Arizona Health Care Cost Containment System
Budget Neutrality Status by Federal Fiscal Year
Total Funds - All Populations
For the Period October 1, 2022 - September 30, 2027
Updated 11/10

Without Waiver Expenditure Limit Calculation	Actual 2023 DY 12	Actual 2024 DY 13	Actual 2025 DY 14	Actual to Q3 2026 DY 15	Estimate 2027 DY 16	2023 - 2037 Total
Member Months						
TANF/SOBRA	14,603,593	13,128,073	12,249,247	11,663,253	11,580,018	63,224,184
SSI	2,689,228	2,537,507	2,562,810	2,502,075	2,540,121	12,831,741
ALTCS-EPD	346,859	347,368	348,959	338,311	344,993	1,726,490
ALTCS-DD	481,002	513,055	550,116	576,430	603,600	2,724,203
Combined	18,120,682	16,526,003	15,711,132	15,080,069	15,068,732	80,506,618
Without Waiver PMPM						
TANF/SOBRA	$565.22	$593.48	$623.15	$654.31	$687.03	
SSI	$1,244.42	$1,302.91	$1,364.15	$1,428.27	$1,495.40	
ALTCS-EPD	$5,993.02	$6,274.69	$6,569.60	$6,878.37	$7,201.65	
ALTCS-DD	$6,432.65	$6,754.29	$7,092.00	$7,446.60	$7,818.93	
Weighted	925.66	1,013.09	1,102.60	1,181.99	1,258.12	
Without Waiver Expenditure Limit						
TANF/SOBRA	8,254,242,835	7,791,248,764	7,633,118,268	7,631,383,070	7,955,819,752	39,265,812,690
SSI	3,346,529,108	3,306,143,245	3,496,057,262	3,573,638,660	3,798,496,790	17,520,865,065
ALTCS-EPD	2,078,732,924	2,179,626,516	2,292,521,046	2,327,028,233	2,484,521,970	11,362,430,690
ALTCS-DD	3,094,117,515	3,465,322,256	3,901,422,672	4,292,443,638	4,719,506,148	19,472,812,229
Total	16,773,622,383	16,742,340,781	17,323,119,248	17,824,493,602	18,958,344,661	87,621,920,674
Hypothetical 1 Per Capita - Member Months						
Newly Eligible Adults-Expansion State Adults	8,541,754	7,629,225	6,421,644	5,732,058	5,885,058	34,209,739
Reentry				7,284	29,136	36,420
Non-Medical Transportation				36,000	36,000	72,000
Hypothetical 1 Per Capita - PMPMs						
Newly Eligible Adults-Expansion State Adults	$862.40	$909.84	$959.88	$1,012.67	$1,068.37	
Reentry				$1,034.69	$1,093.67	
Non-Medical Transportation			$25.14	$26.62	$28.19	
Hypothetical 1 Per Capita - Expenditure Limit						
Newly Eligible Adults-Expansion State Adults	7,366,408,650	6,941,374,074	6,164,007,643	5,804,683,175	6,287,419,415	32,563,892,957
Reentry				7,536,682	31,865,169	39,401,851
Non-Medical Transportation			-	958,320	1,014,840	1,973,160
Total	7,366,408,650	6,941,374,074	6,164,007,643	5,813,178,177	6,320,299,425	32,605,267,968
Hypothetical 1 Aggregate - Expenditure Limit						
IHS services	74,200	97,500	103,300	108,900	114,800	498,700
Reentry Non-Services				7,966,500	1,991,600	9,958,100
Total	74,200	97,500	103,300	8,075,400	2,106,400	10,456,800
Hypothetical 2 Aggregate						
