.78%
4th Qtr		129,292	129,292	14.79%



Data

Total Monthly MMs SFY Month	SFY								
	2014	2015	2016	2017	2018	2019	2020	2021	
July	43,802	1,942	993	548	21,468	29,115	33,353	38,416	
August	43,817	1,923	934	521	21,957	29,436	33,828	38,860	
September	44,889	1,903	909	2,912	22,529	30,358	34,223	39,309	
October	44,755	1,886	884	5,777	23,017	32,730	34,644	39,764	
November	46,475	1,852	837	8,837	23,394	31,120	35,044	40,223	
December	44,161	1,835	817	9,847	24,174	31,574	35,449	40,688	
January	33,389	1,813	762	13,032	24,174	31,598	35,858	41,159	
February	2,229	1,639	720	13,708	24,613	32,052	36,272	41,634	
March	2,079	1,596	703	15,118	25,553	32,629	36,691	42,116	
April	2,033	1,276	663	17,229	27,226	32,742	37,115	42,603	
May	1,958	1,230	633	19,482	28,305	33,200	37,544	43,095	
June	1,974	1,039	589	21,102	29,195	33,411	37,977	43,594	
Grand Total	311,562	19,933	9,445	128,114	295,605	379,965	427,997	491,461	

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System				
	FY 2019	FY 2020	FY 2021	FY 2021	
	Actual	Expd. Plan	Fund. Issue	Total Request	
Program:	Children's Health Insurance Program Services				
Fund:	AA1000-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	1.4	7,523.8	11,621.9	19,145.7
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:		1.4	7,523.8	11,621.9	19,145.7
Fund Total:		1.4	7,523.8	11,621.9	19,145.7
Fund:	HC2409-A KIDSCARE - FED Revenue and Expenditures				
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	71,167.3	96,937.9	(12,591.3)	84,346.6
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Children's Health Insurance Program Services			
Fund:	HC2409-A KIDSCARE - FED Revenue and Expenditures			
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	2,039.1	1,978.4	0.0	1,978.4
Appropriated Total:	73,206.4	98,916.3	(12,591.3)	86,325.0
Fund Total:	73,206.4	98,916.3	(12,591.3)	86,325.0
Fund:	HC2500-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	76.3	285.8	362.1
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	76.3	285.8	362.1
Fund Total:	0.0	76.3	285.8	362.1
Program Total For Selected Funds:	73,207.8	106,516.4	(683.6)	105,832.8

Program Expenditure Schedule

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

	FY 2019 Actual	FY 2020 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	71,168.7	104,538.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System		
Program:	Children's Health Insurance Program Services		
		FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total		71,168.7	104,538.0
Appropriated			
AA1000-A General Fund (Appropriated)		1.4	7,523.8
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate		71,167.3	96,937.9
		71,168.7	104,461.7
Non-Appropriated			
HC2500-N IGA and ISA Fund (Non-Appropriated)		0.0	76.3
		0.0	76.3
Fund Source Total		71,168.7	104,538.0
<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:	Children's Health Insurance Program Services

	FY 2019 Actual	FY 2020 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:	Children's Health Insurance Program Services

	FY 2019 Actual	FY 2020 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:	Children's Health Insurance Program Services

	FY 2019 Actual	FY 2020 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	2,039.1	1,978.4
Expenditure Category Total	2,039.1	1,978.4
<hr/>		
Appropriated		
HC2409-A KIDSCARE - FED Revenue and Expenditures (Appropriate	2,039.1	1,978.4
Fund Source Total	2,039.1	1,978.4

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 SFY2019 reconciliation payment of \$21,142,900 was for SFY2016. The SFY2020 reconciliation payment estimate of \$22,814,000 is for SFY2017 and the SFY2021 estimate of \$24,617,200 is for SFY2018.

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.

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.

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 2021
BUDGET 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.

METHODOLOGY

Expenditures in all four categories (DSC, DSC TPA, Reconciliation, and MAC) are forecasted by inflating the FY19 actual expenditures by the actual increase from FY19 over FY18. The expenditure flows by quarter are based on an average of the FY18 and FY19 experience. The projected increase for FY21 over the FY20 rebase is \$10,465,900 federal funds.

	FY 2019 <u>Actual</u>	FY 2020 <u>Rebase</u>	FY 2021 <u>Request</u>	FY 2021 <u>Change</u>
Direct Service	30,286,214	34,479,400	39,253,100	4,773,700
TPA Fee	2,956,328	3,581,300	4,338,400	757,100
Reconciliation Pymnts	21,142,912	22,814,000	24,617,200	1,803,200
DSC Total	<u>54,385,453</u>	<u>60,874,700</u>	<u>68,208,700</u>	<u>7,334,000</u>
MAC	<u>6,829,625</u>	<u>9,163,800</u>	<u>12,295,700</u>	<u>3,131,900</u>
MAC Total	<u>6,829,625</u>	<u>9,163,800</u>	<u>12,295,700</u>	<u>3,131,900</u>
Total	<u>61,215,078</u>	<u>70,038,500</u>	<u>80,504,400</u>	<u>10,465,900</u>

All amounts are federal funds only.

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 2018-2021
School Based Services Program**

		Direct Services	TPA Fee	Reconciliation	DSC Total	MAC	Total
SFY 18	Q1	3,420,505	448,949	19,594,263	23,463,718	1,212,937	24,676,655
	Q2	6,144,873	525,143	-	6,670,016	1,405,415	8,075,431
	Q3	7,581,829	630,451	-	8,212,280	-	8,212,280
	Q4	9,455,775	835,908	-	10,291,683	2,471,651	12,763,333
	Total	26,602,982	2,440,451	19,594,263	48,637,696	5,090,003	53,727,699
SFY 19	Q1	4,075,582	539,273	21,142,912	25,757,767	1,477,709	27,235,476
	Q2	7,741,688	648,028	-	8,389,716	1,727,523	10,117,240
	Q3	7,928,332	745,992	-	8,674,324	-	8,674,324
	Q4	10,540,612	1,023,034	-	11,563,646	3,624,392	15,188,039
	Total	30,286,214	2,956,328	21,142,912	54,385,453	6,829,625	61,215,078
SFY 20	Q1	4,536,500	656,000	22,814,000	28,006,500	2,083,200	30,089,700
	Q2	8,388,900	777,800	-	9,166,700	2,424,100	11,590,800
	Q3	9,426,300	914,400	-	10,340,700	-	10,340,700
	Q4	12,127,700	1,233,000	-	13,360,700	4,656,500	18,017,200
	Total	34,479,400	3,581,300	22,814,000	60,874,600	9,163,800	70,038,400
SFY 21	Q1	5,223,400	793,000	24,617,200	30,633,600	2,727,800	33,361,400
	Q2	9,792,100	946,600	-	10,738,700	3,181,400	13,920,100
	Q3	10,503,500	1,101,200	-	11,604,700	-	11,604,700
	Q4	13,734,100	1,497,500	-	15,231,600	6,386,600	21,618,200
	Total	39,253,100	4,338,400	24,617,200	68,208,600	12,295,700	80,504,400

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.
- (2) FY20 and FY21 projections are based on actual FY19 over FY18 growth rate by category of expense. Expenditure flows by quarter based on FY18 and FY19 average.
- (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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	Medicaid in the Public Schools			
Fund:	HC2120-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	6,775.3	9,163.8	3,131.9	12,295.7
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	54,983.5	60,874.7	7,334.0	68,208.7
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:	61,758.8	70,038.5	10,465.9	80,504.4
Fund Total:	61,758.8	70,038.5	10,465.9	80,504.4
Program Total For Selected Funds:	61,758.8	70,038.5	10,465.9	80,504.4

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System	
Program:	Medicaid in the Public Schools	
	FY 2019 Actual	FY 2020 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		9,163.8
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	6,775.3	
Expenditure Category Total	6,775.3	9,163.8
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	6,775.3	9,163.8
Fund Source Total	6,775.3	9,163.8
<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:	Medicaid in the Public Schools

	FY 2019 Actual	FY 2020 Expd. Plan
Aid to Organizations and Individuals	54,983.5	60,874.7
Expenditure Category Total	54,983.5	60,874.7
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	54,983.5	60,874.7
Fund Source Total	54,983.5	60,874.7

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	
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:	Medicaid in the Public Schools

	FY 2019 Actual	FY 2020 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:	Medicaid in the Public Schools

	FY 2019 Actual	FY 2020 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:	Medicaid in the Public Schools

	FY 2019 Actual	FY 2020 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/>		
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	0.0	0.0
Fund Source Total	0.0	0.0
<hr/>		

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

FISCAL YEAR 2021
BUDGET JUSTIFICATION



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 Newly Eligible Adults 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 decreased again to 93% on January 1, 2019. For SFY 2020 costs are estimated at \$543,754,800 (\$38,373,800 SM from Hospital Assessment, \$589,900 from Political Subdivisions/APSI, and \$5,305,200 from General Fund). For SFY 2021, the cost of this program is estimated at \$593,383,600 Total Fund (\$49,568,000 SM from Hospital Assessment, \$624,500 from Political Subdivisions/APSI, and \$6,647,300 from General Fund).

STATUTORY AUTHORITY:

Patient Protection and Affordable Care Act (ACA)
Laws 2013, First Special Session, Chapter 10

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 FY21 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 percentagewise based on the percentage that each program represented of total birth for SFY 2019.
- 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 2019 through March 2019. The average IHS Facility rate of \$539.42 is increased by 7.59%, the weighted inpatient/outpatient IHS Facility inflation rate, in January of FY 2020 and FY 2021. The average Non-Facility rate of \$307.58 is increased by 2.93% in October FY 2020 and 2021; this is based on the weighted inpatient/outpatient Prop. 204 IHS Non-Facility inflation rates for Prop. 204.
- 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 2019 (YTD) of \$10.34 inflated by 3.8% (CYE20 overall ACC Capitation rate increase) in October 2019 to \$10.73 and then by an additional 3.8% to \$11.14 in October 2020.

Capitation Rates

Overall Acute Capitation rates for CYE 2020 are increasing by 3.8% over the blended rates for CYE 2019 that took effect January 1, 2019. CYE 2020 capitation rates were developed as a rate update from the previously submitted CYE 2019 capitation rates.

Primary drivers of the CYE 2020 rates include:

1. Rebase – Adjustments to medical expenses to reflect more recent incurred experience account for an increase of 0.2%.
2. Trend – The assumed change in utilization and unit cost trends for medical services accounts for an increase of 3.6%.
3. Pharmacy Savings – Assumed savings that MCOs are expected to achieve in CYE 2020 accounts for a decrease of (0.2%).
4. Administration, Case Management, and Care Management – Adjustments to the non-benefit component of the rate to reflect the costs to administer and manage the program account for an increase of 0.3%.
5. APSI Savings – The removal of funding associated with the Access to Professional Services Initiative (APSI) from capitation rates and transition to payment on a lump sum basis accounts for a decrease of (0.5%).
6. Other – Factors such as fee schedule adjustments, changes to pharmacy rebates, and anticipated changes in utilization from policy changes account for an increase of 0.4%.

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 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.

ACA HEALTH INSURER FEE

The ACA included an \$8.0 billion fee on the health insurance industry beginning in 2014. This health insurer fee (HIF) increased to \$14.3 billion by 2018 and is then indexed to the rate of premium growth thereafter as shown in the following table.

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



Fee Year	Applicable Amount
2014	\$ 8,000,000,000
2015	\$11,300,000,000
2016	\$11,300,000,000
2017	\$13,900,000,000
2018	\$14,300,000,000
2019 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).

Congress has twice acted to implement moratoriums on this health insurer fee; however, as shown in the table below, current law would require payment in SFY 2021.

Data (Tax Year)	HP Pay Year	AHCCCS SFY Pay	Status
2016	2017	2018	Moratorium
2017	2018	2019	Planned to Pay
2018	2019	2020	Moratorium
2019	2020	2021	Currently in Law

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 2021 (for the Calendar Year 2020 fee) will adjust capitation for October 2019 and use the FMAP in effect on that date.

In FY 2021, based on growth in the overall fee and Medicaid caseload growth, the fee is projected to increase to \$140.5 million. The allocation by program for FY 2021 (Traditional, Prop 204, ALTCS, etc.) is based on the corresponding percentage of total FY 2019 actual HIF payments.

**AFFORDABLE CARE ACT
NEWLY ELIGIBLE ADULTS**

**FISCAL YEAR 2021
BUDGET JUSTIFICATION**



Based on projected amounts and allocation methodology, the FY 2021 impact of this fee for Newly Eligible Adults is \$8,050,500 Total Fund (\$805,000 General Fund).

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 2017 paid in SFY 2019 was \$25M. The projected reconciliation amounts for CYE 2018 to be paid in SFY 2020 and CYE 2019 to be paid in SFY 2021 are \$35M in each year. The resulting total fee-for-services estimates for the NEA FQHC Recon are \$1,396,300 Total Fund (\$97,700 GF) for FY 2020 and \$1,416,800 (\$141,700 GF) for FY 2021.