Housing Initiative	96,350,000	96,350,000	96,350,000	96,350,000	96,350,000	481,750,000
Housing Initiatives Infrastructure	13,500,000	13,500,000	13,500,000	13,500,000	13,500,000	67,500,000
Total	109,850,000	109,850,000	109,850,000	109,850,000	109,850,000	549,250,000
DSH (Estimates for DY 14-16)	190,985,633	103,360,255	103,360,255	103,360,255	65,335,200	566,401,598
Total Without Waiver Expenditure Limit	24,440,940,865	23,897,022,610	23,700,440,446	23,858,957,434	25,455,935,685	121,353,297,040
With Waiver Expenditures						
TANF/SOBRA	6,422,609,795	6,097,986,788	6,489,578,728	8,734,701,746	8,789,002,897	36,533,879,954
SSI	2,828,132,785	2,859,784,659	3,046,477,446	4,100,431,320	4,172,598,317	17,007,424,527
ALTCS-EPD	2,069,494,114	2,192,804,767	2,174,886,743	2,191,969,800	2,319,147,700	10,948,303,124
ALTCS-DD	3,152,525,217	3,486,505,505	3,951,459,201	4,309,931,367	5,317,000,000	20,217,421,290
Newly Eligible Adults-Expansion State Adults	7,056,679,814	6,081,095,119	5,961,379,284	6,612,432,476	6,803,681,015	32,515,267,708
Targeted Investment	17,991,691	2,591,545	149,000,000	56,000,000	24,416,764	250,000,000
DSHP	77,516,429	41,495,394	146,321,182	110,222,735	65,335,200	440,890,940
Re-Entry	-	-	-	7,536,682	31,865,169	39,401,851
Non-Medical Transportation	-	-	939,970	958,320	1,014,840	2,913,130
IHS Services	88,171	54,485	561,433	795,516	430,473	1,930,078
Re-Entry Non-Services	-	-	-	7,966,500	1,991,600	9,958,100
Housing Initiatives	-	-	160,583,333	160,583,333	160,583,334	481,750,000
Housing Initiatives Infrastructure	-	2,813	24,750,000	21,375,000	21,372,187	67,500,000
Expenditure Subtotal	21,625,038,016	20,762,321,075	22,105,937,320	26,314,904,795	27,708,439,496	118,516,640,702
DSH	190,985,633	103,360,255	103,360,255	103,360,255	65,335,200	501,066,398
Total With Waiver Expenditures	21,816,023,649	20,865,681,330	22,209,297,575	26,418,265,050	27,773,774,696	119,017,707,100
With Waiver Expenditure PMPMs						
TANF/SOBRA	439.80	464.50	529.79	748.91	758.98	
SSI	1,051.65	1,127.01	1,188.73	1,638.81	1,642.68	
ALTCS-EPD	5,966.38	6,312.63	6,232.50	6,479.16	6,722.30	
ALTCS-DD	6,554.08	6,795.58	7,182.96	7,476.94	8,808.81	
Newly Eligible Adults-Expansion State Adults	826.14	797.08	928.33	1,153.59	1,156.09	
Reentry				1,034.69	1,093.67	
Non-Medical Transportation				26.62	28.19	
BN Carryforward	**42,146,860,700**					
DY12-DY16 BN Variance*	2,205,352,352	2,061,172,123	1,365,395,948	(1,678,763,366)	(1,729,156,217)	**2,224,000,839**
Cumulative DY1-DY16Variance	44,352,213,052	46,413,385,175	47,778,781,123	46,100,017,757	44,370,861,539	**44,370,861,539**