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 2019 Actual	FY 2020 Allocation	FY 2020 Rebase	FY 2021 Request	FY 2021 Inc/(Dec)
General Fund	5,111,800	5,393,400	5,305,200	6,647,300	1,253,900
Local Match (APSI)	123,800	179,900	589,900	624,500	444,600
Hospital Assessment	26,272,900	37,389,000	38,373,800	49,568,000	12,179,000
Subtotal State Match	31,508,500	42,962,300	44,268,900	56,839,800	13,877,500
Federal Title XIX	473,388,000	484,056,500	499,485,900	536,543,800	52,487,300
Subtotal Federal Funding	473,388,000	484,056,500	499,485,900	536,543,800	52,487,300
Grand Total	504,896,500	527,018,800	543,754,800	593,383,600	66,364,800

NEWLY ELIGIBLE ADULTS EXPENDITURES

FY 19 ACTUAL	TOTAL FUND												
	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	25,256,200	25,112,979	25,329,550	29,847,517	29,771,195	30,174,584	30,156,481	35,980,920	30,240,678	30,160,388	30,130,745	29,846,585	352,007,822
PPC NEA	803,979	998,324	808,080	937,284	895,916	1,005,006	1,201,969	902,991	940,505	773,692	930,566	922,400	11,120,712
NEA BIRTHS	248,882	434,832	324,236	394,058	412,301	378,247	378,247	355,207	381,497	408,527	311,521	378,045	4,355,362
SMI REG	2,126,749	2,215,142	2,239,609	2,277,518	2,254,827	2,304,065	2,293,538	2,333,316	2,294,724	2,304,483	2,314,502	2,247,532	27,206,011
SMI PPC	56,048	60,463	53,466	40,245	66,341	72,750	43,945	70,313	53,393	62,193	49,761	51,895	680,814
Crisis	574,777	574,873	574,969	575,065	576,013	577,812	579,856	585,049	584,825	583,214	580,150	575,777	6,942,378
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	29,066,634	29,396,614	29,329,910	34,071,687	33,976,593	34,462,226	34,654,036	40,227,795	34,495,622	34,292,498	34,317,251	34,022,233	402,313,099
AHHP Facility	1,622,098	2,187,028	1,676,236	2,164,573	1,483,774	1,654,353	1,938,870	1,726,672	2,006,065	261,008	411,694	4,745,345	21,877,717
AHHP Non-Facility	585,238	974,053	857,203	1,081,206	857,098	1,199,271	1,178,993	1,033,909	1,020,647	2,411,814	3,632,103	(1,766,503)	13,065,033
Non-AHHP	20,206	90,906	61,035	50,808	97,636	117,222	334	76,551	30,616	45,268	72,239	39,226	702,046
Prior Quarter	320,363	361,717	336,078	307,823	269,362	261,460	237,936	280,180	264,732	279,867	359,757	191,369	3,470,644
FES Births	874,531	1,482,116	1,086,443	1,324,544	905,939	1,094,907	1,353,055	962,270	1,125,297	1,343,991	1,686,833	1,250,646	14,490,572
FES Other	2,246,746	3,807,685	2,791,168	3,402,869	2,327,438	2,812,912	3,476,116	2,472,156	2,890,986	3,452,830	4,333,622	3,213,019	37,227,547
FQHC RECON	-	-	-	-	-	2,578,795	-	-	-	-	-	-	2,578,795
FFS TOTAL	5,669,182	8,903,504	6,808,163	8,331,823	5,941,247	9,718,921	8,185,304	6,551,738	7,338,343	7,794,779	10,496,248	7,673,103	93,412,354
REIN NEA	535,179	804,872	744,886	1,394,164	833,505	1,004,832	413,949	750,470	617,932	691,020	806,269	574,273	9,171,351
REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	535,179	804,872	744,886	1,394,164	833,505	1,004,832	413,949	750,470	617,932	691,020	806,269	574,273	9,171,351
TOTAL	35,270,994	39,104,989	36,882,959	43,797,674	40,751,345	45,185,978	43,253,288	47,530,004	42,451,898	42,778,296	45,619,769	42,269,610	504,896,804

FY 20 REBASE	TOTAL FUND												
	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	29,708,700	29,772,200	29,790,200	31,696,300	31,733,900	31,796,900	31,847,700	31,895,500	31,984,900	32,078,700	32,160,200	32,238,900	376,704,100
PPC NEA	618,900	618,900	618,900	657,000	657,000	657,000	657,000	657,000	657,000	657,000	657,000	657,000	7,769,700
NEA BIRTHS	279,200	295,700	339,100	324,300	296,400	323,300	315,400	314,700	294,300	294,900	301,900	306,200	3,685,400
SMI REG	2,297,700	2,297,700	2,297,700	2,414,100	2,414,100	2,414,100	2,414,100	2,414,100	2,414,100	2,414,100	2,414,100	2,414,100	28,620,000
SMI PPC	56,300	56,300	56,300	59,200	59,200	59,200	59,200	59,200	59,200	59,200	59,200	59,200	701,700
Crisis	576,200	576,200	576,200	698,500	698,500	698,500	698,500	698,500	698,500	698,500	698,500	698,500	8,015,100
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	206,100	206,200	206,200	-	-	4,795,700	-	-	1,007,000	-	-	1,007,000	7,428,200
APM RECON	-	-	-	-	-	1,646,000	-	-	-	-	-	-	1,646,000
CAP TOTAL	33,743,100	33,823,200	33,884,600	35,849,400	35,859,100	42,390,700	35,991,900	36,039,000	37,115,000	36,202,400	36,290,900	37,380,900	434,570,200
AHHP Facility	1,901,500	1,907,900	1,864,900	1,887,400	1,893,600	1,858,600	2,023,800	2,011,900	2,007,700	2,022,500	2,020,800	2,000,200	23,400,800
AHHP Non-Facility	1,084,200	1,087,900	1,063,400	1,107,800	1,111,400	1,090,800	1,104,000	1,097,500	1,103,200	1,103,200	1,102,300	1,091,100	13,138,800
Non-AHHP	62,900	62,900	62,900	62,900	62,900	62,900	63,000	63,000	63,000	63,000	63,000	63,000	755,400
Prior Quarter	600,000	500,000	400,000	300,000	200,000	100,000	-	-	-	-	-	-	2,100,000
FES Births	1,256,900	1,269,800	1,278,800	1,364,000	1,373,600	1,383,100	1,392,700	1,402,300	1,411,900	1,421,500	1,431,100	1,440,700	16,426,400
FES Other	3,229,000	3,262,200	3,285,400	3,512,500	3,537,200	3,561,900	3,586,600	3,611,300	3,636,000	3,660,700	3,685,400	3,710,100	42,278,300
FQHC RECON	-	-	-	-	-	-	1,396,300	-	-	-	-	-	1,396,300
FFS TOTAL	8,134,500	8,090,700	7,955,400	8,234,600	8,178,700	8,057,300	9,566,400	8,186,000	8,213,800	8,270,900	8,302,600	8,305,100	99,496,000
REIN NEA	726,400	993,000	764,100	794,500	795,500	797,100	798,300	799,500	801,800	804,100	806,200	808,100	9,688,600
REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	726,400	993,000	764,100	794,500	795,500	797,100	798,300	799,500	801,800	804,100	806,200	808,100	9,688,600
TOTAL	42,604,000	42,906,900	42,604,100	44,878,500	44,833,300	51,245,100	46,356,600	45,024,500	46,130,600	45,277,400	45,399,700	46,494,100	543,754,800

FY 21 REQUEST	TOTAL FUND												
	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
REG NEA	32,359,100	32,483,700	32,596,000	34,013,600	34,170,700	34,332,300	34,481,100	34,626,900	34,816,000	35,009,600	35,190,500	35,368,300	409,447,800
PPC NEA	657,000	657,000	657,000	683,300	683,300	683,300	683,300	683,300	683,300	683,300	683,300	683,300	8,120,700
NEA BIRTHS	273,000	280,000	290,100	299,700	268,000	277,100	284,500	283,700	253,000	260,700	268,600	268,300	3,306,700
SMI REG	2,414,100	2,414,100	2,414,100	2,510,600	2,510,600	2,510,600	2,510,600	2,510,600	2,510,600	2,510,600	2,510,600	2,510,600	29,837,700
SMI PPC	59,200	59,200	59,200	61,500	61,500	61,500	61,500	61,500	61,500	61,500	61,500	61,500	731,100
Crisis	698,500	698,500	698,500	726,400	726,400	726,400	726,400	726,400	726,400	726,400	726,400	726,400	8,633,100
HIF	-	-	-	-	-	-	8,050,500	-	-	-	-	-	8,050,500
APSI	-	-	3,224,000	-	-	1,007,000	-	-	1,007,000	-	-	1,007,000	6,245,000
APM RECON	-	-	-	-	-	1,751,400	-	-	-	-	-	-	1,751,400
CAP TOTAL	36,460,900	36,592,500	39,938,900	38,295,100	38,420,500	41,349,600	46,797,900	38,892,400	40,057,800	39,252,100	39,440,900	40,625,400	476,124,000
AHHP Facility	2,018,100	2,016,900	1,996,300	2,014,200	2,013,000	1,992,400	2,163,000	2,161,700	2,139,500	2,158,800	2,157,500	2,135,300	24,966,700
AHHP Non-Facility	1,100,800	1,100,200	1,088,900	1,130,900	1,130,200	1,118,700	1,128,700	1,128,100	1,116,500	1,126,500	1,125,900	1,114,300	13,409,700
Non-AHHP	65,400	65,400	65,400	65,400	65,500	65,500	65,500	65,500	65,500	65,500	65,500	65,500	785,600
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	1,450,300	1,459,900	1,469,400	1,538,200	1,548,200	1,558,100	1,568,100	1,578,100	1,588,000	1,598,000	1,608,000	1,618,000	18,582,300
FES Other	3,734,800	3,759,400	3,784,100	3,961,200	3,986,900	4,012,500	4,038,200	4,063,900	4,089,600	4,115,300	4,140,900	4,166,600	47,853,400
FQHC RECON	-	-	-	-	-	-	1,416,800	-	-	-	-	-	1,416,800
FFS TOTAL	8,369,400	8,401,800	8,404,100	8,709,900	8,743,800	8,747,200	10,380,300	8,997,300	8,999,100	9,064,100	9,097,800	9,099,700	107,014,500
REIN NEA	811,100	814,300	817,100	850,600	854,500	858,600	862,300	865,900	870,700	875,500	880,000	884,500	10,245,100
REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	811,100	814,300	817,100	850,600	854,500	858,600	862,300	865,900	870,700	875,500	880,000	884,500	10,245,100
TOTAL	45,641,400	45,808,600	49,160,100	47,855,600	48,018,800	50,955,400	58,040,500	48,755,600	49,927,600	49,191,700	49,418,700	50,609,600	593,383,600

NEWLY ELIGIBLE ADULTS EXPENDITURES

FY 19 ACTUAL

FEDERAL FUND

	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	23,740,800	23,606,200	23,809,800	28,056,700	27,984,900	28,364,100	28,045,500	33,462,300	28,123,800	28,049,200	28,021,600	27,757,300	329,022,200
PPC NEA	755,700	938,400	759,600	881,000	842,200	944,700	1,117,800	839,800	874,700	719,500	865,400	857,800	10,396,600
NEA BIRTHS	233,900	408,700	304,800	370,400	387,600	308,300	351,800	330,300	354,800	379,900	289,700	351,600	4,071,800
SMI REG	1,999,100	2,082,200	2,105,200	2,140,900	2,119,500	2,165,800	2,133,000	2,170,000	2,134,100	2,143,200	2,152,500	2,090,200	25,435,700
SMI PPC	52,700	56,800	50,300	37,800	62,400	68,400	40,900	65,400	49,700	57,800	46,300	48,300	636,800
Crisis	540,300	540,400	540,500	540,600	541,500	543,100	539,300	544,100	543,900	542,400	539,500	535,500	6,491,100
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	27,322,500	27,632,700	27,570,200	32,027,400	31,938,100	32,394,400	32,228,300	37,411,900	32,081,000	31,892,000	31,915,000	31,640,700	376,054,200
AHHP Facility	1,622,100	2,187,000	1,676,200	2,164,600	1,483,800	1,654,400	1,938,900	1,726,700	2,006,100	261,000	411,700	4,745,300	21,877,800
AHHP Non-Facility	550,100	915,600	805,800	1,016,300	805,700	1,127,300	1,096,500	961,500	949,200	2,243,000	3,377,900	(1,642,800)	12,206,100
Non-AHHP	19,000	85,500	57,400	47,800	91,800	110,200	300	71,200	28,500	42,100	67,200	36,500	657,500
Prior Quarter	301,100	340,000	315,900	289,400	253,200	245,800	221,300	260,600	246,200	260,300	334,600	178,000	3,246,400
FES Births	822,100	1,393,200	1,021,300	1,245,100	851,600	1,029,200	1,258,300	894,900	1,046,500	1,249,900	1,568,800	1,163,100	13,544,000
FES Other	2,111,900	3,579,200	2,623,700	3,198,700	2,187,800	2,644,100	3,232,800	2,299,100	2,688,600	3,211,100	4,030,300	2,988,100	34,795,400
FQHC RECON	-	-	-	-	-	2,424,100	-	-	-	-	-	-	2,424,100
FFS TOTAL	5,426,300	8,500,500	6,500,300	7,961,900	5,673,900	9,235,100	7,748,100	6,214,000	6,965,100	7,267,400	9,790,500	7,468,200	88,751,300
REIN NEA	503,100	756,600	700,200	1,310,500	783,500	944,500	385,000	697,900	574,700	642,600	749,800	534,100	8,582,500
REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	503,100	756,600	700,200	1,310,500	783,500	944,500	385,000	697,900	574,700	642,600	749,800	534,100	8,582,500
TOTAL	33,251,900	36,889,800	34,770,700	41,299,800	38,395,500	42,574,000	40,361,400	44,323,800	39,620,800	39,802,000	42,455,300	39,643,000	473,388,000