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Without Waiver Expenditure Limit Calculation	PMPM 2026 DY 15	PMPM 2027 DY 16	Weighted 80/20 2027 DY 16	Estimate 2028 DY 17	Estimate 2029 DY 18	Estimate 2030 DY 19	Estimate 2031 DY 20	Estimate 2032 DY 21	2028 - 2032 Total
Member Months									
TANF/SOBRA		11,580,018	11,580,018	11,811,618	12,047,851	12,288,808	12,534,584	12,785,276	61,468,136
SSI		2,540,121	2,540,121	2,590,923	2,642,742	2,695,597	2,749,509	2,804,499	13,483,269
ALTCS-EPD		344,993	344,993	351,893	358,931	366,110	373,432	380,901	1,831,267
ALTCS-DD		603,600	603,600	615,672	627,985	640,545	653,356	666,423	3,203,982
Newly Eligible Adults-Expansion State Adults		5,885,058	5,885,058	6,002,759	6,122,814	6,245,271	6,370,176	6,497,580	31,238,600
Combined		20,953,790	20,953,790	21,372,866	21,800,323	22,236,330	22,681,057	23,134,678	111,225,254
Without Waiver PMPM									
TANF/SOBRA	654.31	687.03	744.59	781.82	820.91	861.96	905.05	950.31	
SSI	1,428.27	1,495.40	1,613.22	1,689.05	1,768.43	1,851.55	1,938.57	2,029.68	
ALTCS-EPD	6,878.37	7,201.65	6,818.17	7,159.08	7,517.03	7,892.88	8,287.53	8,701.90	
ALTCS-DD	7,446.60	7,818.93	8,610.83	9,015.54	9,439.27	9,882.92	10,347.42	10,833.75	
Newly Eligible Adults-Expansion State Adults	1,012.67	1,068.37	1,138.55	1,201.17	1,267.23	1,336.93	1,410.46	1,488.03	
Weighted		1,204.83	1,287.13	1,351.76	1,419.64	1,490.94	1,565.84	1,644.51	
Without Waiver Expenditure Limit									
TANF/SOBRA		7,955,819,752	8,622,365,587	9,234,553,544	9,890,206,845	10,592,411,532	11,344,472,750	12,149,930,316	53,211,574,987
SSI		3,798,496,790	4,097,783,994	4,376,187,439	4,673,505,614	4,991,023,585	5,330,113,727	5,692,241,654	25,063,072,019
ALTCS-EPD		2,484,521,970	2,352,223,888	2,519,231,784	2,698,097,241	2,889,662,145	3,094,828,157	3,314,560,956	14,516,380,283
ALTCS-DD		4,719,506,148	5,197,499,402	5,550,617,512	5,927,726,466	6,330,456,202	6,760,547,396	7,219,858,986	31,789,206,561
Newly Eligible Adults-Expansion State Adults		6,287,419,415	6,700,409,246	7,210,310,389	7,759,015,010	8,349,476,052	8,984,871,180	9,668,619,876	41,972,292,507
Total		25,245,764,076	26,970,282,118	28,890,900,668	30,948,551,175	33,153,029,515	35,514,833,210	38,045,211,788	166,552,526,357
DSH Allotment		65,335,200	65,335,200	65,335,200	65,335,200	65,335,200	65,335,200	65,335,200	326,676,000
Total Without Waiver Expenditure Limit		25,311,099,276	27,035,617,318	28,956,235,868	31,013,886,375	33,218,364,715	35,580,168,410	38,110,546,988	166,879,202,357
With Waiver Expenditures									
TANF/SOBRA		8,789,002,897	8,789,002,897	9,323,373,370	9,890,234,471	10,491,560,727	11,129,447,619	11,806,118,035	52,640,734,222
SSI		4,172,598,317	4,172,598,317	4,426,300,228	4,695,419,282	4,980,900,774	5,283,739,541	5,604,990,905	24,991,350,730
ALTCS-EPD		2,319,147,700	2,319,147,700	2,460,153,649	2,609,730,991	2,768,402,635	2,936,721,515	3,115,274,183	13,890,282,974
ALTCS-DD		5,317,000,000	5,317,000,000	5,640,271,177	5,983,199,665	6,346,978,204	6,732,874,479	7,142,233,247	31,845,556,773
Newly Eligible Adults-Expansion State Adults		6,803,681,015	6,803,681,015	7,217,319,031	7,656,132,028	8,121,624,855	8,615,419,646	9,139,237,161	40,749,732,721
Targeted Investment		24,416,764	24,416,764	-	-	-	-	-	-
Re-Entry		31,865,169	31,865,169	33,139,776	34,465,367	35,843,982	37,277,741	38,768,850	179,495,716
Non-Medical Transportation		1,014,840	1,014,840	1,055,434	1,097,651	1,141,557	1,187,219	1,234,708	5,716,569
IHS Services		430,473	430,473	447,692	465,599	484,223	503,592	523,736	2,424,842
Re-Entry Non-Services		1,991,600	1,991,600	2,071,264	2,154,115	2,240,279	2,329,890	2,423,086	11,218,634
Housing Initiatives		160,583,333	160,583,333	96,350,000	96,350,000	96,350,000	96,350,000	96,350,000	481,750,000
Housing Initiatives Infrastructure		21,372,187	21,372,187	13,500,000	13,500,000	13,500,000	13,500,000	13,500,000	67,500,000
Expenditure Subtotal		27,643,104,295	27,643,104,295	29,213,981,620	30,982,749,168	32,859,027,237	34,849,351,244	36,960,653,912	164,865,763,180
DSH		65,335,200	65,335,200	65,335,200	65,335,200	65,335,200	65,335,200	65,335,200	326,676,000
Total With Waiver Expenditures		27,708,439,495	27,708,439,495	29,279,316,820	31,048,084,368	32,924,362,437	34,914,686,444	37,025,989,112	165,192,439,180
With Waiver Expenditure PMPMs									
TANF/SOBRA		758.98	758.98	789.34	820.91	853.75	887.90	923.42	
SSI		1,642.68	1,642.68	1,708.39	1,776.72	1,847.79	1,921.70	1,998.57	
ALTCS-EPD		6,722.30	6,722.30	6,991.19	7,270.84	7,561.67	7,864.14	8,178.71	
ALTCS-DD		8,808.81	8,808.81	9,161.16	9,527.61	9,908.71	10,305.06	10,717.26	
Newly Eligible Adults-Expansion State Adults		1,156.09	1,156.09	1,202.33	1,250.43	1,300.44	1,352.46	1,406.56	
DY12-16 BN Carry-over			**2,224,000,839**						
DY17-DY21 BN Variance				(323,080,952)	(34,197,993)	294,002,279	665,481,967	1,084,557,877	
Cumulative DY12-DY20Variance				1,900,919,887	1,866,721,894	2,160,724,173	2,826,206,140	3,910,764,016	**3,910,764,016**
Variables									
Population		2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	
WOW PMPM Growth									
TANF/SOBRA		5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	
SSI		4.7%	4.7%	4.7%	4.7%	4.7%	4.7%	4.7%	
ALTCS-EPD		5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%	
ALTCS-DD		4.7%	4.7%	4.7%	4.7%	4.7%	4.7%	4.7%	
Newly Eligible Adults-Expansion State Adults		5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	5.5%	
WW Expenditures		4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	

AHCCCS Budget Neutrality Update Notes

The attached budget neutrality workbook contains actual expenditure amounts for DY12 through Q3 of DY15 in addition to projected expenditure amounts for the remaining periods up to DY 21. All projected future amounts are for demonstration purposes only. Actual Budget Neutrality model will be negotiated with CMS over the next twelve months.

Carryover amounts have been calculated in alignment with SMDL 26-0003.

2023-2027 Assumptions

1) Actual through third quarter of FFY26
2) Budget assumptions for last quarter of FFY26 and all of FFY27

2028-2032 Assumptions

1) Population growth of 2.0% annually
2) Growth in WOW PMPMs continues the same growth rate in the FFY 2023-FFY 2027 waiver period:

TANF/SOBRA	5.0%
SSI	4.7%
ALTCS-EPD	5.0%
ALTCS-DD	4.7%
Newly Eligible Adults-Expansion State Adults	5.5%

3) Growth in WW PMPMs consistent with AHCCCS Budget projections: 4% per year for all populations.