FY 20 REBASE

FEDERAL FUND

	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	27,629,100	27,688,100	27,704,900	29,477,600	29,512,500	29,571,100	28,662,900	28,706,000	28,786,400	28,870,800	28,944,200	29,015,000	344,568,600
PPC NEA	575,600	575,600	575,600	611,000	611,000	611,000	591,300	591,300	591,300	591,300	591,300	591,300	7,107,600
NEA BIRTHS	259,700	275,000	315,400	301,600	275,700	300,700	283,900	283,200	264,900	265,400	271,700	275,600	3,372,800
SMI REG	2,136,900	2,136,900	2,136,900	2,245,100	2,245,100	2,245,100	2,172,700	2,172,700	2,172,700	2,172,700	2,172,700	2,172,700	26,182,200
SMI PPC	52,400	52,400	52,400	55,100	55,100	55,100	53,300	53,300	53,300	53,300	53,300	53,300	642,300
Crisis	535,900	535,900	535,900	649,600	649,600	649,600	628,700	628,700	628,700	628,700	628,700	628,700	7,328,700
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
APSI	188,500	188,600	188,600	-	-	4,460,000	-	-	906,300	-	-	906,300	6,838,300
APM RECON	-	-	-	-	-	1,530,800	-	-	-	-	-	-	1,530,800
CAP TOTAL	31,378,100	31,452,500	31,509,700	33,340,000	33,349,000	39,423,400	32,392,800	32,435,200	33,403,600	32,582,200	32,661,900	33,642,900	397,571,300
AHHP Facility	1,901,500	1,907,900	1,864,900	1,887,400	1,893,600	1,858,600	2,023,800	2,011,900	2,007,700	2,022,500	2,020,800	2,000,200	23,400,800
AHHP Non-Facility	1,008,300	1,011,700	989,000	1,030,300	1,033,600	1,014,400	993,600	987,800	985,700	992,900	992,100	982,000	12,021,400
Non-AHHP	58,500	58,500	58,500	58,500	58,500	58,500	56,700	56,700	56,700	56,700	56,700	56,700	691,200
Prior Quarter	558,000	465,000	372,000	279,000	186,000	93,000	-	-	-	-	-	-	1,953,000
FES Births	1,168,900	1,180,900	1,189,300	1,268,500	1,277,400	1,286,300	1,253,400	1,262,100	1,270,700	1,279,400	1,288,000	1,296,600	15,021,500
FES Other	3,003,000	3,033,800	3,055,400	3,266,600	3,289,600	3,312,600	3,227,900	3,250,200	3,272,400	3,294,600	3,316,900	3,339,100	38,662,100
FQHC RECON	-	-	-	-	-	-	1,298,600	-	-	-	-	-	1,298,600
FFS TOTAL	7,698,200	7,657,800	7,529,100	7,790,300	7,738,700	7,623,400	8,854,000	7,568,700	7,593,200	7,646,100	7,674,500	7,674,600	93,048,600
REIN NEA	675,600	923,500	710,600	738,900	739,800	741,300	718,500	719,600	721,600	723,700	725,600	727,300	8,866,000
REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	675,600	923,500	710,600	738,900	739,800	741,300	718,500	719,600	721,600	723,700	725,600	727,300	8,866,000
TOTAL	39,751,900	40,033,800	39,749,400	41,869,200	41,827,500	47,788,100	41,965,300	40,723,500	41,718,400	40,952,000	41,062,000	42,044,800	499,485,900

FY 21 REQUEST

FEDERAL FUND

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
REG NEA	29,123,200	29,235,300	29,336,400	30,612,200	30,753,600	30,899,100	31,033,000	31,164,200	31,334,400	31,508,600	31,671,500	31,831,500	368,503,000
PPC NEA	591,300	591,300	591,300	615,000	615,000	615,000	615,000	615,000	615,000	615,000	615,000	615,000	7,308,900
NEA BIRTHS	245,700	252,000	261,100	269,700	241,200	249,400	256,100	255,300	227,700	234,600	241,700	241,500	2,976,000
SMI REG	2,172,700	2,172,700	2,172,700	2,259,500	2,259,500	2,259,500	2,259,500	2,259,500	2,259,500	2,259,500	2,259,500	2,259,500	26,853,600
SMI PPC	53,300	53,300	53,300	55,400	55,400	55,400	55,400	55,400	55,400	55,400	55,400	55,400	658,500
Crisis	628,700	628,700	628,700	653,800	653,800	653,800	653,800	653,800	653,800	653,800	653,800	653,800	7,770,300
HIF	-	-	-	-	-	-	7,245,500	-	-	-	-	-	7,245,500
APSI	-	-	2,901,600	-	-	906,300	-	-	906,300	-	-	906,300	5,620,500
APM RECON	-	-	-	-	-	1,576,300	-	-	-	-	-	-	1,576,300
CAP TOTAL	32,814,900	32,933,300	35,945,100	34,465,600	34,578,500	37,214,800	42,118,300	35,003,200	36,052,100	35,326,900	35,496,900	36,563,000	428,512,600
AHHP Facility	2,018,100	2,016,900	1,996,300	2,014,200	2,013,000	1,992,400	2,163,000	2,161,700	2,139,500	2,158,800	2,157,500	2,135,300	24,966,700
AHHP Non-Facility	990,700	990,200	980,000	1,017,800	1,017,200	1,006,800	1,015,800	1,015,300	1,004,900	1,013,900	1,013,300	1,002,900	12,068,800
Non-AHHP	58,900	58,900	58,900	58,900	59,000	59,000	59,000	59,000	59,000	59,000	59,000	59,000	707,600
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	1,305,300	1,313,900	1,322,500	1,384,400	1,393,400	1,402,300	1,411,300	1,420,300	1,429,200	1,438,200	1,447,200	1,456,200	16,724,200
FES Other	3,361,300	3,383,500	3,405,700	3,565,100	3,588,200	3,611,300	3,634,400	3,657,500	3,680,600	3,703,800	3,726,800	3,749,900	43,068,100
FQHC RECON	-	-	-	-	-	-	1,275,100	-	-	-	-	-	1,275,100
FFS TOTAL	7,734,300	7,763,400	7,763,400	8,040,400	8,070,800	8,071,800	9,558,600	8,313,800	8,313,200	8,373,700	8,403,800	8,403,300	98,810,500
REIN NEA	730,000	732,900	735,400	765,500	769,100	772,700	776,100	779,300	783,600	788,000	792,000	796,100	9,220,700
REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	730,000	732,900	735,400	765,500	769,100	772,700	776,100	779,300	783,600	788,000	792,000	796,100	9,220,700
TOTAL	41,279,200	41,429,600	44,443,900	43,271,500	43,418,400	46,059,300	52,453,000	44,096,300	45,148,900	44,488,600	44,692,700	45,762,400	536,543,800

NEWLY ELIGIBLE ADULTS EXPENDITURES

		STATE FUND												
FY 19 ACTUAL		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	1,515,400	1,506,800	1,519,800	1,790,800	1,786,300	1,810,500	2,111,000	2,518,600	2,116,900	2,111,200	2,109,100	2,089,300	22,985,700
	PPC NEA	48,300	59,900	48,500	56,300	53,700	60,300	84,200	63,200	65,800	54,200	65,200	64,600	724,200
	NEA BIRTHS	15,000	26,100	19,400	23,700	24,700	19,700	26,400	24,900	26,700	28,600	21,800	26,400	283,400
	SMI REG	127,600	132,900	134,400	136,600	135,300	138,300	160,500	163,300	160,600	161,300	162,000	157,300	1,770,100
	SMI PPC	3,300	3,700	3,200	2,400	3,900	4,300	3,000	4,900	3,700	4,400	3,500	3,600	43,900
	Crisis	34,500	34,500	34,500	34,500	34,500	34,700	40,600	40,900	40,900	40,800	40,700	40,300	451,400
	HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
	CAP TOTAL	1,744,100	1,763,900	1,759,800	2,044,300	2,038,400	2,067,800	2,425,700	2,815,800	2,414,600	2,400,500	2,402,300	2,381,500	26,258,700
	AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
	AIHP Non-Facility	35,100	58,500	51,400	64,900	51,400	72,000	82,500	72,400	71,400	168,800	254,200	(123,700)	858,900
	Non-AIHP	1,200	5,400	3,600	3,000	5,800	7,000	-	5,400	2,100	3,200	5,000	2,700	44,400
	Prior Quarter	19,300	21,700	20,200	18,400	16,200	15,700	16,600	19,600	18,500	19,600	25,200	13,400	224,400
	FES Births	52,400	88,900	65,100	79,400	54,300	65,700	94,800	67,400	78,800	94,100	118,000	87,500	946,400
	FES Other	134,800	228,500	167,500	204,200	139,600	168,800	243,300	173,100	202,400	241,700	303,300	224,900	2,432,100
	FQHC RECON	-	-	-	-	-	154,700	-	-	-	-	-	-	154,700
	FFS TOTAL	242,800	403,000	307,800	369,900	267,300	483,900	437,200	337,900	373,200	527,400	705,700	204,800	4,660,900
	REIN NEA	32,100	48,300	44,700	83,700	50,000	60,300	28,900	52,600	43,200	48,400	56,500	40,200	588,900
	REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
	REIN TOTAL	32,100	48,300	44,700	83,700	50,000	60,300	28,900	52,600	43,200	48,400	56,500	40,200	588,900
	TOTAL	2,019,000	2,215,200	2,112,300	2,497,900	2,355,700	2,612,000	2,891,800	3,206,300	2,831,000	2,976,300	3,164,500	2,626,500	31,508,500

		STATE FUND												
FY 20 REBASE		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	2,079,600	2,084,100	2,085,300	2,218,700	2,221,400	2,225,800	3,184,800	3,189,500	3,198,500	3,207,900	3,216,000	3,223,900	32,135,500
	PPC NEA	43,300	43,300	43,300	46,000	46,000	46,000	65,700	65,700	65,700	65,700	65,700	66,200	662,100
	NEA BIRTHS	19,500	20,700	23,700	22,700	20,700	22,600	31,500	31,500	29,400	29,500	30,200	30,600	312,600
	SMI REG	160,800	160,800	160,800	169,000	169,000	169,000	241,400	241,400	241,400	241,400	241,400	241,400	2,437,800
	SMI PPC	3,900	3,900	3,900	4,100	4,100	4,100	5,900	5,900	5,900	5,900	5,900	5,900	59,400
	Crisis	40,300	40,300	40,300	48,900	48,900	48,900	69,800	69,800	69,800	69,800	69,800	69,800	686,400
	HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
	APSI	17,600	17,600	17,600	-	-	335,700	-	-	100,700	-	-	100,700	589,900
	APM RECON	-	-	-	-	-	115,200	-	-	-	-	-	-	115,200
	CAP TOTAL	2,365,000	2,370,700	2,374,900	2,509,400	2,510,100	2,967,300	3,599,100	3,603,800	3,711,400	3,620,200	3,629,000	3,738,000	36,998,900
	AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
	AIHP Non-Facility	75,900	76,200	74,400	77,500	77,800	76,400	110,400	109,700	109,500	110,300	110,200	109,100	1,117,400
	Non-AIHP	4,400	4,400	4,400	4,400	4,400	4,400	6,300	6,300	6,300	6,300	6,300	6,300	64,200
	Prior Quarter	42,000	35,000	28,000	21,000	14,000	7,000	-	-	-	-	-	-	147,000
	FES Births	88,000	88,900	89,500	95,500	96,200	96,800	139,300	140,200	141,200	142,100	143,100	144,100	1,404,900
	FES Other	226,000	228,400	230,000	245,900	247,600	249,300	358,700	361,100	363,600	366,100	368,500	371,000	3,616,200
	FQHC RECON	-	-	-	-	-	-	97,700	-	-	-	-	-	97,700
	FFS TOTAL	436,300	432,900	426,300	444,300	440,000	433,900	712,400	617,300	620,600	624,800	628,100	630,500	6,447,400
	REIN NEA	50,800	69,500	53,500	55,600	55,700	55,800	79,800	79,900	80,200	80,400	80,600	80,800	822,600
	REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
	REIN TOTAL	50,800	69,500	53,500	55,600	55,700	55,800	79,800	79,900	80,200	80,400	80,600	80,800	822,600
	TOTAL	2,852,100	2,873,100	2,854,700	3,009,300	3,005,800	3,457,000	4,391,300	4,301,000	4,412,200	4,325,400	4,337,700	4,449,300	44,268,900

		STATE FUND												
FY 21 REQUEST		Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
	REG NEA	3,235,900	3,248,400	3,259,600	3,401,400	3,417,100	3,433,200	3,448,100	3,462,700	3,481,600	3,501,000	3,519,000	3,536,800	40,944,800
	PPC NEA	65,700	65,700	65,700	68,300	68,300	68,300	68,300	68,300	68,300	68,300	68,300	68,300	811,800
	NEA BIRTHS	27,300	28,000	29,000	30,000	26,800	27,700	28,400	28,400	25,300	26,100	26,900	26,800	330,700
	SMI REG	241,400	241,400	241,400	251,100	251,100	251,100	251,100	251,100	251,100	251,100	251,100	251,100	2,984,100
	SMI PPC	5,900	5,900	5,900	6,100	6,100	6,100	6,100	6,100	6,100	6,100	6,100	6,100	72,600
	Crisis	69,800	69,800	69,800	72,600	72,600	72,600	72,600	72,600	72,600	72,600	72,600	72,600	862,800
	HIF	-	-	-	-	-	-	805,000	-	-	-	-	-	805,000
	APSI	-	-	322,400	-	-	100,700	-	-	100,700	-	-	100,700	624,500
	APM RECON	-	-	-	-	-	175,100	-	-	-	-	-	-	175,100
	CAP TOTAL	3,646,000	3,659,200	3,993,800	3,829,500	3,842,000	4,134,800	4,679,600	3,889,200	4,005,700	3,925,200	3,944,000	4,062,400	47,611,400
	AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
	AIHP Non-Facility	110,100	110,000	108,900	113,100	113,000	111,900	112,900	112,800	111,600	112,600	112,600	111,400	1,340,900
	Non-AIHP	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	6,500	78,000
	Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
	FES Births	145,000	146,000	146,900	153,800	154,800	155,800	156,800	157,800	158,800	159,800	160,800	161,800	1,858,100
	FES Other	373,500	375,900	378,400	396,100	398,700	401,200	403,800	406,400	409,000	411,500	414,100	416,700	4,785,300
	FQHC RECON	-	-	-	-	-	-	141,700	-	-	-	-	-	141,700
	FFS TOTAL	635,100	638,400	640,700	669,500	673,000	675,400	821,700	683,500	685,900	690,400	694,000	696,400	8,204,000
	REIN NEA	81,100	81,400	81,700	85,100	85,400	85,900	86,200	86,600	87,100	87,500	88,000	88,400	1,024,400
	REIN SMI	-	-	-	-	-	-	-	-	-	-	-	-	-
	REIN TOTAL	81,100	81,400	81,700	85,100	85,400	85,900	86,200	86,600	87,100	87,500	88,000	88,400	1,024,400
	TOTAL	4,362,200	4,379,000	4,716,200	4,584,100	4,600,400	4,896,100	5,587,500	4,659,300	4,778,700	4,703,100	4,726,000	4,847,200	56,839,800

NEWLY ELIGIBLE ADULTS POPULATION

MEMBER MONTHS AND ENROLLMENT

FY 19 ACTUAL

	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	73,346	73,682	73,573	73,480	73,449	73,798	74,150	74,752	74,740	74,436	74,172	73,580	887,157
PPC NEA	2,369	2,465	2,328	2,420	2,437	2,323	2,387	1,978	1,996	2,149	2,174	2,190	27,216
NEA BIRTHS	52	74	50	66	71	57	65	61	65	69	53	65	748
SMI REG	1,093	1,122	1,142	1,124	1,123	1,144	1,143	1,158	1,139	1,146	1,140	1,143	13,618
SMI PPC	27	28	28	28	28	28	28	28	28	28	28	28	334
Crisis	75,629	75,649	75,670	75,690	75,808	76,071	76,309	77,017	76,969	76,774	76,395	75,846	913,827
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	152,515	153,020	152,791	152,809	152,916	153,421	154,082	154,994	154,936	154,603	153,962	152,851	1,842,899
AIHP Facility	3,434	3,438	3,406	3,459	3,452	3,457	3,484	3,521	3,511	3,512	3,636	3,495	41,805
AIHP Non-Facility	3,434	3,438	3,406	3,459	3,452	3,457	3,484	3,521	3,511	3,512	3,636	3,495	41,805
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	497	506	513	516	513	515	520	522	527	528	534	536	6,225
FES Other	25,672	26,142	26,503	26,653	26,501	26,634	26,851	26,980	27,241	27,286	27,586	27,680	321,729
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	33,037	33,524	33,828	34,087	33,918	34,063	34,339	34,544	34,790	34,838	35,392	35,206	411,564
REIN NEA	73,346	73,682	73,573	73,480	73,449	73,798	74,150	74,752	74,740	74,436	74,172	73,580	887,157
TOTAL	258,897	260,225	260,193	260,376	260,282	261,282	262,570	264,290	264,466	263,877	263,526	261,637	3,141,620

FY 20 REBASE

	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	73,664	73,822	73,866	74,031	74,119	74,267	74,385	74,497	74,706	74,925	75,115	75,299	892,696
PPC NEA	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	18,415
NEA BIRTHS	48	51	58	53	48	52	51	51	48	48	49	50	607
SMI REG	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	13,659
SMI PPC	28	28	28	28	28	28	28	28	28	28	28	28	335
Crisis	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	910,152
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	152,259	152,419	152,471	152,631	152,714	152,866	152,983	153,095	153,300	153,519	153,711	153,895	1,835,864
AIHP Facility	3,525	3,537	3,457	3,499	3,510	3,446	3,487	3,467	3,459	3,485	3,482	3,446	41,800
AIHP Non-Facility	3,525	3,537	3,457	3,499	3,510	3,446	3,487	3,467	3,459	3,485	3,482	3,446	41,800
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	541	546	550	554	558	562	566	570	574	577	581	585	6,764
FES Other	27,946	28,233	28,434	28,636	28,837	29,038	29,240	29,441	29,642	29,843	30,045	30,246	349,581
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	35,537	35,853	35,899	36,188	36,416	36,491	36,779	36,944	37,134	37,390	37,590	37,724	439,944
REIN NEA	73,664	73,822	73,866	74,031	74,119	74,267	74,385	74,497	74,706	74,925	75,115	75,299	892,696
TOTAL	261,460	262,094	262,237	262,850	263,249	263,624	264,147	264,535	265,140	265,834	266,416	266,918	3,168,503

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
REG NEA	75,579	75,871	76,133	76,388	76,741	77,104	77,438	77,766	78,190	78,625	79,031	79,431	928,298
PPC NEA	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	1,535	18,415
NEA BIRTHS	44	45	47	47	42	43	44	44	39	41	42	42	521
SMI REG	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	1,138	13,659
SMI PPC	28	28	28	28	28	28	28	28	28	28	28	28	335
Crisis	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	75,846	910,152
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
CAP TOTAL	154,171	154,463	154,727	154,982	155,330	155,694	156,029	156,357	156,777	157,213	157,620	158,020	1,871,381
AIHP Facility	3,477	3,475	3,440	3,470	3,468	3,433	3,464	3,462	3,426	3,457	3,455	3,419	41,446
AIHP Non-Facility	3,477	3,475	3,440	3,470	3,468	3,433	3,464	3,462	3,426	3,457	3,455	3,419	41,446
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	589	593	597	601	605	609	612	616	620	624	628	632	7,326
FES Other	30,447	30,649	30,850	31,051	31,253	31,454	31,655	31,856	32,058	32,259	32,460	32,662	378,654
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
FFS TOTAL	37,991	38,192	38,326	38,593	38,794	38,928	39,195	39,396	39,530	39,797	39,998	40,132	468,873
REIN NEA	75,579	75,871	76,133	76,388	76,741	77,104	77,438	77,766	78,190	78,625	79,031	79,431	928,298
TOTAL	267,741	268,525	269,185	269,963	270,865	271,726	272,663	273,519	274,497	275,635	276,650	277,583	3,316,553

NEWLY ELIGIBLE ADULTS PMPM

FY 19 ACTUAL	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	SFY Avg.
REG NEA	344.35	340.83	344.28	406.20	405.33	408.88	406.70	481.34	404.61	405.18	406.23	405.64	396.63
PPC NEA	339.41	404.96	347.06	387.26	367.57	432.72	503.57	456.63	471.18	359.98	428.00	421.26	409.97
NEA BIRTHS	4,786.19	5,876.11	6,484.71	5,970.58	5,807.06	5,754.57	5,819.18	5,823.06	5,869.18	5,920.68	5,877.76	5,816.07	5,817.10
SMI REG	1,945.90	1,974.05	1,960.67	2,025.39	2,007.62	2,013.99	2,006.82	2,014.71	2,015.37	2,010.48	2,030.61	1,966.34	1,997.66
SMI PPC	2,092.44	2,198.57	1,909.85	1,460.33	2,410.13	2,594.67	1,568.94	2,477.21	1,913.38	2,213.90	1,781.35	1,852.56	2,039.44
Crisis	7.60	7.60	7.60	7.60	7.60	7.60	7.60	7.60	7.60	7.60	7.59	7.59	7.60
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Facility	472.36	636.13	492.14	625.78	429.83	478.55	556.51	490.39	571.37	74.32	113.23	1,357.75	524.86
AIHP Non-Facility	170.42	283.32	251.67	312.58	248.29	346.91	338.40	293.64	290.70	686.74	998.93	(505.44)	309.68
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	1,760.62	2,930.18	2,118.67	2,568.45	1,766.80	2,124.67	2,604.39	1,843.34	2,134.98	2,545.70	3,160.34	2,335.17	2,324.44
FES Other	87.52	145.65	105.32	127.67	87.82	105.61	129.46	91.63	106.13	126.54	157.09	116.08	115.54
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN NEA	7.30	10.92	10.12	18.97	11.35	13.62	5.58	10.04	8.27	9.28	10.87	7.80	10.34

FY 20 REBASE	PMPM												
	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	403.30	403.30	403.30	428.15	428.15	428.15	428.15	428.15	428.15	428.15	428.15	428.15	421.93
PPC NEA	403.30	403.30	403.30	428.15	428.15	428.15	428.15	428.15	428.15	428.15	428.15	428.15	421.93
NEA BIRTHS	5,817.10	5,817.10	5,817.10	6,160.77	6,160.77	6,160.77	6,160.77	6,160.77	6,160.77	6,160.77	6,160.77	6,160.77	6,074.85
SMI REG	2,018.55	2,018.55	2,018.55	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,095.22
SMI PPC	2,018.55	2,018.55	2,018.55	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,120.78	2,095.22
Crisis	7.60	7.60	7.60	9.21	9.21	9.21	9.21	9.21	9.21	9.21	9.21	9.21	8.81
HIF	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Facility	539.42	539.42	539.42	539.42	539.42	539.42	580.39	580.39	580.39	580.39	580.39	580.39	559.91
AIHP Non-Facility	307.58	307.58	307.58	316.59	316.59	316.59	316.59	316.59	316.59	316.59	316.59	316.59	314.34
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	2,324.44	2,324.44	2,324.44	2,461.77	2,461.77	2,461.77	2,461.77	2,461.77	2,461.77	2,461.77	2,461.77	2,461.77	2,427.44
FES Other	115.54	115.54	115.54	122.66	122.66	122.66	122.66	122.66	122.66	122.66	122.66	122.66	120.88
FQHC RECON	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN NEA	9.86	13.45	10.34	10.73	10.73	10.73	10.73	10.73	10.73	10.73	10.73	10.73	10.85

FY 21 REQUEST	4%	PMPM												
		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 Avg.
REG NEA		428.15	428.15	428.15	445.27	445.27	445.27	445.27	445.27	445.27	445.27	445.27	440.99	
PPC NEA		428.15	428.15	428.15	445.27	445.27	445.27	445.27	445.27	445.27	445.27	445.27	440.99	
NEA BIRTHS		6,160.77	6,160.77	6,160.77	6,407.20	6,407.20	6,407.20	6,407.20	6,407.20	6,407.20	6,407.20	6,407.20	6,345.60	
SMI REG		2,120.78	2,120.78	2,120.78	2,205.61	2,205.61	2,205.61	2,205.61	2,205.61	2,205.61	2,205.61	2,205.61	2,184.41	
SMI PPC		2,120.78	2,120.78	2,120.78	2,205.61	2,205.61	2,205.61	2,205.61	2,205.61	2,205.61	2,205.61	2,205.61	2,184.41	
Crisis		9.21	9.21	9.21	9.58	9.58	9.58	9.58	9.58	9.58	9.58	9.58	9.49	
HIF		-	-	-	-	-	-	-	-	-	-	-	-	
AIHP Facility		580.39	580.39	580.39	580.39	580.39	580.39	624.47	624.47	624.47	624.47	624.47	602.43	
AIHP Non-Facility		316.59	316.59	316.59	325.87	325.87	325.87	325.87	325.87	325.87	325.87	325.87	323.55	
Non-AIHP		-	-	-	-	-	-	-	-	-	-	-	-	
Prior Quarter		-	-	-	-	-	-	-	-	-	-	-	-	
FES Births		2,461.77	2,461.77	2,461.77	2,560.24	2,560.24	2,560.24	2,560.24	2,560.24	2,560.24	2,560.24	2,560.24	2,535.62	
FES Other		122.66	122.66	122.66	127.57	127.57	127.57	127.57	127.57	127.57	127.57	127.57	126.34	
FQHC RECON		-	-	-	-	-	-	-	-	-	-	-	-	
REIN NEA		10.73	10.73	10.73	11.14	11.14	11.14	11.14	11.14	11.14	11.14	11.14	11.03	

STATE FUND

FY 20 REBASE

	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	218,000	218,500	218,600	226,800	227,100	227,500	325,600	326,000	327,000	327,900	328,800	329,600	3,301,400
PPC NEA	4,500	4,500	4,500	4,700	4,700	4,700	6,700	6,700	6,700	6,700	6,700	6,700	67,800
NEA BIRTHS													-
SMI REG	115,700	115,700	115,700	123,100	123,100	123,100	175,800	175,800	175,800	175,800	175,800	175,800	1,771,200
SMI PPC	2,800	2,800	2,800	3,000	3,000	3,000	4,300	4,300	4,300	4,300	4,300	4,300	43,200
Crisis													-
HIF													-
CAP TOTAL	341,000	341,500	341,600	357,600	357,900	358,300	512,400	512,800	513,800	514,700	515,600	516,400	5,183,600
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	400	400	400	500	500	400	600	600	600	600	600	600	6,200
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	200	200	200	100	100	-	-	-	-	-	-	-	800
FES Births	500	500	500	600	600	600	800	800	800	800	800	800	8,100
FES Other	1,300	1,300	1,400	1,400	1,500	1,500	2,100	2,100	2,100	2,200	2,200	2,200	21,300
FQHC RECON	-	-	-	-	-	-	600	-	-	-	-	-	600
FFS TOTAL	2,400	2,400	2,500	2,600	2,700	2,500	4,100	3,500	3,500	3,600	3,600	3,600	37,000
REIN NEA	5,300	7,300	5,600	5,700	5,700	5,700	8,200	8,200	8,200	8,200	8,200	8,300	84,600
REIN SMI													-
REIN TOTAL	5,300	7,300	5,600	5,700	5,700	5,700	8,200	8,200	8,200	8,200	8,200	8,300	84,600
TOTAL	348,700	351,200	349,700	365,900	366,300	366,500	524,700	524,500	525,500	526,500	527,400	528,300	5,305,200

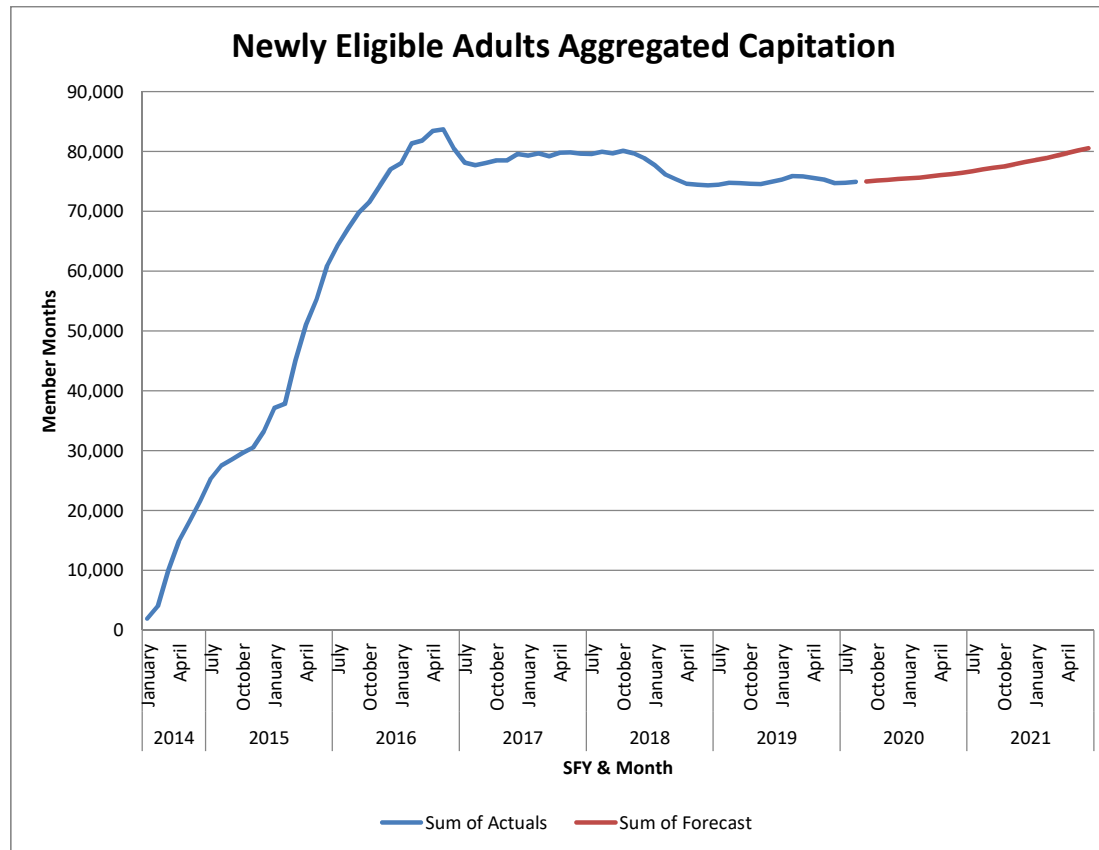
STATE FUND

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
REG NEA	330,800	332,100	333,200	347,700	349,300	351,000	352,500	354,000	355,900	357,900	359,700	361,500	4,185,600
PPC NEA	6,700	6,700	6,700	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	83,100
NEA BIRTHS													-
SMI REG	175,800	175,800	175,800	182,900	182,900	182,900	182,900	182,900	182,900	182,900	182,900	182,900	2,173,500
SMI PPC	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
Crisis													-
HIF													-
CAP TOTAL	517,600	518,900	520,000	542,000	543,600	545,300	546,800	548,300	550,200	552,200	554,000	555,800	6,494,700
AIHP Facility	-	-	-	-	-	-	-	-	-	-	-	-	-
AIHP Non-Facility	600	600	600	700	700	700	700	700	700	700	700	700	8,100
Non-AIHP	-	-	-	-	-	-	-	-	-	-	-	-	-
Prior Quarter	-	-	-	-	-	-	-	-	-	-	-	-	-
FES Births	900	900	900	900	900	900	900	900	900	900	900	1,000	10,900
FES Other	2,200	2,200	2,200	2,300	2,300	2,400	2,400	2,400	2,400	2,400	2,400	2,500	28,100
FQHC RECON	-	-	-	-	-	-	800	-	-	-	-	-	800
FFS TOTAL	3,700	3,700	3,700	3,900	3,900	4,000	4,800	4,000	4,000	4,000	4,000	4,200	47,900
REIN NEA	8,300	8,300	8,400	8,700	8,700	8,800	8,800	8,900	8,900	8,900	9,000	9,000	104,700
REIN SMI													-
REIN TOTAL	8,300	8,300	8,400	8,700	8,700	8,800	8,800	8,900	8,900	8,900	9,000	9,000	104,700
TOTAL	529,600	530,900	532,100	554,600	556,200	558,100	560,400	561,200	563,100	565,100	567,000	569,000	6,647,300

Newly Eligible Adults Aggregated Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2nd Qtr	93,401		93,401	
3rd Qtr	120,091		120,091	648.04%
4th Qtr	167,317		167,317	206.02%
2016	913,196		913,196	97.60%
1st Qtr	201,369		201,369	147.59%
2nd Qtr	222,926		222,926	138.68%
3rd Qtr	241,253		241,253	100.89%
4th Qtr	247,648		247,648	48.01%
2017	948,180		948,180	3.83%
1st Qtr	233,936		233,936	16.17%
2nd Qtr	236,657		236,657	6.16%
3rd Qtr	238,284		238,284	-1.23%
4th Qtr	239,303		239,303	-3.37%
2018	930,689		930,689	-1.84%
1st Qtr	239,245		239,245	2.27%
2nd Qtr	238,730		238,730	0.88%
3rd Qtr	229,277		229,277	-3.78%
4th Qtr	223,437		223,437	-6.63%
2019	900,775		900,775	-3.21%
1st Qtr	223,958		223,958	-6.39%
2nd Qtr	224,119		224,119	-6.12%
3rd Qtr	227,081		227,081	-0.96%
4th Qtr	225,617		225,617	0.98%
2020	149,763	756,592	906,355	0.62%
1st Qtr	149,763	75,005	224,767	0.36%
2nd Qtr		225,832	225,832	0.76%
3rd Qtr		227,002	227,002	-0.03%
4th Qtr		228,753	228,753	1.39%
2021		941,958	941,958	3.93%
1st Qtr		230,998	230,998	2.77%
2nd Qtr		233,648	233,648	3.46%
3rd Qtr		236,809	236,809	4.32%
4th Qtr		240,502	240,502	5.14%



Data

Total Monthly MMs SFY Month	SFY								
	2014	2015	2016	2017	2018	2019	2020	2021	
July	0	25,291	64,349	78,150	79,610	74,439	74,803	76,718	
August	0	27,514	67,192	77,708	79,950	74,804	74,960	77,009	
September	0	28,526	69,828	78,078	79,685	74,716	75,005	77,271	
October	0	29,627	71,596	78,523	80,129	74,605	75,170	77,527	
November	0	30,544	74,310	78,513	79,695	74,572	75,258	77,879	
December	0	33,230	77,019	79,621	78,907	74,942	75,405	78,242	
January	1,941	37,147	78,052	79,340	77,739	75,293	75,523	78,577	
February	4,018	37,817	81,349	79,708	76,152	75,910	75,635	78,904	
March	10,095	45,126	81,852	79,237	75,386	75,878	75,844	79,329	
April	14,915	51,114	83,428	79,808	74,602	75,583	76,063	79,764	
May	18,203	55,292	83,696	79,867	74,481	75,312	76,253	80,170	
June	21,558	60,911	80,525	79,629	74,353	74,723	76,437	80,569	
Grand Total	70,729	462,140	913,196	948,180	930,689	900,775	906,355	941,958	

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency:	Arizona Health Care Cost Containment System			
	FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	ACA Expansion			
Fund:	AA1000-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	6,461.3	5,393.4	1,253.9	6,647.3
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:	6,461.3	5,393.4	1,253.9	6,647.3
Fund Total:	6,461.3	5,393.4	1,253.9	6,647.3
Fund:	HC2120-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	435,132.4	484,056.5	52,487.3	536,543.8
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	ACA Expansion			
Fund:	HC2120-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:	435,132.4	484,056.5	52,487.3	536,543.8
Fund Total:	435,132.4	484,056.5	52,487.3	536,543.8
Fund:	HC2500-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	123.8	179.9	444.6	624.5
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:	123.8	179.9	444.6	624.5
Fund Total:	123.8	179.9	444.6	624.5
Fund:	HC2576-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

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System					
		FY 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: ACA Expansion					
Fund: HC2576-N Hospital Assessment					
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	25,943.9	37,389.0	12,179.0	49,568.0
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:		25,943.9	37,389.0	12,179.0	49,568.0
Fund Total:		25,943.9	37,389.0	12,179.0	49,568.0
Program Total For Selected Funds:		467,661.4	527,018.8	66,364.8	593,383.6

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ACA Expansion

	FY 2019 Actual	FY 2020 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	467,661.4	527,018.8

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ACA Expansion

	<u>FY 2019 Actual</u>	<u>FY 2020 Expd. Plan</u>
Expenditure Category Total	467,661.4	527,018.8
Appropriated		
AA1000-A General Fund (Appropriated)	6,461.3	5,393.4
	6,461.3	5,393.4
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	435,132.4	484,056.5
HC2500-N IGA and ISA Fund (Non-Appropriated)	123.8	179.9
HC2576-N Hospital Assessment (Non-Appropriated)	25,943.9	37,389.0
	461,200.1	521,625.4
Fund Source Total	467,661.4	527,018.8

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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	ACA Expansion

	FY 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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
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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. 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.

The Comprehensive Medical and Dental Program within the Department of Child Safety will implement an integrated care model on October 1, 2020. While this budget request does not include any funding changes associated with this integration of physical and behavioral health, AHCCCS is working with DCS to ensure that the transition will be smooth for this vulnerable population.



CMDP Budget Methodology:

Member Growth

The following table shows actual and projected member months for CMDP as of June of each year for FY 2019 through FY 2021.

Fiscal Year	Total CMDP
June 2019 (actual)	13,202
June 2020 (projected)	13,197
June 2021 (projected)	13,307

Member months are forecast based on ARIMA analysis.



CMDP Rates

The changes in rates for SFY 2019 through SFY 2021 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 20. Prior to this, rates had been set separately for prospective and prior period.

CAPITATION RATES	
Rate Period	CMDP Rates
2019 (Eff. 10/1/18)	\$304.71
2020 (Eff. 10/1/19)	\$325.55
2021 (Eff. 10/1/20)	\$338.57

COMPREHENSIVE MEDICAL AND DENTAL PLAN

The overall rate adjustment for CMDP in CYE 2020 is an increase of 6.84% from the most recently submitted rates. Several factors contributed to this increase:

- 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.
- Benefit cost assumptions, including utilization and unit cost trends.
- 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.
- Increased administrative expenses, including spreading fixed administrative costs across fewer member months.
- 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 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.

FMAP:

It is assumed that the FMAP will increase from 70.02% in FFY 2020 to 70.30% in FFY 2021 based on Federal Funds Information for States (FFIS) in Issue Brief 19-11 (March 27, 2019).

FFY	FMAP
2019 (Actual)	69.81%
2020 (Actual)	70.02%
2021 (Forecast)	70.30%

PROPOSED SOLUTION:

AHCCCS is requesting an increase of \$23,555,800 Total Fund (\$6,508,100 General Fund) for the Comprehensive Medical and Dental Plan compared to the FY 2020 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.

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

TOTAL FUND

FY 19 ACTUAL

	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	3,859,258	3,702,990	3,685,156	4,069,716	4,016,595	3,959,843	3,933,354	3,941,335	3,954,801	3,963,869	3,999,908	4,022,831	47,109,658
CMDP ESA	126	279	233	305	305	305	20	414	609	650	650	650	4,545
CMDP KidsCare	279	1,396	-	305	609	609	462	577	305	609	265	670	6,087
CMDP NEC	11,329	9,465	10,246	8,561	8,471	8,807	8,021	8,424	10,743	9,446	9,505	7,821	110,840
PH CAP TOTAL	3,870,992	3,714,130	3,695,635	4,078,887	4,025,980	3,969,564	3,941,857	3,950,749	3,966,459	3,974,574	4,010,328	4,031,973	47,231,129
CMDP Reg FMAP	10,472,028	10,047,997	9,999,607	11,600,985	11,449,559	11,287,784	11,212,276	11,235,026	11,273,412	11,299,260	11,401,991	11,467,336	132,747,261
CMDP ESA	342	758	631	869	869	869	56	1,179	1,737	1,853	1,853	1,853	12,868
CMDP KidsCare	758	3,788	-	869	1,737	1,737	1,317	1,644	869	1,737	757	1,911	17,123
CMDP NEC	30,742	25,683	27,802	24,405	24,147	25,105	22,864	24,013	30,625	26,926	27,095	22,294	311,700
BH CAP TOTAL	10,503,869	10,078,226	10,028,040	11,627,127	11,476,312	11,315,495	11,236,513	11,261,862	11,306,643	11,329,777	11,431,695	11,493,394	133,088,952
CMDP Reg FMAP	122,296	351,595	31,620	139,712	58,259	9,231	44,510	282,023	23,961	142,177	169,880	79,827	1,455,092
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	122,296	351,595	31,620	139,712	58,259	9,231	44,510	282,023	23,961	142,177	169,880	79,827	1,455,092
TOTAL	14,497,158	14,143,951	13,755,295	15,845,726	15,560,551	15,294,291	15,222,879	15,494,634	15,297,062	15,446,529	15,611,904	15,605,194	181,775,173

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

TOTAL FUND

FY 20 REBASE

	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	4,016,000	3,987,100	3,991,900	4,283,600	4,292,600	4,291,100	4,290,600	4,287,100	4,286,000	4,283,600	4,298,800	4,296,300	50,604,700
CMDP ESA	700	700	700	700	700	700	700	700	700	700	700	700	8,400
CMDP KidsCare	1,000	1,000	1,000	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	12,900
CMDP NEC	4,700	4,600	5,100	5,500	5,500	5,800	5,700	5,400	5,800	5,600	6,100	7,900	67,700
PH CAP TOTAL	4,022,400	3,993,400	3,998,700	4,290,900	4,299,900	4,298,700	4,298,100	4,294,300	4,293,600	4,291,000	4,306,700	4,306,000	50,693,700
CMDP Reg FMAP	11,447,800	11,365,600	11,379,200	12,010,000	12,035,300	12,030,900	12,029,600	12,019,700	12,016,700	12,009,900	12,052,400	12,045,700	142,442,800
CMDP ESA	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	1,900	22,800
CMDP KidsCare	2,900	2,900	2,900	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	35,700
CMDP NEC	13,400	13,000	14,600	15,400	15,500	16,200	16,100	15,200	16,200	15,800	17,200	22,200	190,800
BH CAP TOTAL	11,466,000	11,383,400	11,398,600	12,030,300	12,055,700	12,052,000	12,050,600	12,039,800	12,037,800	12,030,600	12,074,500	12,072,800	142,692,100
CMDP Reg FMAP	180,800	20,700	120,500	127,700	128,000	127,900	127,900	127,800	127,800	127,700	128,200	128,100	1,473,100
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	200	200	200	200	200	200	200	200	200	200	2,000
REIN TOTAL	180,800	20,700	120,700	127,900	128,200	128,100	128,100	128,000	128,000	127,900	128,400	128,300	1,475,100
TOTAL	15,669,200	15,397,500	15,518,000	16,449,100	16,483,800	16,478,800	16,476,800	16,462,100	16,459,400	16,449,500	16,509,600	16,507,100	194,860,900

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

TOTAL FUND

FY 21 REQUEST

	Jul-20	Aug-20	Sep-20	Oct-20	Nov-20	Dec-20	Jan-21	Feb-21	Mar-21	Apr-21	May-21	Jun-21	TOTAL
CMDP Reg FMAP	4,284,900	4,266,100	4,283,700	4,475,600	4,468,900	4,464,700	4,472,400	4,477,900	4,480,100	4,486,600	4,502,700	4,505,500	53,169,100
CMDP ESA	700	700	700	700	700	700	700	700	700	700	700	700	8,400
CMDP KidsCare	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	13,200
CMDP NEC	8,000	8,000	8,000	8,300	8,300	8,300	8,300	8,300	8,300	8,300	8,300	8,300	98,700
PH CAP TOTAL	4,294,700	4,275,900	4,293,500	4,485,700	4,479,000	4,474,800	4,482,500	4,488,000	4,490,200	4,496,700	4,512,800	4,515,600	53,289,400
CMDP Reg FMAP	12,013,500	11,961,000	12,010,300	12,548,200	12,529,500	12,517,800	12,539,400	12,554,700	12,560,800	12,579,000	12,624,200	12,632,000	149,070,400
CMDP ESA	1,900	1,900	1,900	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000	23,700
CMDP KidsCare	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
CMDP NEC	22,300	22,300	22,300	23,200	23,200	23,200	23,200	23,200	23,200	23,200	23,200	23,200	275,700
BH CAP TOTAL	12,040,700	11,988,200	12,037,500	12,576,600	12,557,900	12,546,200	12,567,800	12,583,100	12,589,200	12,607,400	12,652,600	12,660,400	149,407,600
CMDP Reg FMAP	127,700	127,200	127,700	133,400	133,200	133,100	133,300	133,500	133,600	133,800	134,200	134,300	1,585,000
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	200	200	200	300	300	300	300	300	300	300	300	300	3,300
REIN TOTAL	127,900	127,400	127,900	133,700	133,500	133,400	133,600	133,800	133,900	134,100	134,500	134,600	1,588,300
TOTAL	16,463,300	16,391,500	16,458,900	17,196,000	17,170,400	17,154,400	17,183,900	17,204,900	17,213,300	17,238,200	17,299,900	17,310,600	204,285,300

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

FEDERAL FUND

FY 19 ACTUAL

	<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>
CMDP Reg FMAP	2,697,200	2,588,000	2,575,600	2,841,100	2,804,000	2,764,400	2,745,900	2,751,400	2,760,800	2,767,200	2,792,300	2,808,300	32,896,200
CMDP ESA	100	300	200	300	300	300	-	400	600	600	600	600	4,300
CMDP KidsCare	200	1,100	-	200	500	500	400	500	200	500	200	500	4,800
CMDP NEC	8,900	7,500	8,100	6,800	6,700	6,900	6,300	6,600	8,500	7,400	7,500	6,200	87,400
PH CAP TOTAL	<u>2,706,400</u>	<u>2,596,900</u>	<u>2,583,900</u>	<u>2,848,400</u>	<u>2,811,500</u>	<u>2,772,100</u>	<u>2,752,600</u>	<u>2,758,900</u>	<u>2,770,100</u>	<u>2,775,700</u>	<u>2,800,600</u>	<u>2,815,600</u>	<u>32,992,700</u>
CMDP Reg FMAP	7,318,900	7,022,500	6,988,700	8,098,600	7,992,900	7,880,000	7,827,300	7,843,200	7,870,000	7,888,000	7,959,700	8,005,300	92,695,100
CMDP ESA	300	700	600	800	800	800	100	1,100	1,600	1,700	1,700	1,700	11,900
CMDP KidsCare	600	3,000	-	700	1,400	1,400	1,000	1,300	700	1,400	600	1,500	13,600
CMDP NEC	24,300	20,300	21,900	19,200	19,000	19,800	18,000	18,900	24,200	21,200	21,400	17,600	245,800
BH CAP TOTAL	<u>7,344,100</u>	<u>7,046,500</u>	<u>7,011,200</u>	<u>8,119,300</u>	<u>8,014,100</u>	<u>7,902,000</u>	<u>7,846,400</u>	<u>7,864,500</u>	<u>7,896,500</u>	<u>7,912,300</u>	<u>7,983,400</u>	<u>8,026,100</u>	<u>92,966,400</u>
CMDP Reg FMAP	85,500	245,700	22,100	97,500	40,700	6,400	31,100	196,900	16,700	99,300	118,600	55,700	1,016,200
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	<u>85,500</u>	<u>245,700</u>	<u>22,100</u>	<u>97,500</u>	<u>40,700</u>	<u>6,400</u>	<u>31,100</u>	<u>196,900</u>	<u>16,700</u>	<u>99,300</u>	<u>118,600</u>	<u>55,700</u>	<u>1,016,200</u>
TOTAL	<u>10,136,000</u>	<u>9,889,100</u>	<u>9,617,200</u>	<u>11,065,200</u>	<u>10,866,300</u>	<u>10,680,500</u>	<u>10,630,100</u>	<u>10,820,300</u>	<u>10,683,300</u>	<u>10,787,300</u>	<u>10,902,600</u>	<u>10,897,400</u>	<u>126,975,300</u>

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

FEDERAL FUND

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>TOTAL</u>
CMDP Reg FMAP	2,803,600	2,783,400	2,786,700	2,999,400	3,005,700	3,004,600	3,004,300	3,001,800	3,001,100	2,999,400	3,010,000	3,008,300	35,408,300
CMDP ESA	700	700	700	700	700	700	600	600	600	600	600	600	7,800
CMDP KidsCare	700	700	700	800	800	800	800	800	800	800	800	800	9,300
CMDP NEC	3,300	3,200	3,600	3,900	3,900	4,100	4,000	3,800	4,100	3,900	4,300	5,500	47,600
PH CAP TOTAL	<u>2,808,300</u>	<u>2,788,000</u>	<u>2,791,700</u>	<u>3,004,800</u>	<u>3,011,100</u>	<u>3,010,200</u>	<u>3,009,700</u>	<u>3,007,000</u>	<u>3,006,600</u>	<u>3,004,700</u>	<u>3,015,700</u>	<u>3,015,200</u>	<u>35,473,000</u>
CMDP Reg FMAP	7,991,700	7,934,300	7,943,800	8,409,400	8,427,100	8,424,000	8,423,100	8,416,200	8,414,100	8,409,300	8,439,100	8,434,400	99,666,500
CMDP ESA	1,800	1,800	1,800	1,800	1,800	1,800	1,700	1,700	1,700	1,700	1,700	1,700	21,000
CMDP KidsCare	2,000	2,000	2,000	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	24,900
CMDP NEC	9,400	9,100	10,200	10,800	10,900	11,300	10,600	11,300	11,100	12,000	12,000	15,500	133,500
BH CAP TOTAL	<u>8,004,900</u>	<u>7,947,200</u>	<u>7,957,800</u>	<u>8,424,100</u>	<u>8,441,900</u>	<u>8,439,200</u>	<u>8,438,200</u>	<u>8,430,600</u>	<u>8,429,200</u>	<u>8,424,200</u>	<u>8,454,900</u>	<u>8,453,700</u>	<u>99,845,900</u>
CMDP Reg FMAP	126,200	14,500	84,100	89,400	89,600	89,600	89,600	89,500	89,500	89,400	89,800	89,700	1,030,900
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	100	100	100	100	100	100	100	100	100	100	1,000
REIN TOTAL	<u>126,200</u>	<u>14,500</u>	<u>84,200</u>	<u>89,500</u>	<u>89,700</u>	<u>89,700</u>	<u>89,700</u>	<u>89,600</u>	<u>89,600</u>	<u>89,500</u>	<u>89,900</u>	<u>89,800</u>	<u>1,031,900</u>
TOTAL	<u>10,939,400</u>	<u>10,749,700</u>	<u>10,833,700</u>	<u>11,518,400</u>	<u>11,542,700</u>	<u>11,539,100</u>	<u>11,537,600</u>	<u>11,527,200</u>	<u>11,525,400</u>	<u>11,518,400</u>	<u>11,560,500</u>	<u>11,558,700</u>	<u>136,350,800</u>

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

FEDERAL FUND

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
CMDP Reg FMAP	3,000,300	2,987,100	2,999,400	3,146,300	3,141,600	3,138,700	3,144,100	3,148,000	3,149,500	3,154,100	3,165,400	3,167,400	37,341,900
CMDP ESA	600	600	600	600	600	600	600	600	600	600	600	600	7,200
CMDP KidsCare	800	800	800	800	800	800	800	800	800	800	800	800	9,600
CMDP NEC	5,600	5,600	5,600	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	69,000
PH CAP TOTAL	<u>3,007,300</u>	<u>2,994,100</u>	<u>3,006,400</u>	<u>3,153,500</u>	<u>3,148,800</u>	<u>3,145,900</u>	<u>3,151,300</u>	<u>3,155,200</u>	<u>3,156,700</u>	<u>3,161,300</u>	<u>3,172,600</u>	<u>3,174,600</u>	<u>37,427,700</u>
CMDP Reg FMAP	8,411,900	8,375,100	8,409,600	8,821,400	8,808,200	8,800,000	8,815,200	8,826,000	8,830,200	8,843,000	8,874,800	8,880,300	104,695,700
CMDP ESA	1,700	1,700	1,700	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	21,300
CMDP KidsCare	2,100	2,100	2,100	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	26,100
CMDP NEC	15,600	15,600	15,600	16,300	16,300	16,300	16,300	16,300	16,300	16,300	16,300	16,300	193,500
BH CAP TOTAL	<u>8,431,300</u>	<u>8,394,500</u>	<u>8,429,000</u>	<u>8,841,700</u>	<u>8,828,500</u>	<u>8,820,300</u>	<u>8,835,500</u>	<u>8,846,300</u>	<u>8,850,500</u>	<u>8,863,300</u>	<u>8,895,100</u>	<u>8,900,600</u>	<u>104,936,600</u>
CMDP Reg FMAP	89,400	89,100	89,400	93,800	93,600	93,600	93,700	93,900	93,900	94,100	94,300	94,400	1,113,200
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	100	100	100	200	200	200	200	200	200	200	200	200	2,100
REIN TOTAL	<u>89,500</u>	<u>89,200</u>	<u>89,500</u>	<u>94,000</u>	<u>93,800</u>	<u>93,800</u>	<u>93,900</u>	<u>94,100</u>	<u>94,100</u>	<u>94,300</u>	<u>94,500</u>	<u>94,600</u>	<u>1,115,300</u>
TOTAL	<u>11,528,100</u>	<u>11,477,800</u>	<u>11,524,900</u>	<u>12,089,200</u>	<u>12,071,100</u>	<u>12,060,000</u>	<u>12,080,700</u>	<u>12,095,600</u>	<u>12,101,300</u>	<u>12,118,900</u>	<u>12,162,200</u>	<u>12,169,800</u>	<u>143,479,600</u>

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

STATE FUND

FY 19 ACTUAL

	<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>
CMDP Reg FMAP	1,162,100	1,115,000	1,109,600	1,228,600	1,212,600	1,195,400	1,187,500	1,189,900	1,194,000	1,196,700	1,207,600	1,214,500	14,213,500
CMDP ESA	-	-	-	-	-	-	-	-	-	100	100	100	300
CMDP KidsCare	100	300	-	100	100	100	100	100	100	100	100	200	1,400
CMDP NEC	2,400	2,000	2,100	1,800	1,800	1,900	1,700	1,800	2,200	2,000	2,000	1,600	23,300
PH CAP TOTAL	1,164,600	1,117,300	1,111,700	1,230,500	1,214,500	1,197,400	1,189,300	1,191,800	1,196,300	1,198,900	1,209,800	1,216,400	14,238,500
CMDP Reg FMAP	3,153,100	3,025,500	3,010,900	3,502,400	3,456,700	3,407,800	3,385,000	3,391,800	3,403,400	3,411,300	3,442,300	3,462,000	40,052,200
CMDP ESA	-	100	-	100	100	100	-	100	100	200	200	200	1,200
CMDP KidsCare	200	800	-	200	300	300	300	300	200	300	200	400	3,500
CMDP NEC	6,400	5,400	5,900	5,200	5,100	5,300	4,900	5,100	6,400	5,700	5,700	4,700	65,800
BH CAP TOTAL	3,159,700	3,031,800	3,016,800	3,507,900	3,462,200	3,413,500	3,390,200	3,397,300	3,410,100	3,417,500	3,448,400	3,467,300	40,122,700
CMDP Reg FMAP	36,800	105,900	9,500	42,200	17,600	2,800	13,400	85,100	7,300	42,900	51,300	24,100	438,900
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	-	-	-	-	-	-	-	-	-	-	-
REIN TOTAL	36,800	105,900	9,500	42,200	17,600	2,800	13,400	85,100	7,300	42,900	51,300	24,100	438,900
TOTAL	4,361,100	4,255,000	4,138,000	4,780,600	4,694,300	4,613,700	4,592,900	4,674,200	4,613,700	4,659,300	4,709,500	4,707,800	54,800,100

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

STATE FUND

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>TOTAL</u>
CMDP Reg FMAP	1,212,400	1,203,700	1,205,200	1,284,200	1,286,900	1,286,500	1,286,300	1,285,300	1,284,900	1,284,200	1,288,800	1,288,000	15,196,400
CMDP ESA	-	-	-	-	-	-	100	100	100	100	100	100	600
CMDP KidsCare	300	300	300	300	300	300	300	300	300	300	300	300	3,600
CMDP NEC	1,400	1,400	1,500	1,600	1,600	1,700	1,700	1,600	1,700	1,700	1,800	2,400	20,100
PH CAP TOTAL	1,214,100	1,205,400	1,207,000	1,286,100	1,288,800	1,288,500	1,288,400	1,287,300	1,287,000	1,286,300	1,291,000	1,290,800	15,220,700
CMDP Reg FMAP	3,456,100	3,431,300	3,435,400	3,600,600	3,608,200	3,606,900	3,606,500	3,603,500	3,602,600	3,600,600	3,613,300	3,611,300	42,776,300
CMDP ESA	100	100	100	100	100	100	200	200	200	200	200	200	1,800
CMDP KidsCare	900	900	900	900	900	900	900	900	900	900	900	900	10,800
CMDP NEC	4,000	3,900	4,400	4,600	4,600	4,900	4,800	4,600	4,900	4,700	5,200	6,700	57,300
BH CAP TOTAL	3,461,100	3,436,200	3,440,800	3,606,200	3,613,800	3,612,800	3,612,400	3,609,200	3,608,600	3,606,400	3,619,600	3,619,100	42,846,200
CMDP Reg FMAP	54,600	6,200	36,400	38,300	38,400	38,300	38,300	38,300	38,300	38,300	38,400	38,400	442,200
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	-	-	100	100	100	100	100	100	100	100	100	100	1,000
REIN TOTAL	54,600	6,200	36,500	38,400	38,500	38,400	38,400	38,400	38,400	38,400	38,500	38,500	443,200
TOTAL	4,729,800	4,647,800	4,684,300	4,930,700	4,941,100	4,939,700	4,939,200	4,934,900	4,934,000	4,931,100	4,949,100	4,948,400	58,510,100

COMPREHENSIVE MEDICAL AND DENTAL PROGRAM EXPENDITURES

STATE FUND

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
CMDP Reg FMAP	1,284,600	1,279,000	1,284,300	1,329,300	1,327,300	1,326,000	1,328,300	1,329,900	1,330,600	1,332,500	1,337,300	1,338,100	15,827,200
CMDP ESA	100	100	100	100	100	100	100	100	100	100	100	100	1,200
CMDP KidsCare	300	300	300	300	300	300	300	300	300	300	300	300	3,600
CMDP NEC	2,400	2,400	2,400	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	2,500	29,700
PH CAP TOTAL	1,287,400	1,281,800	1,287,100	1,332,200	1,330,200	1,328,900	1,331,200	1,332,800	1,333,500	1,335,400	1,340,200	1,341,000	15,861,700
CMDP Reg FMAP	3,601,600	3,585,900	3,600,700	3,726,800	3,721,300	3,717,800	3,724,200	3,728,700	3,730,600	3,736,000	3,749,400	3,751,700	44,374,700
CMDP ESA	200	200	200	200	200	200	200	200	200	200	200	200	2,400
CMDP KidsCare	900	900	900	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	11,700
CMDP NEC	6,700	6,700	6,700	6,900	6,900	6,900	6,900	6,900	6,900	6,900	6,900	6,900	82,200
BH CAP TOTAL	3,609,400	3,593,700	3,608,500	3,734,900	3,729,400	3,725,900	3,732,300	3,736,800	3,738,700	3,744,100	3,757,500	3,759,800	44,471,000
CMDP Reg FMAP	38,300	38,100	38,300	39,600	39,600	39,500	39,600	39,600	39,700	39,700	39,900	39,900	471,800
CMDP ESA	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP KidsCare	-	-	-	-	-	-	-	-	-	-	-	-	-
CMDP NEC	100	100	100	100	100	100	100	100	100	100	100	100	1,200
REIN TOTAL	38,400	38,200	38,400	39,700	39,700	39,600	39,700	39,700	39,800	39,800	40,000	40,000	473,000
TOTAL	4,935,200	4,913,700	4,934,000	5,106,800	5,099,300	5,094,400	5,103,200	5,109,300	5,112,000	5,119,300	5,137,700	5,140,800	60,805,700

MEMBER MONTHS

FY 19 ACTUAL

	<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>
CMDP Reg FMAP	13,824	13,264	13,200	13,356	13,182	12,995	12,909	12,935	12,979	13,009	13,127	13,202	157,980
CMDP ESA	0	1	1	1	1	1	0	1	2	2	2	2	15
CMDP KidsCare	1	5	-	1	2	2	2	2	1	2	1	2	20
CMDP NEC	41	34	37	28	28	29	26	28	35	31	31	26	373
PH CAP TOTAL	13,866	13,304	13,237	13,386	13,212	13,027	12,936	12,966	13,017	13,044	13,161	13,232	158,389
CMDP Reg FMAP	13,824	13,264	13,200	13,356	13,182	12,995	12,909	12,935	12,979	13,009	13,127	13,202	157,980
CMDP ESA	0	1	1	1	1	1	0	1	2	2	2	2	15
CMDP KidsCare	1	5	-	1	2	2	2	2	1	2	1	2	20
CMDP NEC	41	34	37	28	28	29	26	28	35	31	31	26	373
BH CAP TOTAL	13,866	13,304	13,237	13,386	13,212	13,027	12,936	12,966	13,017	13,044	13,161	13,232	158,389
CMDP Reg FMAP	13,650	13,097	13,034	13,188	13,016	12,832	12,746	12,772	12,816	12,845	12,962	13,036	155,993
CMDP ESA	0	1	1	1	1	1	0	1	2	2	2	2	15
CMDP KidsCare	1	5	-	1	2	2	2	2	1	2	1	2	20
CMDP NEC	41	34	37	28	28	29	26	28	35	31	31	26	373
REIN TOTAL	13,692	13,137	13,071	13,218	13,047	12,864	12,774	12,803	12,854	12,880	12,996	13,066	156,402
TOTAL	41,423	39,744	39,546	39,990	39,472	38,919	38,647	38,734	38,888	38,968	39,318	39,530	473,180

MEMBER MONTHS

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>TOTAL</u>
CMDP Reg FMAP	13,180	13,085	13,101	13,158	13,186	13,181	13,180	13,169	13,165	13,158	13,205	13,197	157,964
CMDP ESA	2	2	2	2	2	2	2	2	2	2	2	2	26
CMDP KidsCare	3	3	3	3	3	3	3	3	3	3	3	3	40
CMDP NEC	15	15	17	17	17	18	18	17	18	17	19	24	211
PH CAP TOTAL	13,201	13,105	13,123	13,180	13,208	13,204	13,203	13,191	13,189	13,181	13,229	13,227	158,241
CMDP Reg FMAP	13,180	13,085	13,101	13,158	13,186	13,181	13,180	13,169	13,165	13,158	13,205	13,197	157,964
CMDP ESA	2	2	2	2	2	2	2	2	2	2	2	2	26
CMDP KidsCare	3	3	3	3	3	3	3	3	3	3	3	3	40
CMDP NEC	15	15	17	17	17	18	18	17	18	17	19	24	211
BH CAP TOTAL	13,201	13,105	13,123	13,180	13,208	13,204	13,203	13,191	13,189	13,181	13,229	13,227	158,241
CMDP Reg FMAP	13,014	12,920	12,936	12,993	13,020	13,015	13,014	13,003	13,000	12,992	13,038	13,031	155,977
CMDP ESA	2	2	2	2	2	2	2	2	2	2	2	2	26
CMDP KidsCare	3	3	3	3	3	3	3	3	3	3	3	3	40
CMDP NEC	15	15	17	17	17	18	18	17	18	17	19	24	211
REIN TOTAL	13,035	12,941	12,958	13,015	13,042	13,038	13,037	13,025	13,023	13,015	13,063	13,061	156,254
TOTAL	39,436	39,152	39,204	39,376	39,459	39,447	39,442	39,407	39,401	39,377	39,521	39,515	472,735

MEMBER MONTHS

FY 21 REQUEST

	<u>Jul-20</u>	<u>Aug-20</u>	<u>Sep-20</u>	<u>Oct-20</u>	<u>Nov-20</u>	<u>Dec-20</u>	<u>Jan-21</u>	<u>Feb-21</u>	<u>Mar-21</u>	<u>Apr-21</u>	<u>May-21</u>	<u>Jun-21</u>	<u>TOTAL</u>
CMDP Reg FMAP	13,162	13,104	13,158	13,219	13,199	13,187	13,210	13,226	13,232	13,251	13,299	13,307	158,556
CMDP ESA	2	2	2	2	2	2	2	2	2	2	2	2	26
CMDP KidsCare	3	3	3	3	3	3	3	3	3	3	3	3	40
CMDP NEC	24	24	24	24	24	24	24	24	24	24	24	24	294
PH CAP TOTAL	13,192	13,134	13,188	13,249	13,229	13,217	13,240	13,256	13,262	13,281	13,329	13,337	158,915
CMDP Reg FMAP	13,162	13,104	13,158	13,219	13,199	13,187	13,210	13,226	13,232	13,251	13,299	13,307	158,556
CMDP ESA	2	2	2	2	2	2	2	2	2	2	2	2	26
CMDP KidsCare	3	3	3	3	3	3	3	3	3	3	3	3	40
CMDP NEC	24	24	24	24	24	24	24	24	24	24	24	24	294
BH CAP TOTAL	13,192	13,134	13,188	13,249	13,229	13,217	13,240	13,256	13,262	13,281	13,329	13,337	158,915
CMDP Reg FMAP	12,996	12,940	12,993	13,053	13,033	13,021	13,044	13,059	13,066	13,085	13,132	13,140	156,561
CMDP ESA	2	2	2	2	2	2	2	2	2	2	2	2	26
CMDP KidsCare	3	3	3	3	3	3	3	3	3	3	3	3	40
CMDP NEC	24	24	24	24	24	24	24	24	24	24	24	24	294
REIN TOTAL	13,026	12,969	13,023	13,083	13,063	13,051	13,073	13,089	13,096	13,115	13,162	13,170	156,920
TOTAL	39,410	39,238	39,399	39,581	39,522	39,485	39,553	39,601	39,620	39,677	39,820	39,844	474,749

PMPM

FY 19 ACTUAL

	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	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$298.33
CMDP ESA	\$279.18	\$279.18	\$279.18	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$298.33
CMDP KidsCare	\$279.18	\$279.18	\$279.18	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$298.33
CMDP NEC	\$279.18	\$279.18	\$279.18	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$304.71	\$298.33
CMDP Reg FMAP	\$757.55	\$757.55	\$757.55	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$840.83
CMDP ESA	\$757.55	\$757.55	\$757.55	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$840.83
CMDP KidsCare	\$757.55	\$757.55	\$757.55	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$840.83
CMDP NEC	\$757.55	\$757.55	\$757.55	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$868.60	\$840.83
CMDP Reg FMAP	\$8.96	\$26.85	\$2.43	\$10.59	\$4.48	\$0.72	\$3.49	\$22.08	\$1.87	\$11.07	\$13.11	\$6.12	\$9.31
CMDP ESA	\$8.96	\$26.85	\$2.43	\$10.59	\$4.48	\$0.72	\$3.49	\$22.08	\$1.87	\$11.07	\$13.11	\$6.12	\$9.31
CMDP KidsCare	\$8.96	\$26.85	\$2.43	\$10.59	\$4.48	\$0.72	\$3.49	\$22.08	\$1.87	\$11.07	\$13.11	\$6.12	\$9.31
CMDP NEC	\$8.96	\$26.85	\$2.43	\$10.59	\$4.48	\$0.72	\$3.49	\$22.08	\$1.87	\$11.07	\$13.11	\$6.12	\$9.31

PMPM

FY 20 REBASE

	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	\$304.71	\$304.71	\$304.71	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$320.34
CMDP ESA	\$304.71	\$304.71	\$304.71	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$320.34
CMDP KidsCare	\$304.71	\$304.71	\$304.71	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$320.34
CMDP NEC	\$304.71	\$304.71	\$304.71	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$325.55	\$320.34
CMDP Reg FMAP	\$868.60	\$868.60	\$868.60	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$901.71
CMDP ESA	\$868.60	\$868.60	\$868.60	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$901.71
CMDP KidsCare	\$868.60	\$868.60	\$868.60	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$901.71
CMDP NEC	\$868.60	\$868.60	\$868.60	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$912.75	\$901.71
CMDP Reg FMAP	\$13.89	\$1.60	\$9.31	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.44
CMDP ESA	\$0.00	\$0.00	\$9.31	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$8.15
CMDP KidsCare	\$0.00	\$0.00	\$9.31	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$8.15
CMDP NEC	\$0.00	\$0.00	\$9.31	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$9.83	\$8.15

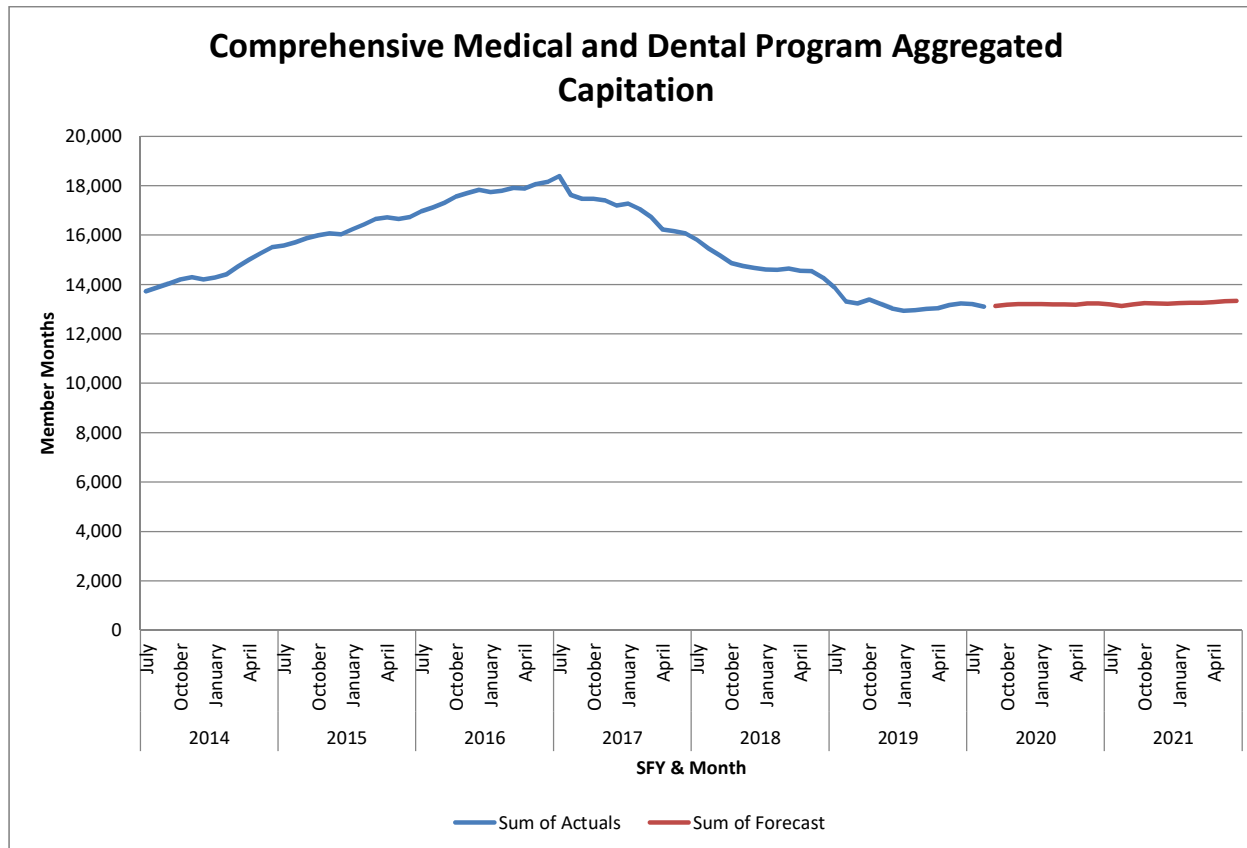
PMPM

FY 21 REQUEST

	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
CMDP Reg FMAP	\$325.55	\$325.55	\$325.55	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$335.32
CMDP ESA	\$325.55	\$325.55	\$325.55	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$335.32
CMDP KidsCare	\$325.55	\$325.55	\$325.55	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$335.32
CMDP NEC	\$325.55	\$325.55	\$325.55	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$338.57	\$335.32
CMDP Reg FMAP	\$912.75	\$912.75	\$912.75	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$940.13
CMDP ESA	\$912.75	\$912.75	\$912.75	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$940.13
CMDP KidsCare	\$912.75	\$912.75	\$912.75	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$940.13
CMDP NEC	\$912.75	\$912.75	\$912.75	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$949.26	\$940.13
CMDP Reg FMAP	\$9.83	\$9.83	\$9.83	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.12
CMDP ESA	\$9.83	\$9.83	\$9.83	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.12
CMDP KidsCare	\$9.83	\$9.83	\$9.83	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.12
CMDP NEC	\$9.83	\$9.83	\$9.83	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.22	\$10.12

Comprehensive Medical and Dental Program Aggregated
Member Months and Growth % by SFY & Qtr

SFY & SFY Qtr	Sum of Monthly Actuals	Sum of Monthly Forecast	Sum of Total Monthly MMs	% Growth from Previous Period
2015	194,702		194,702	12.19%
1st Qtr	47,171		47,171	13.26%
2nd Qtr	48,087		48,087	12.57%
3rd Qtr	49,335		49,335	13.65%
4th Qtr	50,109		50,109	9.46%
2016	212,031		212,031	8.90%
1st Qtr	51,379		51,379	8.92%
2nd Qtr	53,099		53,099	10.42%
3rd Qtr	53,449		53,449	8.34%
4th Qtr	54,103		54,103	7.97%
2017	205,056		205,056	-3.29%
1st Qtr	53,487		53,487	4.10%
2nd Qtr	52,068		52,068	-1.94%
3rd Qtr	51,053		51,053	-4.48%
4th Qtr	48,448		48,448	-10.45%
2018	177,941		177,941	-13.22%
1st Qtr	46,456		46,456	-13.14%
2nd Qtr	44,286		44,286	-14.95%
3rd Qtr	43,846		43,846	-14.12%
4th Qtr	43,352		43,352	-10.52%
2019	158,389		158,389	-10.99%
1st Qtr	40,407		40,407	-13.02%
2nd Qtr	39,626		39,626	-10.52%
3rd Qtr	38,919		38,919	-11.24%
4th Qtr	39,437		39,437	-9.03%
2020	26,306	131,935	158,241	-0.09%
1st Qtr	26,306	13,123	39,429	-2.42%
2nd Qtr		39,593	39,593	-0.08%
3rd Qtr		39,582	39,582	1.70%
4th Qtr		39,637	39,637	0.51%
2021		158,915	158,915	0.43%
1st Qtr		39,515	39,515	0.22%
2nd Qtr		39,695	39,695	0.26%
3rd Qtr		39,758	39,758	0.44%
4th Qtr		39,948	39,948	0.78%



Data

Total Monthly MMs SFY Month	SFY								
	2014	2015	2016	2017	2018	2019	2020	2021	
July	13,729	15,577	16,961	18,389	15,814	13,866	13,201	13,192	
August	13,882	15,713	17,113	17,624	15,462	13,304	13,105	13,134	
September	14,038	15,882	17,305	17,474	15,181	13,237	13,123	13,188	
October	14,208	15,987	17,564	17,473	14,868	13,386	13,180	13,249	
November	14,299	16,073	17,708	17,403	14,745	13,212	13,208	13,229	
December	14,209	16,027	17,828	17,193	14,674	13,027	13,204	13,217	
January	14,280	16,243	17,746	17,276	14,611	12,936	13,203	13,240	
February	14,409	16,435	17,792	17,050	14,593	12,966	13,191	13,256	
March	14,719	16,657	17,911	16,727	14,641	13,017	13,189	13,262	
April	15,004	16,722	17,890	16,224	14,550	13,044	13,181	13,281	
May	15,261	16,652	18,060	16,160	14,537	13,161	13,229	13,329	
June	15,512	16,735	18,154	16,063	14,265	13,232	13,227	13,337	
Grand Total	173,550	194,702	212,031	205,056	177,941	158,389	158,241	158,915	

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System					
		FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program: SLI Comprehensive Medical and Dental Program					
Fund: AA1000-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	53,566.7	54,297.6	6,508.1	60,805.7
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:		53,566.7	54,297.6	6,508.1	60,805.7
Fund Total:		53,566.7	54,297.6	6,508.1	60,805.7
Fund: HC2120-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	124,181.6	126,431.9	17,047.7	143,479.6
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 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
Program:	SLI Comprehensive Medical and Dental Program			
Fund:	HC2120-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:	124,181.6	126,431.9	17,047.7	143,479.6
Fund Total:	124,181.6	126,431.9	17,047.7	143,479.6
Program Total For Selected Funds:	177,748.3	180,729.5	23,555.8	204,285.3

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Comprehensive Medical and Dental Program

	FY 2019 Actual	FY 2020 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	177,748.3	180,729.5

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Comprehensive Medical and Dental Program

	<u>FY 2019 Actual</u>	<u>FY 2020 Expd. Plan</u>
Expenditure Category Total	177,748.3	180,729.5
Appropriated		
AA1000-A General Fund (Appropriated)	53,566.7	54,297.6
	53,566.7	54,297.6
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	124,181.6	126,431.9
	124,181.6	126,431.9
Fund Source Total	177,748.3	180,729.5

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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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 2019 Actual	FY 2020 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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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 2021.

Statutory Authority:

Laws 2018, Chapter 276, Section 10

Program Budget Unit Summary of Expenditures and Budget Request for Selected Funds

Agency: Arizona Health Care Cost Containment System

FY 2019 Actual	FY 2020 Expd. Plan	FY 2021 Fund. Issue	FY 2021 Total Request
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Program: SLI Behavioral Health Services in School

Fund: AA1000-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	2,000.0	2,700.0	0.0	2,700.0
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	1,000.0	300.0	0.0	300.0
Appropriated Total:		3,000.0	3,000.0	0.0	3,000.0
Fund Total:		3,000.0	3,000.0	0.0	3,000.0

Fund: HC2120-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	6,943.7	6,990.0	0.0	6,990.0
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 2019	FY 2020	FY 2021	FY 2021
		Actual	Expd. Plan	Fund. Issue	Total Request
Program: SLI Behavioral Health Services in School					
Fund: HC2120-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:		6,943.7	6,990.0	0.0	6,990.0
Fund Total:		6,943.7	6,990.0	0.0	6,990.0
Program Total For Selected Funds:		9,943.7	9,990.0	0.0	9,990.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Behavioral Health Services in School

	FY 2019 Actual	FY 2020 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	8,943.7	9,690.0

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Behavioral Health Services in School

	FY 2019 Actual	FY 2020 Expd. Plan
Expenditure Category Total	8,943.7	9,690.0
Appropriated		
AA1000-A General Fund (Appropriated)	2,000.0	2,700.0
	2,000.0	2,700.0
Non-Appropriated		
HC2120-N AHCCCS Fund (Non-Appropriated)	6,943.7	6,990.0
	6,943.7	6,990.0
Fund Source Total	8,943.7	9,690.0

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:	SLI Behavioral Health Services in School

	FY 2019 Actual	FY 2020 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 Behavioral Health Services in School

	FY 2019 Actual	FY 2020 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
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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	

Program Expenditure Schedule

Agency:	Arizona Health Care Cost Containment System
Program:	SLI Behavioral Health Services in School

	FY 2019 Actual	FY 2020 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
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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
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Transfers	1,000.0	300.0
Expenditure Category Total	1,000.0	300.0
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Appropriated		
AA1000-A General Fund (Appropriated)	1,000.0	300.0
Fund Source Total	1,000.0	300.0

Arizona Health Care Cost Containment System
FY2021 Budget Submittal
Rent Expenses
(in thousands)

Rent for SFY 2019 & 2020

Location	Rent Type	Sq feet	Annual Rent	General Fund	Federal Fund
YUMA ALTCS OFFICE 3850 W. 16th Street, Suite A, Yuma, AZ. 85384	Private	1,500	21.6	10.8	10.8
CHINLE ALTCS OFFICE Tseyi Shopping Center, US Highway 191, Chinle, Navajo Nation, AZ 86503	YES	2,800	69.7	34.9	34.9
TUCSON ALTCS and OIG OFFICE 1010 N. Finance Center Dr, # 201, Tucson, 85710	Private	13,000	298.2	149.1	149.1
NEW TUCSON ALTCS and OIG OFFICE 7202 E. Rosewood Street, Suite 200 Tucson, AZ 85710	Private	17,914	376.2	188.1	188.1
CASA GRANDE ALTCS OFFICE 201 E. Cottonwood Lane, Suite 2, Casa Grande, AZ 85222	Private	2,414	32.4	16.2	16.2
FLAGSTAFF ALTCS OFFICE 2717 N. Fourth Street, # 130,140, Flagstaff, AZ 86004	Private	2,160	37.6	18.8	18.8
IAC 141 E. Palm Lane, Suite 108, Phoenix, AZ 85004	Private	1,470	24.6	12.3	12.3
Cottonwood 1500 E. Cherry Street, Cottonwood, AZ	ISA	1,800	28.8	14.4	14.4
Kingman 519 E. Beale Street, Kingman, AZ	ISA	614	12.9	6.5	6.5
Prescott Valley 3262 Bob Drive, PV, AZ	ISA	192	13.1	6.6	6.6
		2,606	823.8	411.9	411.9

Arizona Health Care Cost Containment System
 FY 2021 Budget Submittal
 Risk Management Budget (\$1,000s)

Unit	General Fund	Federal Fund	Childrens Health Insurance Program	Federal Grants (2000)
<u>FY 2020 Actual</u>				
Central Administration	88.1	88.1	-	
AHCCCS Administration	39.3	39.3	-	
Children's Health Insurance Program Administration	-	-	2.8	
Federal Grants				3.6
Total	127.4	127.4	2.8	3.6

Administrative Costs

Agency: Arizona Health Care Cost Containment System

Administrative Costs Summary

Common Administrative Area	FY 2021
Personal Services	52,344.2
ERE	22,121.0
All Other	75,453.9
Administrative Costs Total:	149,919.1

Administrative Cost / Total Expenditure Ratio

	Request	Admin %
FY 2021	15,153,730.6	1.0%

